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Government Gazette

REPUBLIC OF SOUTH AFRICA

Vol. 586 Cape Town 26 April 2014 No. 37595

THE PRESIDENCY

No. 322

26 April 2014

It is hereby notified that the President has assented to the following Act, which is hereby published for general information:—

Act No. 10 of 2014: Division of Revenue Act, 2014.



AIDS HELPLINE: 0800-123-22 Prevention is the cure

(English text signed by the President)
(Assented to 25 April 2014)

ACT

To provide for the equitable division of revenue raised nationally among the national, provincial and local spheres of government for the 2014/15 financial year, the determination of each province's equitable share and allocations to provinces, local government and municipalities from national government's share and the responsibilities of all three spheres pursuant to such division and allocations; and to provide for matters connected therewith.

PREAMBLE

WHEREAS section 214(1) of the Constitution of the Republic of South Africa, 1996, requires an Act of Parliament to provide for—

- (a) the equitable division of revenue raised nationally among the national, provincial and local spheres of government;
- (b) the determination of each province's equitable share of the provincial share of that revenue; and
- (c) any other allocations to provinces, local government or municipalities from the national government's share of that revenue, and any conditions on which those allocations may be made;

WHEREAS section 7(3) of the Money Bills Amendment Procedure and Related Matters Act, 2009 (Act No. 9 of 2009), requires the introduction of the Division of Revenue Bill at the same time as the Appropriation Bill is introduced,

BE IT THEREFORE ENACTED by the Parliament of the Republic of South Africa, as follows:—

ARRANGEMENT OF PROVISIONS OF ACT

Sections

CHAPTER 1 5

INTERPRETATION AND OBJECTS OF ACT

1. Interpretation
2. Objects of Act

CHAPTER 2

EQUITABLE SHARE ALLOCATIONS 10

3. Equitable division of revenue raised nationally among spheres of government
4. Equitable division of provincial share among provinces

5. Equitable division of local government share among municipalities
6. Shortfalls and excess revenue

CHAPTER 3

CONDITIONAL ALLOCATIONS TO PROVINCES AND MUNICIPALITIES

Part 1 5

Conditional allocations

7. Conditional allocations to provinces
8. Conditional allocations to municipalities

Part 2

Duties of accounting officers in respect of Schedule 4 to 7 allocations 10

9. Duties of transferring national officer in respect of Schedule 4 allocations
10. Duties of transferring national officer in respect of Schedule 5 or 6 allocations
11. Duties of receiving officer in respect of Schedule 4 allocations
12. Duties of receiving officer in respect of Schedule 5 or 7 allocations
13. Duties of receiving officer in respect of infrastructure conditional allocations to provinces 15
14. Duties of receiving officer in respect of infrastructure conditional allocations to metropolitan municipalities
15. Duties in respect of annual financial statements and annual reports for 2014/15

Part 3 20

Matters relating to Schedule 4 to 7 allocations

16. Publication of allocations and frameworks
17. Expenditure in terms of purpose and subject to conditions
18. Withholding of allocations
19. Stopping of allocations 25
20. Reallocation of funds
21. Conversion of allocations
22. Unspent conditional allocations

CHAPTER 4

MATTERS RELATING TO ALL ALLOCATIONS 30

23. Payment schedule
24. Amendment of payment schedule
25. Transfers made in error or fraudulently
26. New allocations during financial year and Schedule 7 allocations
27. Preparations for 2015/16 financial year and 2016/17 financial year 35
28. Transfers before commencement of Division of Revenue Act for 2015/16 financial year

CHAPTER 5

DUTIES AND POWERS OF MUNICIPALITIES, PROVINCIAL TREASURIES AND NATIONAL TREASURY 40

29. Duties of municipalities

- 30. Duties and powers of provincial treasuries
- 31. Duties and powers of National Treasury

CHAPTER 6**GENERAL**

- 32. Allocations by public entities to provinces or municipalities 5
- 33. Liability for costs incurred in violation of principles of cooperative governance and intergovernmental relations
- 34. Irregular expenditure
- 35. Financial misconduct
- 36. Delegations and assignments 10
- 37. Exemptions
- 38. Regulations
- 39. Repeal of laws
- 40. Short title and commencement

SCHEDULE 1 15

Equitable division of revenue raised nationally among the three spheres of government

SCHEDULE 2

Determination of each province's equitable share of the provincial sphere's share of revenue raised nationally (as a direct charge against the National Revenue Fund)

SCHEDULE 3 20

Determination of each municipality's equitable share of the local government sphere's share of revenue raised nationally

SCHEDULE 4*Part A*

Allocations to provinces to supplement the funding of programmes or functions funded from provincial budgets 25

Part B

Allocations to municipalities to supplement the funding of programmes or functions funded from municipal budgets

SCHEDULE 5 30*Part A*

Specific purpose allocations to provinces

Part B

Specific purpose allocations to municipalities

SCHEDULE 6 35*Part A*

Allocations-in-kind to provinces for designated special programmes

Part B

Allocations-in-kind to municipalities for designated special programmes

SCHEDULE 7**Part A**

Allocations to provinces for immediate disaster response 5

Part B

Allocations to municipalities for immediate disaster response

CHAPTER 1**INTERPRETATION AND OBJECTS OF ACT****Interpretation** 10

1. (1) In this Act, unless the context indicates otherwise, any word or expression to which a meaning has been assigned in the Public Finance Management Act or the Municipal Finance Management Act has the meaning assigned to it in the Act in question, and—

“**accreditation**” means accreditation of a municipality, in terms of section 10(2) of the Housing Act, 1997 (Act No. 107 of 1997), to administer national housing programmes, read with Part 3 of the National Housing Code, 2009 (Financial Interventions: Accreditation of Municipalities);

“**allocation**” means the equitable share allocation to the national sphere of government in Schedule 1, a province in Schedule 2 or a municipality in Schedule 3, or a conditional allocation;

“**category A, B or C municipality**” means a category A, B or C municipality envisaged in section 155(1) of the Constitution;

“**conditional allocation**” means an allocation to a province or municipality from the national government’s share of revenue raised nationally, envisaged in section 214(1)(c) of the Constitution, as set out in Schedule 4, 5, 6 or 7;

“**Constitution**” means the Constitution of the Republic of South Africa, 1996;

“**corporation for public deposits account**” means a bank account of the Provincial Revenue Fund held with the Corporation for Public Deposits, established by the Corporation for Public Deposits Act, 1984 (Act No. 46 of 1984);

“**Education Infrastructure Grant**” means the Education Infrastructure Grant referred to in Part A of Schedule 4;

“**financial year**” means, in relation to—

(a) a national or provincial department, the year ending 31 March; or

(b) a municipality, the year ending 30 June;

“**framework**” means the conditions and other information in respect of a conditional allocation published in terms of section 16 or 26;

“**Health Facility Revitalisation Grant**” means the Health Facility Revitalisation Grant referred to in Part A of Schedule 5;

“**Human Settlements Development Grant**” means the Human Settlements Development Grant referred to in Part A of Schedule 5;

“**Integrated City Development Grant**” means the Integrated City Development Grant referred to in Part B of Schedule 4;

“**Integrated National Electrification Programme Grant**” means the Integrated National Electrification Programme Grant referred to in Part B of Schedule 5 or Part B of Schedule 6;

“**legislation**” means national legislation or provincial legislation as defined in section 239 of the Constitution;

- “**level one accreditation**” means accreditation to render beneficiary management, subsidy budget planning and allocation, and priority programme management and administration, of national housing programmes;
- “**level three accreditation**” means an executive assignment to administer all aspects, including financial administration, of national housing programmes; 5
- “**level two accreditation**” means accreditation to render full programme management and administration of all housing instruments and national housing programmes in addition to the responsibilities under a level one accreditation;
- “**medium term expenditure framework**” means a budgeting framework applied by the National Treasury which— 10
- (a) translates government policies and plans into a multi-year spending plan; and
- (b) promotes transparency, accountability and effective public financial management;
- “**metropolitan municipality**” means a metropolitan municipality as defined in section 1 of the Municipal Structures Act; 15
- “**Municipal Finance Management Act**” means the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003);
- “**Municipal Structures Act**” means the Local Government: Municipal Structures Act, 1998 (Act No. 117 of 1998);
- “**Municipal Systems Act**” means the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000); 20
- “**Neighbourhood Development Partnership Grant**” means the Neighbourhood Development Partnership Grant referred to in Part B of Schedule 5 or Part B of Schedule 6;
- “**organ of state**” means an organ of state as defined in section 239 of the Constitution; 25
- “**overpayment**” means the transfer of more than the allocated amount of an allocation or the transfer of an allocation not in accordance with a payment schedule;
- “**payment schedule**” means a schedule which sets out— 30
- (a) the amount of each transfer of an equitable share or any conditional allocation in terms of this Act to be transferred to a province or municipality in the 2014/15 financial year;
- (b) the date on which each transfer must be paid; and
- (c) to whom, and to which bank account, each transfer must be paid; 35
- “**prescribe**” means prescribe by regulation in terms of section 38;
- “**primary bank account**” in relation to—
- (a) a province, means a bank account of the Provincial Revenue Fund, envisaged in section 21(2) of the Public Finance Management Act and which the accounting officer of the provincial treasury has certified to the National Treasury; or 40
- (b) a municipality, means the bank account of the municipality as determined in terms of section 8 of the Municipal Finance Management Act;
- “**Provincial Roads Maintenance Grant**” means the Provincial Roads Maintenance Grant referred to in Part A of Schedule 4; 45
- “**Public Finance Management Act**” means the Public Finance Management Act, 1999 (Act No. 1 of 1999);
- “**Public Transport Infrastructure Grant**” means the Public Transport Infrastructure Grant referred to in Part B of Schedule 5;
- “**Public Transport Network Operations Grant**” means the Public Transport Network Operations Grant referred to in Part B of Schedule 5; 50
- “**Public Transport Operations Grant**” means the Public Transport Operations Grant referred to in Part A of Schedule 4;
- “**quarter**” means, in relation to—
- (a) a national or provincial department, the period from— 55
- (i) 1 April to 30 June;
- (ii) 1 July to 30 September;

- (iii) 1 October to 31 December; or
- (iv) 1 January to 31 March; or
- (b) a municipality—
 - (i) 1 July to 30 September;
 - (ii) 1 October to 31 December; 5
 - (iii) 1 January to 31 March; or
 - (iv) 1 April to 30 June;

“**receiving officer**” means, in relation to—

- (a) a Schedule 4, 5 or 7 allocation transferred to a province, the accounting officer of the provincial department which receives that allocation or a portion thereof for expenditure via an appropriation from its Provincial Revenue Fund; or 10
- (b) a Schedule 4, 5 or 7 allocation transferred to a municipality, the accounting officer of the municipality;

“**receiving provincial department**” in relation to a Schedule 4, 5 or 7 allocation transferred to a province, means the provincial department which receives that allocation or a portion thereof for expenditure via an appropriation from its Provincial Revenue Fund; 15

“**School Infrastructure Backlogs Grant**” means the School Infrastructure Backlogs Grant referred to in Part A of Schedule 6; 20

“**Technical Secondary Schools Recapitalisation Grant**” means the Technical Secondary Schools Recapitalisation Grant referred to in Part A of Schedule 5;

“**this Act**” includes any framework or allocation published, or any regulation made, in terms of this Act;

“**transferring national officer**” means the accounting officer of a national department that transfers a Schedule 4, 5 or 7 allocation to a province or municipality or spends a Schedule 6 allocation on behalf of a province or municipality; 25

“**Urban Settlements Development Grant**” means the Urban Settlements Development Grant referred to in Part B of Schedule 4. 30

(2) Any approval, certification, decision, determination, instruction, notification, notice or request in terms of this Act must be in writing.

Objects of Act

2. The objects of this Act are—
- (a) as required by section 214(1) of the Constitution, to provide for— 35
 - (i) the equitable division of revenue raised nationally among the three spheres of government;
 - (ii) the determination of each province’s equitable share of the provincial share of that revenue;
 - (iii) other allocations to provinces, local government or municipalities from the national government’s share of that revenue and conditions on which those allocations are made; 40
 - (b) to promote predictability and certainty in respect of all allocations to provinces and municipalities, in order that provinces and municipalities may plan their budgets over a multi-year period and thereby promote better coordination between policy, planning and budgeting; and 45
 - (c) promote transparency and accountability in the resource allocation process, by ensuring that all allocations, except Schedule 6 allocations, are reflected on the budgets of provinces and municipalities and the expenditure of conditional allocations is reported on by the receiving provincial departments and municipalities. 50

CHAPTER 2**EQUITABLE SHARE ALLOCATIONS****Equitable division of revenue raised nationally among spheres of government**

3. (1) Revenue raised nationally in respect of the 2014/15 financial year must be divided among the national, provincial and local spheres of government for their equitable share allocations as set out in Column A of Schedule 1. 5

(2) An envisaged division of revenue anticipated to be raised in respect of the 2015/16 financial year and the 2016/17 financial year, and which is subject to the provisions of the annual Division of Revenue Acts for those financial years, is set out in Column B of Schedule 1. 10

Equitable division of provincial share among provinces

4. (1) Each province's equitable share of the provincial share of revenue raised nationally in respect of the 2014/15 financial year is set out in Column A of Schedule 2.

(2) An envisaged division for each province of revenue anticipated to be raised nationally in respect of the 2015/16 financial year and the 2016/17 financial year, and which is subject to the annual Division of Revenue Acts for those financial years, is set out in Column B of Schedule 2. 15

(3) The National Treasury must transfer each province's equitable share allocation referred to in subsection (1) to the corporation for public deposits account of the province in accordance with the payment schedule determined in terms of section 23. 20

Equitable division of local government share among municipalities

5. (1) Each municipality's share of local government's equitable share of revenue raised nationally in respect of the 2014/15 financial year is set out in Column A of Schedule 3.

(2) An envisaged division between municipalities of revenue anticipated to be raised nationally in respect of the 2015/16 financial year and the 2016/17 financial year, and which is subject to the annual Division of Revenue Acts for those financial years, is set out in Column B of Schedule 3. 25

(3) The National Treasury must transfer each municipality's equitable share referred to in subsection (1) to the primary bank account of the municipality in three transfers on 4 July 2014, 28 November 2014 and 20 March 2015, in accordance with the payment schedule determined in terms of section 23. 30

Shortfalls and excess revenue

6. (1) If the actual revenue raised nationally in respect of the 2014/15 financial year falls short of the anticipated revenue set out in Column A of Schedule 1, the national government bears the shortfall. 35

(2) If the actual revenue raised nationally in respect of the 2014/15 financial year exceeds the anticipated revenue set out in Column A of Schedule 1, the excess accrues to the national government, and may be used to reduce borrowing or pay debt as part of its share of revenue raised nationally. 40

(3) A portion of national government's equitable share or excess revenue envisaged in subsection (2), may be appropriated through the applicable legislation envisaged in section 12 of the Money Bills Amendment Procedure and Related Matters Act, 2009 (Act No. 9 of 2009), to make further allocations to—

(a) national departments; or 45

- (b) provinces or municipalities, as a conditional or an unconditional allocation.

CHAPTER 3

CONDITIONAL ALLOCATIONS TO PROVINCES AND MUNICIPALITIES

Part 1

Conditional allocations

5

Conditional allocations to provinces

7. (1) Conditional allocations to provinces for the 2014/15 financial year from the national government's share of revenue raised nationally are set out in—
- (a) Part A of Schedule 4, specifying allocations to provinces to supplement the funding of programmes or functions funded from provincial budgets; 10
 - (b) Part A of Schedule 5, specifying specific-purpose allocations to provinces;
 - (c) Part A of Schedule 6, specifying allocations-in-kind to provinces for designated special programmes; and
 - (d) Part A of Schedule 7, specifying funds that are not allocated to specific provinces, that may be released to provinces to fund immediate disaster response. 15
- (2) An envisaged division of conditional allocations to provinces from the national government's share of revenue anticipated to be raised nationally for the 2015/16 financial year and the 2016/17 financial year, which is subject to the annual Division of Revenue Acts for those years, is set out in Column B of the Schedules referred to in subsection (1). 20

Conditional allocations to municipalities

8. (1) Conditional allocations to local government in respect of the 2014/15 financial year from the national government's share of revenue raised nationally are set out in— 25
- (a) Part B of Schedule 4, specifying allocations to municipalities to supplement the funding of functions funded from municipal budgets;
 - (b) Part B of Schedule 5, specifying specific-purpose allocations to municipalities;
 - (c) Part B of Schedule 6, specifying allocations-in-kind to municipalities for designated special programmes; and 30
 - (d) Part B of Schedule 7, specifying funds that are not allocated to specific municipalities, that may be released to municipalities to fund immediate disaster response.
- (2) An envisaged division of conditional allocations to local government from the national government's share of revenue anticipated to be raised nationally for the 2015/16 financial year and the 2016/17 financial year, which is subject to the annual Division of Revenue Acts for those years, is set out in Column B of the Schedules referred to in subsection (1). 35
- (3) If approved by the National Treasury after consultation with the national Department of Transport, allocations for specific transport contracts for capital projects from the envisaged conditional allocations for the Public Transport Infrastructure Grant listed in Column B of Part B of Schedule 5, may not be altered downwards in the Division of Revenue Acts for the 2015/16 financial year and 2016/17 financial year. 40

(4) (a) A municipality may only with the approval of the National Treasury pledge, offer as security or commit to a person or institution any envisaged conditional allocation to the municipality for the 2015/16 financial year and the 2016/17 financial year, for the purpose of securing a loan or any other form of financial or other support from that person or institution. 5

(b) Before making a decision, the National Treasury must—

- (i) notify the relevant transferring national officer of the approval sought by a municipality and that the officer may submit comment to the National Treasury regarding the approval sought, within five working days after notification or such longer period as the National Treasury may approve; and 10
- (ii) consider any comment so submitted by the officer.

Part 2

Duties of accounting officers in respect of Schedule 4 to 7 allocations

Duties of transferring national officer in respect of Schedule 4 allocations

9. (1) The transferring national officer of a Schedule 4 allocation must— 15
- (a) ensure that transfers to all provinces and municipalities are—
 - (i) deposited only into the primary bank account of the relevant province or municipality; and
 - (ii) made in accordance with the payment schedule determined in terms of section 23, unless allocations are withheld or stopped in terms of section 18 or 19; 20
 - (b) monitor financial and non-financial performance information on programmes partially or fully funded by an allocation in Part A of Schedule 4, in accordance with subsection (2) and the applicable framework;
 - (c) monitor financial and non-financial performance information on the Urban Settlements Development Grant and Integrated City Development Grant against the capital budget and the service delivery and budget implementation plan; 25
 - (d) comply with the applicable framework;
 - (e) submit a monthly provincial report on infrastructure expenditure partially or fully funded by the allocation within 30 days after the end of each month to the National Treasury, in the format determined by the National Treasury; 30
 - (f) submit a quarterly non-financial performance report within 45 days after the end of each quarter to the National Treasury in terms of the applicable framework; and 35
 - (g) evaluate the performance of programmes funded or partially funded by the allocation and the submission of such evaluations to the National Treasury—
 - (i) in respect of a provincial department, within four months after the end of the 2014/15 financial year of the provincial department; and
 - (ii) in respect of a municipality, within seven months after the end of the 2014/15 financial year of the municipality. 40
- (2) Any monitoring programme or system that is utilised to monitor financial and non-financial performance information on a programme partially or fully funded by a Schedule 4 allocation must— 45
- (a) be approved by the National Treasury; 45
 - (b) not impose any excessive administrative responsibility on receiving officers beyond the provision of standard management information;

- (c) be compatible and integrated with and not unnecessarily duplicate other relevant national, provincial and local systems; and
- (d) support compliance with section 11(2).

(3) A transferring national officer may only transfer the Urban Settlements Development Grant to a recipient metropolitan municipality, if the municipality has submitted a built environment performance plan in terms of section 14(1). 5

Duties of transferring national officer in respect of Schedule 5 or 6 allocations

10. (1) The transferring national officer of a Schedule 5 or 6 allocation must—

- (a) not later than 14 days after this Act takes effect, certify to the National Treasury that—
 - (i) the frameworks are reasonable and do not impose excessive administrative responsibility on receiving provincial departments and municipalities beyond the provision of standard management information; 10
 - (ii) any monitoring programme or system that is utilised is compatible and integrated with and does not duplicate other relevant national, provincial and local systems; and 15
 - (iii) in respect of a Schedule 5 allocation, any business plans requested in respect of how allocations will be utilised by a province or municipality, as the case may be, have been approved before the start of the financial year; 20
- (b) in respect of Schedule 5 allocations—
 - (i) transfer funds only after receipt of all information required to be submitted by the receiving officer in terms of this Act and submission of all relevant information to the National Treasury; 25
 - (ii) transfer funds only in accordance with the payment schedule determined in terms of section 23; and
 - (iii) deposit funds only into the primary bank account of the relevant province or municipality; and
- (c) ensure that all other provisions of this Act and the relevant framework for the transfer of the allocation are complied with. 30

(2) The transferring national officer must submit all relevant information and documentation referred to in subsection (1)(a) to the National Treasury within 14 days after this Act takes effect.

(3) A transferring national officer, who has not complied with subsection (1), must transfer the allocation in the manner instructed by the National Treasury, including transferring the allocation as an unconditional allocation. 35

(4) Before making the first transfer of any allocation in terms of subsection (1)(b), the transferring national officer must take note of any notice in terms of section 31(1) containing the details of the relevant primary bank accounts.

(5) The transferring national officer of a Schedule 5 allocation to a municipality is responsible for monitoring financial and non-financial performance information on programmes funded by the allocation. 40

(6) The transferring national officer of a Schedule 5 or 6 allocation must, as part of the reporting envisaged in section 40(4)(c) of the Public Finance Management Act, submit information, in the format determined by the National Treasury, for the month in question, and for the 2014/15 financial year up to the end of that month, on— 45

- (a) the amount of funds transferred to a province or municipality;
- (b) the amount of funds for any province or municipality withheld or stopped in terms of section 18 or 19, the reasons for the withholding or stopping and the steps taken by the transferring national officer and the receiving officer to deal with the matters or causes that necessitated the withholding or stopping of the payment; 50

- (c) the actual expenditure incurred by the province or municipality in respect of a Schedule 5 allocation;
- (d) the actual expenditure incurred by the transferring national officer in respect of a Schedule 6 allocation;
- (e) any matter or information that may be required by the relevant framework for the particular allocation; and 5
- (f) such other matters as the National Treasury may determine.
- (7) A transferring national officer must submit to the National Treasury—
 - (a) a monthly provincial report on infrastructure expenditure partially or fully funded by the Health Facility Revitalisation Grant or Technical Secondary Schools Recapitalisation Grant within 30 days after the end of each month, in the format determined by the National Treasury; and 10
 - (b) a quarterly performance report of all programmes partially or fully funded by a Schedule 5 or 6 allocation within 45 days after the end of each quarter, in accordance with the relevant framework. 15
- (8) The transferring national officer must evaluate the performance of all programmes partially or fully funded by a Schedule 5 or 6 allocation and submit such evaluations to the National Treasury—
 - (a) in respect of a provincial department, within four months after the end of the 2014/15 financial year of the provincial department; and 20
 - (b) in respect of a municipality, within seven months after the end of the 2014/15 financial year of the municipality.
- (9) The transferring national officer for the Public Transport Infrastructure Grant, Neighbourhood Development Partnership Grant or Integrated National Electrification Programme Grant to a metropolitan municipality— 25
 - (a) may only transfer the grant if the municipality has submitted a built environment performance plan in terms of section 14(1);
 - (b) must consider that built environment performance plan when monitoring and evaluating the performance of the municipality and assessing envisaged plans and allocations for the municipality. 30
- (10) The transferring national officer for the Human Settlements Development Grant must—
 - (a) in consultation with the receiving officer and the National Treasury, determine the allocations for the 2014/15 financial year and the indicative allocations for the 2015/16 financial year and the 2016/17 financial year from the Human Settlements Development Grant for each municipality that has level one or two accreditation; 35
 - (b) submit the allocations and indicative allocations to the National Treasury not later than 28 days after this Act takes effect; and
 - (c) publish by notice in the *Gazette* the allocations and indicative allocations within 14 days after submission to the National Treasury. 40

Duties of receiving officer in respect of Schedule 4 allocations

- 11. (1) The receiving officer of a Schedule 4 allocation is responsible for—
 - (a) complying with the relevant framework for the Schedule 4 allocation; and
 - (b) the manner in which the Schedule 4 allocation received from a transferring national officer is allocated and spent. 45
- (2) The receiving officer of a municipality must—
 - (a) ensure and certify to the National Treasury that the municipality—
 - (i) indicates each programme partially or fully funded by a Schedule 4 allocation in its annual budget and that the Schedule 4 allocation is 50

- specifically and exclusively appropriated in that budget according to the purpose of the allocation; and
- (ii) makes public, in terms of section 21A of the Municipal Systems Act, the conditions and other information in respect of the allocation, to facilitate performance measurement and the use of required inputs and outputs; 5
- (b) when submitting the municipality's statements in terms of section 71 of the Municipal Finance Management Act for September 2014, December 2014, March 2015 and June 2015, report to the transferring national officer, the relevant provincial treasury and the National Treasury—
- (i) in respect of the Urban Settlements Development Grant and the Integrated City Development Grant, on financial performance against its capital budget and the measures defined in its service delivery and budget implementation plan; and 10
- (ii) in respect of any other Schedule 4 allocation, on financial performance of programmes partially or fully funded by the allocation; and 15
- (c) within 30 days after the end of each quarter, report to the transferring national officer and the National Treasury—
- (i) in respect of the Urban Settlements Development Grant and the Integrated City Development Grant, on non-financial performance for that quarter against the measures defined in its service delivery and budget implementation plan; and 20
- (ii) in respect of any other Schedule 4 allocation, on non-financial performance of programmes partially or fully funded by the allocation.
- (3) The National Treasury must make the report submitted to it in terms of subsection (2)(b) or (c) available to the transferring national officer of the Urban Settlements Development Grant, Public Transport Infrastructure Grant and Integrated National Electrification Programme Grant and the accounting officer of any other national department having responsibilities relating to the applicable allocation. 25
- (4) The receiving officer of a provincial department must submit to the relevant provincial treasury and the transferring national officer— 30
- (a) as part of the report required in section 40(4)(c) of the Public Finance Management Act, reports on financial and non-financial performance of programmes partially or fully funded by a Schedule 4 allocation;
- (b) a quarterly non-financial performance report of programmes partially or fully funded by a Schedule 4 allocation within 30 days after the end of each quarter; 35
- and
- (c) a monthly provincial report on infrastructure programmes partially or fully funded by a Schedule 4 allocation within 15 days after the end of each month, in the format determined by the National Treasury.
- (5) The receiving officer must report on programmes partially or fully funded by a Schedule 4 allocation against the relevant framework in its annual financial statements and annual report. 40
- (6) The receiving officer must evaluate the financial and non-financial performance of the provincial department or municipality, as the case may be, in respect of programmes partially or fully funded by a Schedule 4 allocation and submit such evaluation to the transferring national officer and the relevant provincial treasury within two months— 45
- (a) in respect of a provincial department, after the end of the 2014/15 financial year of the provincial department; and

- (b) in respect of a municipality, after the end of the 2014/15 financial year of the municipality.

Duties of receiving officer in respect of Schedule 5 or 7 allocations

- 12.** (1) The receiving officer of a Schedule 5 or 7 allocation must ensure compliance with the relevant framework. 5
- (2) The relevant receiving officer must, in respect of a Schedule 5 or 7 allocation transferred to—
- (a) a province, as part of the report required in section 40(4)(c) of the Public Finance Management Act, report on the matters referred to in subsection (3) and submit a copy of that report to the relevant provincial treasury and the transferring national officer; 10
 - (b) a municipality, as part of the report required in terms of section 71 of the Municipal Finance Management Act, report on the matters referred to in subsection (4) and submit a copy of that report to the relevant provincial treasury, the National Treasury and the relevant transferring national officer; and 15
 - (c) a province or municipality, submit a quarterly non-financial performance report within 30 days after the end of each quarter to the transferring national officer and the relevant provincial treasury.
- (3) A report for a province in terms of subsection (2)(a) must set out for the month in question and for the 2014/15 financial year up to the end of the month— 20
- (a) the amount received by the province;
 - (b) the amount of funds stopped or withheld in terms of section 18 or 19 and the reason for the stopping or withholding;
 - (c) the actual expenditure by the province in respect of Schedule 5 and 7 allocations; 25
 - (d) the amount transferred to any national or provincial public entity to implement a programme funded by a Schedule 5 allocation on behalf of a province or to assist the province in implementing the programme;
 - (e) the available figures regarding the expenditure by a public entity referred to in paragraph (d); 30
 - (f) the extent of compliance with this Act and with the conditions of the allocation provided for in its framework, based on the available information at the time of reporting;
 - (g) an explanation of any material difficulties experienced by the province regarding an allocation which has been received and a summary of the steps taken to deal with such difficulties; 35
 - (h) any matter or information that may be determined in the framework for the allocation; and
 - (i) such other matters and information as the National Treasury may determine.
- (4) A report for a municipality in terms of subsection (2)(b) must set out for the month in question and for the 2014/15 financial year up to the end of that month— 40
- (a) the amount received by the municipality;
 - (b) the amount of funds stopped or withheld in terms of section 18 or 19 and the reason for the stopping or withholding;
 - (c) the extent of compliance with this Act and with the conditions of the allocation or part of the allocation provided for in its framework; 45
 - (d) an explanation of any material problems experienced by the municipality regarding an allocation which has been received and a summary of the steps taken to deal with such problems;
 - (e) any matters or information that may be determined in the framework for the allocation; and 50
 - (f) such other matter and information as the National Treasury may determine.
- (5) The receiving officer must evaluate the financial and non-financial performance of the provincial department or municipality, as the case may be, in respect of programmes

partially or fully funded by a Schedule 5 allocation and submit such evaluation to the transferring national officer and the relevant provincial treasury within two months—

- (a) in respect of a provincial department, after the end of the 2014/15 financial year of the provincial department; and
- (b) in respect of a municipality, after the end of the 2014/15 financial year of the municipality. 5

(6) (a) The receiving officer of the Human Settlements Development Grant must, in consultation with the transferring national officer, publish in the *Gazette* within 14 days after this Act takes effect, the planned expenditure from the Human Settlements Development Grant, for the 2014/15 financial year, the 2015/16 financial and the 2016/17 financial year per municipality with level one or level two accreditation. 10

(b) The planned expenditure must indicate the expenditure to be undertaken directly by the province and transfers to each municipality.

Duties of receiving officer in respect of infrastructure conditional allocations to provinces 15

13. (1) The receiving officer of the Education Infrastructure Grant, Health Facility Revitalisation Grant or Provincial Roads Maintenance Grant must—

- (a) provide the relevant provincial treasury with a list of all infrastructure projects for education, health and roads over the medium term expenditure framework for tabling in the provincial legislature with the provincial Appropriation Bill in the format determined by the National Treasury; 20
- (b) within seven days after the tabling in the legislature, submit the list to the transferring national officer and the National Treasury; and
- (c) submit to the transferring national officer, the relevant provincial treasury and the National Treasury any amendment to the list and the reason for the amendment and table the amended list with the provincial Adjustments Appropriation Bill. 25

(2) The receiving officer of the Education Infrastructure Grant or Health Facility Revitalisation Grant must—

- (a) submit to the transferring national officer, relevant provincial treasury and the National Treasury, in the format and on the date determined by the National Treasury, a document which sets out the infrastructure delivery management system by indicating the roles and responsibilities of the relevant provincial departments regarding infrastructure delivery and is approved by the Executive Council of the province; 30
- (b) on a quarterly basis, submit to the transferring national officer, relevant provincial treasury and the National Treasury, a report on the filling of posts on the approved establishment for the infrastructure unit of the affected provincial department in a format determined by the National Treasury; 35
- (c) report on all infrastructure expenditure partially or fully funded by the grant to the transferring national officer, relevant provincial treasury and the National Treasury in the format and on the date determined by the National Treasury; 40
- (d) maintain a database of every contract that is partially or fully funded by the grant and, if the contract is above the specified tender value, ensure that it is recorded in the register of projects in terms of section 22(3) of the Construction Industry Development Board Act, 2000 (Act No. 38 of 2000); 45

- (e) ensure that infrastructure projects comply with construction industry best practise standards and guidelines, as identified and approved by the National Treasury; and
- (f) within two months after the end of the 2014/15 financial year—
 - (i) evaluate the financial and non-financial performance of the province in respect of programmes partially or fully funded by the grant based on the infrastructure budget of the province; and
 - (ii) submit the evaluation to the transferring national officer, the relevant provincial treasury and the National Treasury.

Duties of receiving officer in respect of infrastructure conditional allocations to metropolitan municipalities

- 14.** (1) The receiving officer of a metropolitan municipality must, by 30 May 2014, submit to the National Treasury a built environment performance plan that includes all projects partially or fully funded by—
- (a) the Integrated City Development Grant, Urban Settlements Development Grant, Public Transport Infrastructure Grant, Neighbourhood Development Partnership Grant or Integrated National Electrification Programme Grant; and
 - (b) money allocated for the Human Settlements Development Grant received from a national department or a province.
- (2) The built environment performance plan, referred to in subsection (1), must—
- (a) be in the format determined by the National Treasury;
 - (b) include the following information for each project for the period of the medium term expenditure framework:
 - (i) Project name;
 - (ii) budgeted value of the project;
 - (iii) sources of funding for the project; and
 - (iv) location of the project with respect to the municipality's integration zones; and
 - (c) be approved by its municipal council.

Duties in respect of annual financial statements and annual reports for 2014/15

- 15.** (1) The 2014/15 financial statements of a national department responsible for transferring an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation—
- (a) indicate the total amount of that allocation transferred to a province or municipality;
 - (b) indicate any transfer withheld or stopped in terms of section 18 or 19 in respect of each province or municipality and the reason for the withholding or stopping;
 - (c) indicate any reallocations by the National Treasury in terms of section 20;
 - (d) certify that all transfers to a province or municipality were deposited into the primary bank account of a province or municipality; and
 - (e) indicate the funds, if any, utilised for the administration of the allocation by the receiving officer.
- (2) The 2014/15 annual report of a national department responsible for transferring an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation indicate—
- (a) the reasons for the withholding or stopping of all transfers to a province or municipality in terms of section 18 or 19;

- (b) the extent that compliance with this Act by provinces or municipalities were monitored;
- (c) the extent that the allocation achieved its objectives and outputs; and
- (d) any non-compliance with this Act, and the steps taken to address the non-compliance. 5
- (3) The 2014/15 financial statements of a provincial department responsible for receiving an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation—
- (a) indicate the total amount of all allocations received;
- (b) indicate the total amount of actual expenditure on each Schedule 5 or 7 allocation; and 10
- (c) certify that all transfers of allocations in Schedules 4, 5 and 7 to the province were deposited into the primary bank account of the province.
- (4) The 2014/15 annual report of a provincial department receiving an allocation in Schedule 4, 5 or 7 must, in addition to any requirement of any other legislation— 15
- (a) indicate the extent that the provincial department complied with this Act;
- (b) indicate the steps taken to address non-compliance with this Act;
- (c) indicate the extent that the allocation achieved its objectives and outputs;
- (d) contain any other information that may be specified in the framework for the allocation; and 20
- (e) contain such other information as the National Treasury may determine.
- (5) The 2014/15 financial statements and annual report of a municipality receiving an allocation in Schedule 4, 5 or 7 must be prepared in accordance with the Municipal Finance Management Act.
- (6) The National Treasury may determine how transferring national officers and receiving officers report on conditional allocations to municipalities on a quarterly basis to facilitate the audit of the allocations for the 2014/15 financial year. 25

Part 3

Matters relating to Schedule 4 to 7 allocations

Publication of allocations and frameworks 30

- 16.** (1) The National Treasury must, within 14 days after this Act takes effect, publish by notice in the *Gazette*—
- (a) the conditional allocations per municipality for Part B of Schedule 5 allocations;
- (b) the indicative conditional allocations per province for Part A of Schedule 6 allocations and per municipality for Part B of Schedule 6 allocations; and 35
- (c) the framework for each conditional allocation in Schedules 4 to 7.
- (2) For purposes of correcting an error or omission in an allocation or framework or amending an indicative conditional allocation for Schedule 6, published in terms of subsection (1), the National Treasury must— 40
- (a) after consultation with or at the written request of a transferring national officer; and
- (b) in the case of a proposed amendment of a framework, after submitting the proposed amendment to Parliament for comment for a period of 14 days when Parliament is in session, 45
- by notice in the *Gazette* amend the affected allocation or framework.
- (3) An amendment in terms of subsection (2) takes effect on the date of publication of the notice in the *Gazette*.

Expenditure in terms of purpose and subject to conditions

17. (1) Despite anything to the contrary in any other legislation, an allocation referred to in Schedules 4 to 7 may only be utilised for the purpose stipulated in the Schedule concerned and in accordance with the applicable framework.

(2) A receiving officer may not transfer any portion of a Schedule 5 allocation to any other organ of state for the performance of a function to be funded by the allocation, unless before the transfer is made, the receiving officer and the organ of state agree to a payment schedule and the National Treasury approves the agreed payment schedule and—

(a) the transfer—

(i) is approved in the budget for the receiving provincial department or municipality; or

(ii) if not so approved—

(aa) the receiving officer notifies the National Treasury that the purpose of the transfer is not to artificially inflate the expenditure estimates of the relevant provincial department or municipality and indicates the reasons for the transfer; and

(bb) the National Treasury approves the transfer; or

(b) the transfer is for the payment for services or goods procured in accordance with the supply chain management policy or procurement policy of the relevant province or municipality and, if it is an advance payment, paragraph (a)(ii) applies with the necessary changes.

(3) For purposes of the implementation of a Schedule 6 allocation to a municipality—

(a) Eskom Holdings Limited may receive funds directly from the transferring national officer of the Department of Energy;

(b) a water board, as defined in section 1 of the Water Services Act, 1997 (Act No. 108 of 1997), may receive funds directly from the transferring national officer of the Department of Water Affairs or the Department of Human Settlements.

(4) (a) For purposes of the Human Settlements Development Grant, a receiving officer and a municipality with level one, two or three accreditation as at 1 April 2014, must, by the date determined by the National Treasury, comply with subsection (2) by—

(i) entering into a payment schedule; and

(ii) submitting the payment schedule to the National Treasury for approval.

(b) If a municipality receives accreditation after 1 April 2014, the National Treasury may approve that paragraph (a) applies.

(c) If the transfer of the Human Settlements Development Grant to a municipality with level three accreditation is withheld or stopped in terms of section 18 or 19, the receiving officer must request the National Treasury to amend the payment schedule in terms of section 24.

(5) If a function partially or fully funded by the Human Settlements Development Grant is assigned by a province to a municipality having a level 3 accreditation, as envisaged in section 10 of the Municipal Systems Act—

(a) funds from that Grant for the province for the function must be stopped in terms of section 19 and reallocated in terms of section 20 to the municipality which has been assigned the function;

(b) any project or contract regarding the function must, if possible, be finalised by the province before the date the function is assigned and, if not finalised, the province must notify the relevant municipality and the National Treasury;

(c) any project or contract regarding the function not finalised at the date at which the function is assigned, must be subjected to an external audit and the

province and the municipality must enter into an agreement to cede to the municipality all contracts related to the function;

- (d) money that is retained by the province for any contract related to the function that is not ceded to the municipality must be spent by 31 March 2015 and will not be available in terms of section 30 of the Public Finance Management Act or section 29(6)(c); 5
- (e) the receiving officer of the province must submit to the transferring national officer and the National Treasury a list of liabilities attached to the function, that were not transferred to the municipality, within seven days after the function is assigned to provide for the adjustment of the applicable allocations; and 10
- (f) the receiving officer of a municipality assigned the function must, within one month from the date of the stopping of funds in terms of paragraph (a) confirm to the transferring national officer that the planned expenditure submitted by the receiving officer of the province in terms of section 12(6)(a) will be implemented by the municipality or submit revised planned expenditure. 15

(6) If a function is partially or fully funded by the Public Transport Operations Grant, is assigned by a province to a municipality, as envisaged in section 10 of Municipal Systems Act, subsection (5) applies with the necessary changes.

(7) A project funded by the Human Settlements Development Grant that is initiated after 1 April 2014, must be implemented in terms of an agreement with the municipality and aligned to the allocations for the municipality in the applicable framework. 20

Withholding of allocations

18. (1) Subject to subsections (2) and (3), a transferring national officer may withhold the transfer of a Schedule 4 or 5 allocation, or any portion thereof, for a period not exceeding 30 days, if— 25

- (a) the province or municipality does not comply with any provision of this Act;
- (b) roll-overs of conditional allocations approved by the National Treasury in terms of section 21 have not been spent; or
- (c) a satisfactory explanation is not given for significant under-expenditure on previous transfers during the 2014/15 financial year. 30

(2) If an allocation is withheld in terms of subsection (1), it suspends the applicable payment schedule approved in terms of section 23(3) until it is amended in terms of section 24.

(3) The amount withheld in terms of this section in the case of the Health Professions Training and Development Grant or the National Tertiary Services Grant listed in Part A of Schedule 4 may not exceed five per cent of the next transfer as contained in the relevant payment schedule. 35

(4) A transferring national officer must, at least seven working days before withholding an allocation in terms of subsection (1)— 40

- (a) give the relevant receiving officer—
 - (i) notice of the intention to withhold the allocation; and
 - (ii) an opportunity to submit written representations as to why the allocation should not be withheld; and
- (b) inform the relevant provincial treasury and the National Treasury, and in respect of any conditional allocation to a municipality, also the provincial department responsible for local government. 45

(5) A notice envisaged in subsection (4) must include the reasons for withholding the allocation and the intended duration of the withholding to inform the amendment of the payment schedule in terms of section 24. 50

(6) (a) The National Treasury may instruct, or approve a request from, the transferring national officer to withhold an allocation in terms of subsection (1) for a period longer than 30 days, but not exceeding 120 days, if the withholding will—

- (i) facilitate compliance with this Act; or
- (ii) minimise the risk of under-spending.

(b) When requesting the withholding of an allocation in terms of this subsection, a transferring national officer must submit to the National Treasury proof of compliance with subsection (4) and any representations received from the receiving officer. 5

(c) The transferring national officer must again comply with subsection (4) when the National Treasury instructs or approves a request by the transferring national officer in terms of paragraph (a).

Stopping of allocations

19. (1) Despite section 18, the National Treasury may, in its discretion or on request of a transferring national officer or receiving officer, stop the transfer of a Schedule 4 or 5 allocation, or a portion thereof, to a province or municipality—

- (a) on the grounds of persistent and material non-compliance with this Act;
- (b) if the National Treasury anticipates that a province or municipality will substantially underspend on the allocation, or any programme partially of fully funded by the allocation, in the 2014/15 financial year; 15
- (c) for purposes of the assignment of a function from a province to a municipality, as envisaged in section 10 of the Municipal Systems Act; or
- (d) if a province implementing an infrastructure project does not comply with construction industry best practise standards and guidelines, as identified and approved by the National Treasury. 20

(2) The National Treasury must, before stopping an allocation in terms of subsection (1)(a), (b) or (d)—

- (a) comply with the procedures in section 18(4)(a), and in respect of a municipality, also with section 38 of the Municipal Finance Management Act; 25
and
- (b) inform the relevant provincial treasury of its intention to stop the allocation.

(3) The National Treasury must give notice in the *Gazette* of the stopping of an allocation in terms of this section and include in the notice the effective date of, and reason for, the stopping. 30

(4) (a) The National Treasury may, by notice in the *Gazette*, approve that an allocation, or any portion thereof, stopped in terms of subsection (1)(a), (b) or (d), be utilised to meet any outstanding statutory or contractual financial commitment of the province or municipality in question.

(b) The utilisation of funds envisaged in this subsection is a direct charge against the National Revenue Fund. 35

Reallocation of funds

20. (1) When a Schedule 4 or 5 allocation or a portion thereof is stopped in terms of section 19(1)(a), (b) or (d), the National Treasury may, after consultation with the transferring national officer and the relevant provincial treasury, determine the portion of the allocation to be reallocated, as the same type of allocation as it was allocated originally, to one or more provinces or municipalities, on condition that the allocation must be spent by the end of the 2014/15 financial year or the 2015/16 financial year. 40

(2) (a) When a Schedule 4 or 5 allocation, or a portion thereof, is stopped in terms of section 19(1)(c), the National Treasury must, after consultation with the transferring national officer and the relevant provincial treasury, determine the portion of the allocation to be reallocated, as the same type of allocation as it was allocated originally, to the affected municipalities, on condition that the allocation must be spent by the end of the 2014/15 financial year or the 2015/16 financial year. 45

(b) The portion of the allocation reallocated in terms of paragraph (a) is, with effect from the notice in the *Gazette* in terms of subsection (3)(a) regarded as having been converted to an allocation in Part B of the same Schedule it appears before the re-allocation.

(3) (a) The National Treasury must—

- (i) give notice in the *Gazette* of a reallocation; and 5
- (ii) provide a copy of the notice to the transferring national officer and each affected receiving officer.

(b) The reallocation of an allocation or a portion thereof on condition that it must be spent by the end of the 2015/16 financial year, must be regarded as a roll-over approved by the National Treasury in terms of section 22(2), and any regulations or instructions regarding the process for roll-overs, made or issued in terms of section 76 of the Public Finance Management Act, do not apply. 10

(4) (a) When an intervention in terms of section 100 or 139 of the Constitution or section 137, 139 or 150 of the Municipal Finance Management Act takes place, the National Treasury may, despite subsection (1) and on such conditions as it may determine, authorise in relation to— 15

- (i) section 100 of the Constitution, the transferring national officer to spend an allocation stopped in terms of section 19 on behalf of the relevant province;
- (ii) section 139 of the Constitution or section 137 or 139 of the Municipal Finance Management Act, the intervening province to spend an allocation stopped in terms of section 19 of this Act on behalf of the relevant municipality; or 20
- (iii) section 150 of the Municipal Finance Management Act, the relevant transferring national officer to spend an allocation stopped in terms of section 19 on behalf of the relevant municipality.

(b) An allocation that is spent by the transferring national officer or intervening province referred to in paragraph (a) must, for the purposes of this Act, be regarded as a Schedule 6 allocation from the date on which the authorisation is given. 25

(5) (a) If it is unlikely that a conditional allocation related to infrastructure in Schedule 4, 5 or 6, or a portion thereof, will be spent by the end of the 2014/15 financial year, the National Treasury may, after consultation with the transferring national officer and the national department responsible for local government, authorise that any part of the likely unspent portion of the allocation be reallocated to pay for the reconstruction and rehabilitation of infrastructure damage caused by a disaster. 30

(b) The reallocated funds must be utilised in the 2014/15 financial year and for the same conditional allocation and the same province or municipality to which the allocation was originally made. 35

(c) The transferring national officer must determine the conditions for spending the reallocated funds, after consultation with the national department responsible for local government and with the approval of the National Treasury.

Conversion of allocations 40

21. (1) If satisfied that—

- (a) the conversion will prevent under-expenditure or improve the level of service delivery in respect of the allocation in question; and
- (b) the affected national or provincial department or municipality has demonstrated the capacity to implement projects, 45

the National Treasury may, in its discretion after consultation with the relevant transferring national officer or at the request of the transferring national officer or the affected receiving officer, convert any portion of—

- (i) an allocation listed in Part B of Schedule 4 or 5 to one listed in Part B of Schedule 6; 50
- (ii) an allocation listed in Part B of Schedule 6 to one listed in Part B of Schedule 5;

- (iii) the School Infrastructure Backlogs Grant to the Education Infrastructure Grant;
 - (iv) the National Health Grant listed in Part A of Schedule 6 to the Health Facility Revitalisation Grant or the National Health Insurance Grant listed in Part A of Schedule 5; 5
 - (v) the Public Transport Infrastructure Grant to the Public Transport Network Operations Grant;
 - (vi) the Public Transport Network Operations Grant to the Public Transport Infrastructure Grant; or
 - (vii) the Human Settlements Development Grant listed in Part A of Schedule 6 to the Human Settlements Development Grant listed in Part A of Schedule 5. 10
- (2) Any portion of an allocation converted in terms of subsection (1) must be utilised for the same province or municipality to which the allocation was originally made.
- (3) The National Treasury must—
- (a) give notice in the *Gazette* of a conversion in terms of subsection (1); and 15
 - (b) provide a copy of the notice to the transferring national officer and each affected receiving officer.
- (4) A conversion in terms of subsection (1) takes effect on the date of publication of the notice in terms of subsection (3)(a).

Unspent conditional allocations 20

- 22.** (1) Despite anything to the contrary in the Public Finance Management Act or the Municipal Finance Management Act, any conditional allocation, or a portion thereof, that is not spent at the end of the 2014/15 financial year reverts to the National Revenue Fund, unless the roll-over of the allocation is approved in terms of subsection (2).
- (2) The National Treasury may, at the request of a transferring national officer, receiving officer or provincial treasury, approve a roll-over of a conditional allocation to the 2015/16 financial year if the unspent funds are committed to identifiable projects. 25
- (3) (a) The receiving officer must ensure that any funds that must revert to the National Revenue Fund in terms of subsection (1), are paid into that Fund by the date determined by the National Treasury. 30
- (b) The receiving officer must—
- (i) in the case of a provincial department, request the roll-over of unspent funds through its provincial treasury; and
 - (ii) inform the transferring national officer of all processes regarding the request.
- (4) The National Treasury may, subject to subsection (5), offset any funds that must 35 revert to the National Revenue Fund in terms of subsection (1), not paid into that Fund by the date determined in terms of subsection (3)(a)—
- (a) in the case of a province, against future advances for conditional allocations to that province; or
 - (b) in the case of a municipality, against future advances for the equitable share or conditional allocations to that municipality. 40
- (5) Before any funds are offset in terms of subsection (4), the National Treasury must give the relevant transferring national officer, province or municipality—
- (a) notice of the intention to offset amounts against future advances for allocations, the intended amount to be offset against allocations and the 45 reasons for the offsetting; and
 - (b) an opportunity, within 14 days of receipt of the notice, to—

- (i) submit written representations and other written proof that the allocation, or a portion thereof, was either spent in terms of the relevant framework or is committed to identifiable projects;
- (ii) propose alternative means acceptable to the National Treasury by which the unspent allocations can be paid into the National Revenue Fund; and 5
- (iii) propose an alternative payment schedule in terms of which the unspent allocations will be paid into the National Revenue Fund.

CHAPTER 4

MATTERS RELATING TO ALL ALLOCATIONS

Payment schedule 10

23. (1) (a) The National Treasury must, after consultation with the accounting officer of the provincial treasury, determine the payment schedule for the transfer of a province's equitable share allocation.

(b) In determining the payment schedule, the National Treasury must take into account the monthly expenditure commitments of provinces and seek to minimise risk and debt servicing costs for national and provincial government. 15

(c) Despite paragraph (a), the National Treasury may, for cash management purposes relating to the corporation for public deposits account or when an intervention in terms of section 100 of the Constitution takes place, on such conditions as it may determine, advance funds to a province in respect of its equitable share or a portion of it which has not yet fallen due for transfer in terms of the payment schedule. 20

(d) Any advances in terms of paragraph (c) must be offset against transfers to the province which would otherwise become due in terms of the payment schedule.

(2) (a) The National Treasury must, after consultation with the accounting officer of the national department responsible for local government, determine the payment schedule for the transfer of a municipality's equitable share allocation. 25

(b) Despite paragraph (a), National Treasury may approve a request or direct that the equitable share or a portion of the equitable share which has not yet fallen due for transfer in terms of the payment schedule, be advanced to a municipality—

- (i) after consultation with the accounting officer of the national department responsible for local government; 30
- (ii) for purposes of cash management in the municipality or an intervention in terms of section 139 of the Constitution or section 137, 139 or 150 of the Municipal Finance Management Act; and
- (iii) on such conditions as it may determine. 35

(c) Any advances in terms of paragraph (b) must be offset against transfers to the municipality which would otherwise become due in terms of the payment schedule.

(3) (a) Subject to section 28(1), the National Treasury must, within 14 days after this Act takes effect, approve the payment schedule for the transfer of an allocation listed in Schedule 4 or 5 to a province or municipality. 40

(b) The transferring national officer of a Schedule 4 or 5 allocation must submit a payment schedule to the National Treasury for approval before the first transfer is made.

(c) Before the submission of a payment schedule in terms of paragraph (b), the transferring national officer must, in relation to a Schedule 4 or 5 allocation, consult the relevant receiving officer. 45

(4) The transferring national officer of a Schedule 4 or 5 allocation must provide the receiving officer and the relevant provincial treasury with a copy of the approved payment schedule before making the first transfer in terms thereof.

(5) The transfer of a Schedule 4 or 5 allocation to a municipality must accord with the financial year of the municipality.

Amendment of payment schedule

24. (1) (a) Subject to subsection (2), a transferring national officer of a Schedule 4 or 5 allocation must, within seven days of the withholding or stopping of an allocation in terms of section 18 or 19, submit an amended payment schedule to the National Treasury for approval. 5

(b) No transfers may be made until the National Treasury has approved the amended payment schedule.

(2) For purposes of better debt and cash-flow management or addressing financial mismanagement or financial misconduct or slow or accelerated expenditure, the National Treasury may amend any payment schedule for an allocation listed in Schedule 2, 3, 4 or 5, after notifying, in the case of— 10

(a) an allocation to a province, the accounting officer of the provincial treasury in question; 15

(b) an allocation to a municipality, the accounting officer of the national department responsible for local government;

(c) a Schedule 4 or 5 allocation, the relevant transferring national officer.

(3) The amendment of a payment schedule in terms of subsection (1) or (2) must take into account— 20

(a) the monthly expenditure commitments of provinces or municipalities;

(b) the revenue at the disposal of provinces or municipalities; and

(c) the minimisation of risk and debt servicing costs for all three spheres of government.

(4) The transferring national officer must immediately inform the receiving officer of any amendment to a payment schedule in terms of subsection (1) or (2). 25

Transfers made in error or fraudulently

25. (1) Despite anything to the contrary in any legislation, the transfer of an allocation that is an overpayment to a province, municipality or public entity, made in error or fraudulently, is regarded as not legally due to that province, municipality or public entity, as the case may be. 30

(2) The responsible transferring national officer must, without delay, recover an overpayment referred to subsection (1), unless an instruction has been issued in terms of subsection (3).

(3) The National Treasury may instruct that the recovery referred to in subsection (2) be effected by set-off against future transfers to the affected province, municipality or public entity in terms of a payment schedule. 35

New allocations during financial year and Schedule 7 allocations

26. (1) If further allocations are made to provinces or municipalities, as envisaged in terms of section 6(3), the National Treasury must, before the transfer of any funds to a province or municipality, by notice in the *Gazette* and as applicable— 40

(a) amend any allocation or framework published in terms of section 16(1), as amended in terms of section 16(2);

(b) publish the allocation per municipality for any new Part B of Schedule 5 allocation or the indicative allocation per municipality for any new Part B of Schedule 6 allocation; or 45

(c) publish a framework for any new Schedule 4, 5, 6 or 7 allocation.

(2) Section 16(2) and (3) applies with the necessary changes to allocations and frameworks published in terms of subsection (1).

(3) (a) The transferring national officer may, with the approval of the National Treasury, transfer a Schedule 7 allocation to a province or municipality within a period from three days up to three months following a declared disaster in terms of the conditions of the Disaster Management Act, 2002 (Act No. 57 of 2002). 5

(b) The transferring national officer must notify the relevant provincial treasury and the National Treasury within 14 days of a transfer of a Schedule 7 allocation to a province or municipality.

(c) The National Treasury must publish a Schedule 7 allocation by notice in the *Gazette* within 21 days after being notified in terms of paragraph (b). 10

(d) A Schedule 7 allocation transferred to a province or municipality must be appropriated either in the provincial adjustments appropriation legislation, municipal adjustments budgets or other appropriation legislation.

Preparations for 2015/16 financial year and 2016/17 financial year 15

27. (1) (a) A category C municipality that receives a conditional allocation in terms of this Act must, using the indicative conditional allocations to that municipality for the 2015/16 financial year and the 2016/17 financial year as set out in Column B of the Schedules to this Act, by 2 October 2014—

(i) agree on the provisional allocations and the projects to be funded from those allocations in the 2015/16 financial year and the 2016/17 financial year with each category B municipality within the category C municipality's area of jurisdiction; and 20

(ii) submit to the transferring national officer—
(aa) the provisional allocations referred to in subparagraph (i); and 25
(bb) the projects referred to in subparagraph (i), listed per municipality.

(b) If a category C municipality and a category B municipality cannot agree on the allocations and projects referred to in paragraph (a), the category C municipality must request the relevant transferring national officer to facilitate agreement.

(c) The transferring national officer must take all necessary steps to facilitate agreement as soon as possible, but no later than 60 days after receiving a request referred to in paragraph (b). 30

(d) Any proposed amendment or adjustment of the allocations that is intended to be published in terms of section 30(3)(b) must be agreed with the relevant category B municipality, the transferring national officer and the National Treasury, before publication and the submission of the allocations referred to in paragraph (a)(ii). 35

(e) If agreement is not reached between the category C municipality and the category B municipality on the provisional allocations and projects referred to in paragraph (a) before 2 October 2014, the National Treasury may determine the provisional allocations and provide those provisional allocations to the affected municipalities and the transferring national officer. 40

(f) (i) The transferring national officer must submit the final allocations based on the provisional allocations referred to in paragraph (a)(i) and (ii) and (e) to the National Treasury by 5 December 2014.

(ii) If the transferring national officer fails to submit the allocations referred to in subparagraph (i) by 5 December 2014, the National Treasury may determine the appropriate allocations, taking into consideration the indicative allocations for the 2015/16 financial year. 45

(2) (a) The transferring national officer of a conditional allocation, using the indicative conditional allocations for the 2015/16 financial year and the 2016/17 financial year as set out in Column B of the affected Schedules to this Act, must, by 2 October 2014, submit to the National Treasury for approval— 50

- (i) the provisional allocations to each province or municipality in respect of new conditional allocations to be made in the 2015/16 financial year;
- (ii) any amendments to the indicative allocations for each province or municipality set out in Column B of the affected Schedules in respect of existing conditional allocations; and 5
- (iii) the draft frameworks for the allocations referred to in subparagraphs (i) and (ii) in the format to be determined by the National Treasury.
- (b) Any proposed amendment or adjustment for the 2015/16 financial year of the allocation criteria of an existing conditional allocation must be agreed with the National Treasury before the submission of the provisional allocations and draft frameworks referred to in paragraph (a)(ii) and (iii). 10
- (c) If the transferring national officer fails to comply with paragraph (a) by 2 October 2014, the National Treasury may determine—
- (i) the provisional allocations in paragraph (a)(i);
- (ii) any amendments to the indicative allocations contemplated in paragraph (a)(ii); and 15
- (iii) the draft frameworks for the allocations referred to in paragraph (a)(iii), and submit the information to the affected provinces or municipalities.
- (d) (i) The transferring national officer must, under his or her signature, submit the final allocations and frameworks based on the provisional allocations and frameworks referred to in paragraph (a)(i) and (ii) to the National Treasury by 5 December 2014. 20
- (ii) The transferring national officer may in writing delegate to an employee of his or her department the signing off envisaged in subparagraph (i), and, in the event of such delegation, a copy of the written delegation must accompany the allocations and frameworks submitted in terms of subparagraph (i). 25
- (iii) If the transferring national officer fails to submit the allocations and frameworks referred to in subparagraph (i) by 5 December 2014, the National Treasury may determine the appropriate allocations and frameworks taking into consideration the indicative allocations for the 2015/16 financial year.
- (3) The National Treasury may instruct transferring national officers, accounting officers of the provincial treasuries and receiving officers to submit to it such plans and information for any conditional allocation as it may determine at specified times before the start of the 2015/16 financial year. 30
- (4) (a) For purposes of the Education Infrastructure Grant or Health Facility Revitalisation Grant in the 2015/16 financial year, the accounting officer of the relevant provincial department must, in the format and on the date determined by the National Treasury, submit to the transferring national officer, the relevant provincial treasury and the National Treasury— 35
- (i) approved project proposals for all projects in the planning stage in the 2015/16 financial year and 2016/17 financial year; and 40
- (ii) approved concept reports for all projects in the design or construction stage in the 2015/16 financial year.
- (b) For purposes of the Education Infrastructure Grant or Health Facility Revitalisation Grant in the 2016/17 financial year, the accounting officer of the relevant provincial department must, in the format and on the date determined by the National Treasury, submit to the transferring national officer, the relevant provincial treasury and the National Treasury— 45
- (i) a user asset management plan for all infrastructure programmes for a period of at least 10 years; and
- (ii) an infrastructure programme management plan including at least a construction procurement strategy for infrastructure programmes or projects envisaged to commence within the period for the medium term expenditure framework. 50

(c) The National Treasury must notify the transferring national officer and the affected provincial departments which infrastructure programmes and projects it will propose for full or partial funding through the grant in the financial years in question.

Transfers before commencement of Division of Revenue Act for 2015/16 financial year

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28. (1) Despite sections 3(2), 7(2) and 8(2), if the Division of Revenue Act for the 2015/16 financial year has not commenced before or on 1 April 2015, the National Treasury may determine that an amount not exceeding 45 per cent of the total amount of each allocation made in terms of section 3(1), 7(1) or 8(1) be transferred to the relevant province or municipality as a direct charge against the National Revenue Fund.

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(2) If an amount of an allocation, made in terms of section 7(1) or 8(1), is transferred in terms of subsection (1), the amount is, with the necessary changes, subject to the applicable framework for the 2014/15 financial year and the other requirements of this Act as if it is an amount of an allocation for the 2014/15 financial year.

CHAPTER 5

15

DUTIES AND POWERS OF MUNICIPALITIES, PROVINCIAL TREASURIES AND NATIONAL TREASURY

Duties of municipalities

29. (1) (a) In addition to the requirements of the Municipal Finance Management Act, the accounting officer of a category C municipality must, within 10 days after this Act takes effect, submit to the National Treasury and all category B municipalities within that municipality's area of jurisdiction, the budget, as tabled in accordance with section 16 of the Municipal Finance Management Act, for the 2014/15 financial year, the 2015/16 financial year and the 2016/17 financial year, except if submitted in terms of any other legislation before the end of the 10 day period.

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(b) The budget must indicate all allocations from its equitable share and conditional allocations to be transferred to each category B municipality within the category C municipality's area of jurisdiction and disclose the criteria for allocating funds between the category B municipalities.

(2) A category C municipality that is providing a municipal service must, before implementing any capital project for water, electricity, roads or any other municipal service, consult the category B municipalities within whose area of jurisdiction the project will be implemented, and agree in writing which municipality is responsible for the operational costs and the collection of user fees.

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(3) A category C municipality must ensure that it does not duplicate a function currently performed by a category B municipality and must transfer funds for the provision of services, including basic services, to the relevant category B municipality that is providing municipal services, despite the fact that—

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(a) the category C municipality retains the function in terms of the Municipal Structures Act; and

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(b) a service delivery agreement for the provision of services by the category B municipality on behalf of the category C municipality has not been concluded.

(4) A category B municipality which is not authorised to perform a function in terms of the Municipal Structures Act may not extend the scope or type of services that it currently provides, without—

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(a) entering into a service delivery agreement with the category C municipality which is authorised to perform the function in terms of the Municipal Structures Act; or

(b) obtaining authorisation to perform the function in terms of the Municipal Structures Act.

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(5) (a) A category C municipality and a category B municipality must, before the commencement of a financial year, agree to a payment schedule in respect of the allocations referred to in subsection (1)(b) to be transferred to the category B municipality in that financial year, and the category C municipality must submit that payment schedule to the National Treasury before the commencement of the financial year. 5

(b) A category C municipality must make transfers in accordance with the payment schedule submitted in terms of paragraph (a).

(6) (a) The National Treasury may withhold or stop any allocation to the category C municipality and reallocate the allocation to the relevant category B municipalities if a category C municipality fails to— 10

- (i) make allocations referred to in subsection (1)(b);
- (ii) reach an agreement envisaged in subsection (2); or
- (iii) submit a payment schedule in accordance with subsection (5)(a).

(b) Sections 18(4) and 19(2), (3) and (4) of this Act and section 216 of the Constitution apply, with the necessary changes, to the withholding or stopping of an allocation in accordance with paragraph (a). 15

(c) If an allocation is stopped in terms of this subsection, the National Treasury may, after consultation with the transferring national officer, determine that a portion of the allocation that will not be spent, be reallocated to one or more municipalities, on condition that the allocation will be spent by the end of the 2014/15 financial year or the 2015/16 financial year. 20

(7) A municipality must ensure that any allocation made to it in terms of this Act, or by a province or another municipality, that is not reflected in its budget as tabled in accordance with section 16 of the Municipal Finance Management Act, is reflected in its budget to be considered for approval in accordance with section 24 of the Municipal Finance Management Act. 25

(8) A municipality with a level three accreditation for the Human Settlements Development Grant must—

- (a) ensure that it reports on financial and non-financial performance related to the requirements specified in the relevant framework; and 30
- (b) submit the reports to the receiving officer, the transferring national officer and the National Treasury.

Duties and powers of provincial treasuries

30. (1) A provincial treasury must reflect allocations listed in Part A of Schedule 5 to the province separately in the appropriation Bill of the province. 35

(2) (a) A provincial treasury must, on the same day that its budget is tabled in the provincial legislature, or a date not later than 14 days after this Act takes effect, approved by the National Treasury, publish by notice in the *Gazette*—

- (i) the indicative allocation per municipality for every allocation to be made by the province to municipalities from the province's own funds; 40
- (ii) the indicative allocation to be made per school and per hospital in the province;
- (iii) the indicative allocation to any national or provincial public entity for the implementation of a programme funded by an allocation in Part A of Schedule 5 on behalf of a province or for assistance provided to the province in implementing such a programme; 45
- (iv) the envisaged division of the allocation envisaged in subparagraphs (i) and (ii), in respect of each municipality, school and hospital, for the 2015/16 financial year and the 2016/17 financial year; 50
- (v) the conditions and other information in respect of the allocations referred to in subparagraphs (i), (ii) and (iii) to facilitate performance measurement and the use of required inputs and outputs; and
- (vi) the budget of each school and each hospital in a format determined by the National Treasury. 55

(b) The allocations and budgets referred to in paragraph (a) must be regarded as final when the provincial appropriation Act takes effect.

(c) If the provincial legislature amends its appropriation Bill, the provincial treasury must publish amended allocations and budgets by notice in the *Gazette* within 14 days after the appropriation Act takes effect, and those allocations and budget must be regarded as final.

(3) (a) Despite subsection (2) or any other legislation, a provincial treasury may, in accordance with a framework determined by the National Treasury, amend the allocations referred to in subsection (2) or make additional allocations to municipalities that were not published in terms of subsection (2). 5

(b) Any amendments to the allocations published in terms of subsection (2)(a) or (c) must be published by notice in the *Gazette* not later than 14 February 2015 and takes effect on the date of the publication. 10

(4) A provincial treasury must, as part of its report in terms of section 40(4)(b) and (c) of the Public Finance Management Act, in the format determined by the National Treasury, report on—

(a) actual transfers received by the province from national departments; 15

(b) actual expenditure on such allocations, excluding Schedule 4 allocations, up to the end of that month; and

(c) actual transfers made by the province to municipalities and public entities, and actual expenditure by municipalities and public entities on such allocations, based on the latest information available from municipalities and public entities at the time of reporting. 20

(5) (a) A provincial treasury must—

(i) ensure that a payment schedule is agreed between each provincial department and receiving institution envisaged in subsection (2)(a);

(ii) ensure that transfers are made promptly to the relevant receiving officer in terms of the agreed payment schedule; and 25

(iii) submit the payment schedules to the National Treasury within 14 days after this Act takes effect.

(b) If a provincial department and receiving institution do not agree to a payment schedule in time for submission to the National Treasury, the provincial treasury must, after consultation with the transferring national officer, determine the payment schedule. 30

(6) If a provincial treasury fails to make a transfer in terms of subsection (5)(a), the relevant receiving officer may request the provincial treasury to immediately make the transfer or to provide written reasons within three working days as to why the transfer has not been made. 35

(7) If a provincial treasury fails to make the transfer requested by the receiving officer or provide reasons in terms of subsection (6), or the receiving officer disputes the reasons provided by the provincial treasury as to why the transfer has not been made, the receiving officer may request the National Treasury to investigate the matter.

(8) On receipt of a request in terms of subsection (7), the National Treasury must— 40

(a) consult the transferring national officer on the matter;

(b) investigate the matter, assess any reasons given by the provincial treasury as to why the transfer was not made;

(c) direct the provincial treasury to immediately effect the transfer or provide reasons to the receiving officer confirming why the provincial treasury was correct in not making the transfer; and 45

(d) advise the provincial treasury and the receiving officer as to what steps must be taken to ensure the transfer.

Duties and powers of National Treasury

31. (1) The National Treasury must, within 14 days after this Act takes effect, submit a notice to all transferring national officers containing the details of the primary bank accounts of each province and municipality.

(2) The National Treasury must, together with the statement envisaged in section 32(2) of the Public Finance Management Act, publish a report on actual transfers of all allocations listed in Schedules 4, 5, 6 and 7 or made in terms of section 26. 5

(3) The National Treasury may, in any report it publishes that aggregates statements published by provincial treasuries envisaged in section 71(7) of the Municipal Finance Management Act, and in any report in respect of municipal finances, include a report on the equitable share and conditional allocations provided for in this Act. 10

CHAPTER 6

GENERAL

Allocations by public entities to provinces or municipalities

32. The accounting officer of a provincial department or municipality that receives funds from a public entity as a grant, sponsorship or donation must disclose in its financial statements the purpose and amount thereof. 15

Liability for costs incurred in violation of principles of cooperative governance and intergovernmental relations

33. (1) An organ of state involved in an intergovernmental dispute regarding any provision of this Act or any division of revenue matter or allocation must, before approaching a court to resolve such dispute, make every effort to settle the dispute with the other organ of state concerned, including exhausting all mechanisms provided for the settlement of disputes in relevant legislation. 20

(2) If a dispute is referred back by a court in accordance with section 41(4) of the Constitution, due to the court not being satisfied that the organ of state approaching the court has complied with subsection (1), the expenditure incurred by that organ of state in approaching the court must be regarded as fruitless and wasteful. 25

(3) The amount of any such fruitless and wasteful expenditure must, in terms of the applicable procedures in the Public Finance Management Act or the Municipal Finance Management Act, be recovered without delay from the person who caused the organ of state not to comply with subsection (1). 30

Irregular expenditure

34. The following transfers must be regarded as irregular expenditure in terms of the Public Finance Management Act or the Municipal Finance Management Act, as the case may be: 35

- (a) A transfer prohibited in terms of section 17(2);
- (b) a transfer by a transferring national officer to a bank account of a province or municipality that is not the primary bank account;
- (c) a transfer envisaged in section 25(1); or 40
- (d) a transfer made or expenditure of an allocation in contravention of this Act.

Financial misconduct

35. (1) Despite anything to the contrary in any other legislation, any wilful or negligent non-compliance with a provision of this Act constitutes financial misconduct.

(2) Section 84 of the Public Finance Management Act or section 171 of the Municipal Finance Management Act, as the case may be, applies in respect of financial misconduct envisaged in subsection (1). 5

Delegations and assignments

36. (1) The Minister may, in writing, delegate any of the powers entrusted to, and assign any of the duties imposed on, the National Treasury in terms of this Act, to an official of the National Treasury. 10

(2) A delegation or assignment in terms of subsection (1) to an official of the National Treasury—

- (a) is subject to any limitations or conditions that the Minister may impose;
- (b) may authorise that official to subdelegate, in writing, the delegated power or assigned duty to any other official of the National Treasury; and 15
- (c) does not divest the National Treasury of the responsibility concerning the exercise of the delegated power or the performance of the assigned duty.

(3) The Minister may vary or revoke any decision taken by an official as a result of a delegation, subject to any rights that may have vested as a consequence of the decision.

(4) (a) A Member of the Executive Council responsible for finance in a province may, in writing, delegate any power entrusted to, and assign any duty imposed on, the provincial treasury in terms of this Act, to an official of the provincial treasury. 20

(b) Subsections (2) and (3) apply with the necessary changes to a delegation or assignment in terms of paragraph (a).

Exemptions 25

37. (1) The Minister may, if good grounds exist, approve a departure from a provision of a framework, a regulation made under section 38 or a condition imposed in terms of this Act.

(2) For purposes of subsection (1), good grounds include the fact that the provision of the framework, regulation or condition— 30

- (a) cannot be implemented in practice;
- (b) impede the achievement of any object of this Act; or
- (c) undermines the financial viability of the affected national or provincial department or municipality.

(3) Any departure approved in terms of subsection (1) must set out the period and conditions of the departure, if any, and must be published by notice in the *Gazette*. 35

Regulations

38. The Minister may, by notice in the *Gazette*, make regulations regarding—

- (a) anything which must or may be prescribed in terms of this Act; or
- (b) any ancillary or incidental administrative or procedural matter that it is necessary to prescribe for the proper implementation or administration of this Act. 40

Repeal of laws

- 39.** (1) Subject to subsection (2)—
- (a) the Division of Revenue Act, 2013 (Act No. 2 of 2013), except sections 16 and 26; and
 - (b) the Division of Revenue Amendment Act, 2013 (Act No. 29 of 2013), is hereby repealed. 5
- (2) The repeal of the Division of Revenue Act, 2013, does not affect—
- (a) any duty to be performed in terms of that Act after the end of the 2014/15 financial year; and
 - (b) any obligation set out in that Act, the execution of which is still outstanding. 10

Short title and commencement

40. This Act is called the Division of Revenue Act, 2014, and takes effect on 1 April 2014 or the date of publication in the *Gazette*, whichever is the later date.

SCHEDULE 1

EQUITABLE DIVISION OF REVENUE RAISED NATIONALLY AMONG
THE THREE SPHERES OF GOVERNMENT

Spheres of Government	Column A	Column B	
	2014/15 Allocation	Forward Estimates	
		2015/16	2016/17
	R'000	R'000	R'000
National ^{1,2}	735 604 179	794 415 136	858 716 824
Provincial	362 468 075	387 967 462	412 038 815
Local	44 490 145	50 207 698	52 868 706
TOTAL	1 142 562 399	1 232 590 296	1 323 624 345

- National share includes conditional allocations to provincial and local spheres, general fuel levy sharing with metropolitan municipalities, debt-service costs and the contingency reserve*
- The direct charges for the provincial equitable share are netted out*

SCHEDULE 2

DETERMINATION OF EACH PROVINCE'S EQUITABLE SHARE OF THE
PROVINCIAL SPHERE'S SHARE OF REVENUE RAISED NATIONALLY
(as a direct charge against the National Revenue Fund)

Province	Column A	Column B	
	2014/15 Allocation	Forward Estimates	
		2015/16	2016/17
	R'000	R'000	R'000
Eastern Cape	52 154 185	55 389 093	57 876 235
Free State	20 883 346	22 223 230	23 158 399
Gauteng	68 672 720	74 214 209	80 243 782
KwaZulu-Natal	78 138 477	83 347 554	87 887 479
Limpopo	43 274 194	46 108 942	48 621 896
Mpumalanga	29 354 919	31 448 977	33 727 900
Northern Cape	9 651 945	10 276 650	10 941 191
North West	24 706 979	26 527 825	28 385 986
Western Cape	35 631 310	38 430 982	41 195 947
TOTAL	362 468 075	387 967 462	412 038 815

SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
EASTERN CAPE				
A	BUF Buffalo City	656 674	653 273	641 160
A	NMA Nelson Mandela Bay	761 606	771 725	785 837
B	EC101 Camdeboo	40 950	43 380	43 906
B	EC102 Blue Crane Route	42 429	44 635	44 191
B	EC103 Ikwezi	18 211	20 719	21 114
B	EC104 Makana	72 184	75 677	76 030
B	EC105 Ndlambe	64 894	72 961	76 514
B	EC106 Sundays River Valley	46 351	55 166	59 358
B	EC107 Baviaans	20 481	23 535	24 202
B	EC108 Kouga	66 129	81 630	91 004
B	EC109 Kou-Kamma	33 884	37 570	39 380
C	DC10 Cacadu District Municipality	80 008	86 220	88 260
Total: Cacadu Municipalities		485 521	541 493	563 959
B	EC121 Mbhashe	162 715	209 526	211 432
B	EC122 Mnquma	191 206	234 322	233 214
B	EC123 Great Kei	36 762	42 276	41 659
B	EC124 Amahlathi	105 384	124 108	121 899
B	EC126 Ngqushwa	71 805	82 952	81 457
B	EC127 Nkonkobe	106 485	130 370	129 803
B	EC128 Nxuba	23 789	26 569	26 266
C	DC12 Amathole District Municipality	663 551	699 665	741 553
Total: Amatole Municipalities		1 361 697	1 549 788	1 587 283
B	EC131 Inxuba Yethemba	40 564	40 812	38 419
B	EC132 Tsolwana	31 320	38 783	39 422
B	EC133 Inkwanca	21 231	25 082	25 314
B	EC134 Lukhanji	118 301	127 277	125 368
B	EC135 Intsika Yethu	115 999	146 291	147 367
B	EC136 Emalahleni	92 038	116 794	118 123
B	EC137 Engcobo	103 995	134 274	135 782
B	EC138 Sakhisizwe	48 625	59 556	59 591
C	DC13 Chris Hani District Municipality	413 744	446 891	479 451
Total: Chris Hani Municipalities		985 817	1 135 760	1 168 837
B	EC141 Elundini	101 878	132 254	134 621
B	EC142 Senqu	110 942	135 923	136 091
B	EC143 Maletswai	25 392	27 431	27 599
B	EC144 Gariiep	26 296	27 589	26 766
C	DC14 Joe Gqabi District Municipality	194 848	213 968	229 780
Total: Joe Gqabi Municipalities		459 356	537 165	554 857
B	EC153 Ngquza Hill	153 542	200 006	202 325
B	EC154 Port St Johns	93 453	120 820	122 183
B	EC155 Nyandeni	169 496	216 524	218 793
B	EC156 Mhlontlo	127 895	159 395	158 578
B	EC157 King Sabata Dalindyebo	206 246	250 585	254 143
C	DC15 O.R. Tambo District Municipality	552 334	622 004	673 550
Total: O.R. Tambo Municipalities		1 302 966	1 569 334	1 629 572
B	EC441 Matatiele	138 979	176 035	176 741
B	EC442 Umzimvubu	136 168	169 714	168 943
B	EC443 Mbizana	145 251	181 912	181 688
B	EC152 Ntabankulu	79 930	99 000	98 423
C	DC44 Alfred Nzo District Municipality	344 812	372 946	396 351
Total: Alfred Nzo Municipalities		845 140	999 607	1 022 146
Total: Eastern Cape Municipalities		6 858 777	7 758 145	7 953 651

SCHEDULE 3

DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
FREE STATE				
A	MAN Mangaung	603 581	594 328	586 994
B	FS161 Letsemeng	50 185	49 845	47 031
B	FS162 Kopanong	82 502	78 397	70 209
B	FS163 Mohokare	52 966	54 825	53 784
B	FS171 Naledi	39 311	40 935	40 215
C	DC16 Xhariep District Municipality	27 876	30 784	31 295
Total: Xhariep Municipalities		252 840	254 786	242 534
B	FS181 Masilonyana	84 850	88 282	86 079
B	FS182 Tokologo	43 895	44 749	43 070
B	FS183 Tswelopele	62 071	62 467	58 962
B	FS184 Matjhabeng	416 018	401 882	376 369
B	FS185 Nala	126 199	120 751	108 164
C	DC18 Lejweleputswa District Municipality	104 747	110 512	112 236
Total: Lejweleputswa Municipalities		837 780	828 643	784 880
B	FS191 Setsoto	165 381	166 155	157 681
B	FS192 Dihlabeng	131 369	132 147	129 132
B	FS193 Nketoana	79 011	80 443	77 909
B	FS194 Maluti-a-Phofung	392 154	450 848	465 695
B	FS195 Phumelela	58 325	60 252	58 855
B	FS196 Mantsopa	67 921	69 105	66 730
C	DC19 Thabo Mofutsanyana District Municipality	86 946	97 079	98 845
Total: Thabo Mofutsanyana Municipalities		981 107	1 056 029	1 054 847
B	FS201 Moqhaka	167 294	169 819	165 644
B	FS203 Ngwathe	160 231	165 946	163 623
B	FS204 Metsimaholo	107 542	115 040	123 386
B	FS205 Mafube	76 678	78 521	76 194
C	DC20 Fezile Dabi District Municipality	137 551	140 157	142 149
Total: Fezile Dabi Municipalities		649 296	669 483	670 996
Total: Free State Municipalities		3 324 604	3 403 269	3 340 251

SCHEDULE 3

DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
GAUTENG				
A	EKU Ekurhuleni	2 042 951	2 173 369	2 374 368
A	JHB City of Johannesburg	2 534 723	2 846 914	3 186 449
A	TSH City of Tshwane	1 375 518	1 642 734	1 877 110
B	GT421 Emfuleni	602 144	599 185	594 434
B	GT422 Midvaal	60 716	67 900	76 071
B	GT423 Lesedi	71 665	82 464	91 357
C	DC42 Sedibeng District Municipality	239 539	245 811	250 937
Total: Sedibeng Municipalities		974 064	995 360	1 012 799
B	GT481 Mogale City	238 641	257 793	285 003
B	GT482 Randfontein	100 395	103 247	106 247
B	GT483 Westonaria	113 718	126 795	135 725
B	GT484 Merafong City	175 979	167 895	158 179
C	DC48 West Rand District Municipality	178 344	184 922	189 029
Total: West Rand Municipalities		807 077	840 652	874 183
Total: Gauteng Municipalities		7 734 333	8 499 029	9 324 909

SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
KWAZULU-NATAL				
A	ETH eThekweni	1 990 048	2 097 814	2 244 029
B	KZN211 Vulamehlo	48 657	62 344	62 761
B	KZN212 uMmdoni	43 638	60 153	63 794
B	KZN213 Umzumbe	105 320	127 211	125 847
B	KZN214 uMuziwabantu	59 072	75 863	77 049
B	KZN215 Eziqoleni	34 499	43 308	43 775
B	KZN216 Hibiscus Coast	103 406	124 645	130 213
C	DC21 Ugu District Municipality	319 564	361 255	394 223
Total: Ugu Municipalities		714 156	854 779	897 662
B	KZN221 uMshwathi	69 377	84 554	85 689
B	KZN222 uMngeni	40 229	43 747	46 376
B	KZN223 Mpofana	24 807	27 416	27 516
B	KZN224 Impendle	28 057	32 796	32 722
B	KZN225 Msunduzi	373 541	392 761	413 174
B	KZN226 Mkhambathini	39 424	51 162	52 458
B	KZN227 Richmond	41 243	53 925	55 874
C	DC22 Umgungundlovu District Municipality	366 806	397 401	430 258
Total: Umgungundlovu Municipalities		983 484	1 083 762	1 144 067
B	KZN232 Emnambithi/Ladysmith	118 419	129 021	129 037
B	KZN233 Indaka	67 255	75 582	74 021
B	KZN234 Umtshezi	39 294	49 735	52 011
B	KZN235 Okhahlamba	79 269	98 010	97 758
B	KZN236 Imbabazane	73 871	84 625	82 895
C	DC23 Uthukela District Municipality	286 962	305 091	324 220
Total: Uthukela Municipalities		665 070	742 064	759 942
B	KZN241 Endumeni	37 042	40 991	41 713
B	KZN242 Nquthu	92 161	115 441	115 392
B	KZN244 Msinga	100 755	133 749	136 793
B	KZN245 Umvoti	62 571	84 593	88 553
C	DC24 Umzinyathi District Municipality	213 364	239 080	259 675
Total: Umzinyathi Municipalities		505 893	613 854	642 126
B	KZN252 Newcastle	284 747	296 709	296 695
B	KZN253 Emadlangeni	17 467	21 011	21 210
B	KZ254 Dannhauser	60 118	74 058	73 979
C	DC25 Amajuba District Municipality	112 385	120 708	128 382
Total: Amajuba Municipalities		474 717	512 486	520 266

SCHEDULE 3

DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
B	KZN261 eDumbe	46 398	57 334	57 569
B	KZN262 uPhongolo	76 982	96 330	97 415
B	KZN263 Abaqulusi	95 434	113 865	115 440
B	KZN265 Nongoma	96 234	123 456	123 752
B	KZN266 Ulundi	101 284	127 757	126 931
C	DC26 Zululand District Municipality	297 420	321 220	343 697
Total: Zululand Municipalities		713 752	839 962	864 804
B	KZN271 Umhlabuyalingana	87 707	120 673	124 992
B	KZN272 Jozini	103 677	136 083	138 265
B	KZN273 The Big Five False Bay	22 485	30 910	32 405
B	KZN274 Hlabisa	37 118	49 131	50 132
B	KZN275 Mtubatuba	81 379	116 105	121 442
C	DC27 Umkhanyakude District Municipality	226 251	263 765	290 128
Total: Umkhanyakude Municipalities		558 617	716 667	757 364
B	KZN281 Mfolozi	67 439	93 409	96 596
B	KZN282 uMhlathuze	204 800	227 883	241 990
B	KZN283 Ntambanana	30 881	42 192	42 364
B	KZN284 uMlalazi	110 939	144 684	147 228
B	KZN285 Mthonjaneni	31 674	38 660	38 773
B	KZN286 Nkandla	65 977	82 543	82 178
C	DC28 uThungulu District Municipality	382 129	409 286	442 161
Total: Uthungulu Municipalities		893 839	1 038 657	1 091 290
B	KZN291 Mandeni	90 414	118 527	122 464
B	KZN292 KwaDukuza	87 677	103 813	112 289
B	KZN293 Ndwedwe	82 803	109 350	110 993
B	KZN294 Maphumulo	61 091	74 554	74 142
C	DC29 iLembe District Municipality	290 468	336 439	372 497
Total: iLembe Municipalities		612 453	742 683	792 385
B	KZN431 Ingwe	66 031	82 678	83 187
B	KZN432 Kwa Sani	13 627	15 136	15 086
B	KZN433 Greater Kokstad	47 616	47 323	43 451
B	KZN434 Ubuhlebezwe	66 977	85 018	85 758
B	KZN435 Umzimkhulu	116 142	150 282	152 963
C	DC43 Harry Gwala District Municipality	230 622	245 003	259 532
Total: Sisonke Municipalities		541 015	625 440	639 977
Total: KwaZulu-Natal Municipalities		8 653 044	9 868 168	10 353 912

SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
LIMPOPO				
B	LIM331 Greater Giyani	173 816	221 802	225 314
B	LIM332 Greater Letaba	167 589	208 754	210 859
B	LIM333 Greater Tzaneen	235 717	288 119	294 096
B	LIM334 Ba-Phalaborwa	83 256	107 603	111 219
B	LIM335 Maruleng	71 904	92 648	94 652
C	DC33 Mopani District Municipality	561 080	631 427	691 597
Total: Mopani Municipalities		1 293 362	1 550 353	1 627 737
B	LIM341 Musina	38 966	47 620	51 063
B	LIM342 Mutale	64 971	88 793	92 164
B	LIM343 Thulamela	338 467	432 118	443 807
B	LIM344 Makhado	287 643	354 049	361 478
C	DC34 Vhembe District Municipality	592 795	681 139	750 765
Total: Vhembe Municipalities		1 322 842	1 603 719	1 699 277
B	LIM351 Blouberg	117 073	147 530	148 949
B	LIM352 Aganang	98 119	123 182	123 637
B	LIM353 Molemole	89 014	106 570	106 230
B	LIM354 Polokwane	455 799	520 607	567 041
B	LIM355 Lepelle-Nkumpi	161 207	204 682	206 840
C	DC35 Capricorn District Municipality	465 510	502 596	540 985
Total: Capricorn Municipalities		1 386 722	1 605 167	1 693 682
B	LIM361 Thabazimbi	60 733	59 864	59 030
B	LIM362 Lephalale	86 865	91 578	94 719
B	LIM364 Mookgopong	33 945	41 433	44 369
B	LIM365 Modimolle	58 643	59 688	58 443
B	LIM366 Bela-Bela	54 332	63 253	68 258
B	LIM367 Mogalakwena	293 263	341 381	354 048
C	DC36 Waterberg District Municipality	99 036	106 044	108 346
Total: Waterberg Municipalities		686 817	763 241	787 213
B	LIM471 Ephraim Mogale	91 614	118 427	121 678
B	LIM472 Elias Motsoaledi	166 920	212 892	217 043
B	LIM473 Makhuduthamaga	181 770	228 456	231 637
B	LIM474 Fetakgomo	63 620	83 127	84 749
B	LIM475 Greater Tubatse	182 650	245 662	257 340
C	DC47 Sekhukhune District Municipality	467 284	546 156	607 356
Total: Sekhukhune Municipalities		1 153 858	1 434 720	1 519 803
Total: Limpopo Municipalities		5 843 601	6 957 200	7 327 712

SCHEDULE 3

DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
MPUMALANGA				
B	MP301 Albert Luthuli	188 970	218 951	227 278
B	MP302 Msukaligwa	114 917	121 213	126 032
B	MP303 Mkhondo	127 313	152 821	163 039
B	MP304 Pixley Ka Seme	87 956	91 163	89 202
B	MP305 Lekwa	85 034	88 235	89 898
B	MP306 Dipaleseng	48 618	52 488	53 841
B	MP307 Govan Mbeki	193 583	194 291	196 440
C	DC30 Gert Sibande District Municipality	265 947	270 998	275 685
Total: Gert Sibande Municipalities		1 112 338	1 190 160	1 221 415
B	MP311 Victor Khanye	59 142	67 153	72 430
B	MP312 Emalahleni	207 754	228 158	255 184
B	MP313 Steve Tshwete	103 556	119 110	136 097
B	MP314 Emakhazeni	42 280	48 369	51 566
B	MP315 Thembisile Hani	259 924	299 810	314 819
B	MP316 Dr JS Moroka	270 810	314 851	322 068
C	DC31 Nkangala District Municipality	318 017	326 271	333 698
Total: Nkangala Municipalities		1 261 483	1 403 722	1 485 862
B	MP321 Thaba Chweu	90 485	104 354	114 240
B	MP322 Mbombela	388 663	460 158	502 938
B	MP323 Umjindi	58 318	67 187	71 885
B	MP324 Nkomazi	339 878	422 237	449 750
B	MP325 Bushbuckridge	545 094	648 705	677 568
C	DC32 Ehlanzeni District Municipality	199 678	217 562	223 374
Total: Ehlanzeni Municipalities		1 622 116	1 920 203	2 039 755
Total: Mpumalanga Municipalities		3 995 937	4 514 085	4 747 032

SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
NORTHERN CAPE				
B	NC061 Richtersveld	12 817	13 385	13 420
B	NC062 Nama Khoi	35 295	36 727	37 332
B	NC064 Kamiesberg	15 154	17 646	18 209
B	NC065 Hantam	20 566	20 616	20 102
B	NC066 Karoo Hoogland	14 669	15 790	16 407
B	NC067 Khâi-Ma	13 821	14 867	15 359
C	DC6 Namakwa District Municipality	34 464	35 494	35 915
Total: Namakwa Municipalities		146 786	154 525	156 744
B	NC071 Ubuntu	21 614	25 201	26 282
B	NC072 Umsobomvu	32 382	34 906	35 718
B	NC073 Emthanjeni	35 342	35 873	35 040
B	NC074 Kareeberg	15 096	17 995	18 867
B	NC075 Renosterberg	16 521	18 176	18 589
B	NC076 Thembelihle	16 735	18 656	19 200
B	NC077 Siyathemba	22 445	24 197	24 931
B	NC078 Siyancuma	38 021	39 510	38 827
C	DC7 Pixley Ka Seme District Municipality	32 052	36 079	36 840
Total: Pixley Ka Seme Municipalities		230 208	250 593	254 294
B	NC081 Mier	12 321	14 570	14 920
B	NC082 !Kai !Garib	50 293	52 018	52 758
B	NC083 //Khara Hais	56 129	57 428	58 653
B	NC084 !Kheis	17 963	19 681	20 037
B	NC085 Tsantsabane	27 070	28 125	28 705
B	NC086 Kgatelopele	16 094	17 071	17 660
C	DC8 Z.F. Mgcawu District Municipality	47 645	50 930	51 978
Total: Siyanda Municipalities		227 515	239 823	244 711
B	NC091 Sol Plaatje	145 440	142 823	139 575
B	NC092 Dikgatlong	51 671	58 109	59 739
B	NC093 Magareng	32 090	34 771	35 020
B	NC094 Phokwane	71 353	77 271	78 258
C	DC9 Frances Baard District Municipality	97 428	103 853	110 545
Total: Frances Baard Municipalities		397 982	416 827	423 137
B	NC451 Joe Morolong	93 255	114 787	117 715
B	NC452 Ga-Segonyana	86 992	109 209	117 469
B	NC453 Gamagara	22 045	22 935	24 495
C	DC45 John Taolo Gaetsewe District Municipality	61 385	64 952	66 861
Total: John Taolo Gaetsewe Municipalities		263 677	311 883	326 540
Total: Northern Cape Municipalities		1 266 168	1 373 651	1 405 426

SCHEDULE 3

DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
NORTH WEST				
B	NW371 Moretele	209 553	261 158	270 496
B	NW372 Madibeng	367 236	454 767	505 482
B	NW373 Rustenburg	333 249	395 722	451 764
B	NW374 Kgetlengrivier	50 398	57 411	60 960
B	NW375 Moses Kotane	275 714	322 129	331 607
C	DC37 Bojanala Platinum District Municipality	265 044	284 495	293 182
Total: Bojanala Platinum Municipalities		1 501 194	1 775 682	1 913 491
B	NW381 Ratlou	82 376	99 724	99 416
B	NW382 Tswaing	74 220	86 125	86 259
B	NW383 Mafikeng	144 793	173 208	176 132
B	NW384 Ditsobotla	88 496	96 125	96 468
B	NW385 Ramotshere Moiloa	102 166	127 202	128 480
C	DC38 Ngaka Modiri Molema District Municipality	465 801	509 889	552 149
Total: Ngaka Modiri Molema Municipalities		957 852	1 092 273	1 138 904
B	NW392 Naledi	36 699	39 510	39 571
B	NW393 Mamusa	37 162	43 136	43 690
B	NW394 Greater Taung	134 670	171 845	172 852
B	NW396 Lekwa-Teemane	32 710	37 370	38 013
B	NW397 NW397	83 391	102 622	102 534
C	DC39 Dr Ruth Segomotsi Mompati District Municipality	223 475	260 964	284 932
Total: Dr Ruth Segomotsi Mompati Municipalities		548 107	655 447	681 592
B	NW401 Ventersdorp	54 971	63 333	66 260
B	NW402 Tlokwe	103 841	118 723	132 919
B	NW403 City of Matlosana	339 136	338 618	333 386
B	NW404 Maquassi Hills	85 790	91 784	92 680
C	DC40 Dr Kenneth Kaunda District Municipality	160 481	165 730	169 399
Total: Dr Kenneth Kaunda Municipalities		744 219	778 188	794 644
Total: North West Municipalities		3 751 372	4 301 590	4 528 631

SCHEDULE 3

**DETERMINATION OF EACH MUNICIPALITY'S EQUITABLE SHARE OF THE LOCAL
GOVERNMENT SPHERE'S SHARE OF REVENUE RAISED NATIONALLY**

Number	Municipality	National Financial Year		
		Column A	Column B	
		2014/15 Allocation	Forward Estimates	
		2015/16	2016/17	
		R'000	R'000	R'000
WESTERN CAPE				
A	CPT City of Cape Town	1 497 082	1 796 324	2 025 823
B	WC011 Matzikama	39 922	41 267	42 803
B	WC012 Cederberg	30 797	34 098	36 597
B	WC013 Bergrivier	27 489	30 412	33 422
B	WC014 Saldanha Bay	46 415	55 108	62 237
B	WC015 Swartland	43 093	55 490	64 375
C	DC1 West Coast District Municipality	75 984	80 493	82 571
Total: West Coast Municipalities		263 700	296 868	322 005
B	WC022 Witzenberg	54 124	58 709	63 984
B	WC023 Drakenstein	85 321	96 228	106 387
B	WC024 Stellenbosch	65 606	84 237	97 061
B	WC025 Breede Valley	74 231	81 182	88 420
B	WC026 Langeberg	55 756	57 186	58 711
C	DC2 Cape Winelands District Municipality	213 606	217 012	220 773
Total: Cape Winelands Municipalities		548 644	594 554	635 336
B	WC031 Theewaterskloof	62 481	68 141	73 247
B	WC032 Overstrand	52 021	64 199	72 027
B	WC033 Cape Agulhas	19 386	20 615	22 112
B	WC034 Swellendam	20 938	21 855	22 812
C	DC3 Overberg District Municipality	50 397	55 183	56 638
Total: Overberg Municipalities		205 223	229 993	246 836
B	WC041 Kannaland	21 140	22 375	22 556
B	WC042 Hessequa	29 993	31 423	33 060
B	WC043 Mossel Bay	54 705	63 321	69 721
B	WC044 George	92 397	100 129	109 720
B	WC045 Oudtshoorn	49 907	54 204	57 242
B	WC047 Bitou	40 946	57 147	65 154
B	WC048 Knysna	44 808	55 858	62 098
C	DC4 Eden District Municipality	134 097	138 960	142 322
Total: Eden Municipalities		467 993	523 417	561 873
B	WC051 Laingsburg	10 908	12 115	12 450
B	WC052 Prince Albert	13 047	15 326	16 168
B	WC053 Beaufort West	38 990	44 066	46 339
C	DC5 Central Karoo District Municipality	16 722	19 898	20 352
Total: Central Karoo Municipalities		79 667	91 405	95 309
Total: Western Cape Municipalities		3 062 309	3 532 561	3 887 182
National Total		44 490 145	50 207 698	52 868 706

SCHEDULE 4, PART A
ALLOCATIONS TO PROVINCES TO SUPPLEMENT THE FUNDING OF PROGRAMMES OR FUNCTIONS FUNDED FROM PROVINCIAL BUDGETS

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	
					2014/15 Allocation	Forward Estimates	2015/16
					R'000	R'000	R'000
Agriculture, Forestry and Fisheries (Vote 26)	Comprehensive Agricultural Support Programme Grant	To provide effective agricultural support services, promote and facilitate agricultural development by targeting beneficiaries of land restitution and redistribution, and other previously disadvantaged producers who have acquired land through private means and are engaged in value-adding enterprises domestically, or involved in exports; to address damage to infrastructure caused by floods.	General conditional allocation to provinces	Eastern Cape	228 810	233 323	233 975
				Free State	146 531	140 760	141 792
				Gauteng	60 816	60 720	72 890
				KwaZulu-Natal	212 632	205 017	207 203
				Limpopo	225 873	225 964	222 225
				Mpumalanga	135 810	134 213	151 025
				Northern Cape	378 390	396 381	436 166
				North West	179 410	180 993	200 217
				Western Cape	292 336	110 714	91 700
				TOTAL	1 860 608	1 688 085	1 757 193
Basic Education (Vote 15)	(a) Education Infrastructure Grant	To help accelerate construction, maintenance, upgrading and rehabilitation of new and existing infrastructure in education; to enhance capacity to deliver infrastructure in education; to address damage to infrastructure caused by floods.	General conditional allocation to provinces	Eastern Cape	1 177 914	1 609 799	-
				Free State	554 313	757 553	-
				Gauteng	623 602	852 247	-
				KwaZulu-Natal	1 385 781	1 893 881	-
				Limpopo	1 108 625	478 285	-
				Mpumalanga	623 602	852 247	-
				Northern Cape	346 445	359 545	-
				North West	623 602	852 247	-
				Western Cape	485 024	662 859	-
				Unallocated	-	1 150 745	10 037 961
TOTAL	6 928 908	9 469 408	10 037 961				
	(b) Occupational Specific Dispensation for Education Sector Therapists Grant	To augment the baseline compensation budget of the provincial education departments to enable them to comply with the Education Labour Relations Council Collective Agreement 1 of 2012.	General conditional allocation to provinces	Eastern Cape	6 571	2 067	-
				Free State	18 358	5 775	-
				Gauteng	93 599	29 442	-
				KwaZulu-Natal	41 581	13 079	-
				Limpopo	-	-	-
				Mpumalanga	1 072	337	-
				Northern Cape	7	2	-
North West	1 417	446	-				
Western Cape	50 395	15 852	-				
TOTAL	213 000	67 000	-				

SCHEDULE 4, PART A

ALLOCATIONS TO PROVINCES TO SUPPLEMENT THE FUNDING OF PROGRAMMES OR FUNCTIONS FUNDED FROM PROVINCIAL BUDGETS

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A		Column B	
					2014/15 Allocation	2015/16	Forward Estimates	2016/17
Health (Vote 16)	(a) Health Professions Training and Development Grant	Support provinces to fund service costs associated with training health science trainees on the public service platform.	Nationally assigned function to provinces	Eastern Cape	R'000	R'000	R'000	R'000
				Free State	199 874	209 068	220 149	161 271
				Gauteng	146 419	153 154	848 425	893 391
				KwaZulu-Natal	811 114	306 308	322 542	127 994
				Limpopo	292 837	121 552	104 954	84 477
				Mpumalanga	116 206	99 671	80 225	115 195
				Northern Cape	95 288	80 225	500 790	527 332
				North West	76 697	109 397		
				Western Cape	104 586	478 767		
				TOTAL	2 321 788	2 428 590	2 557 305	
Higher Education and Training (Vote 17)	(b) National Tertiary Services Grant	Ensure provision of tertiary health services for all South African citizens; to compensate tertiary facilities for the additional costs associated with provision of these services.	Nationally assigned function to provinces	Eastern Cape	786 007	822 163	865 738	989 191
				Free State	898 091	939 403	3 848 304	1 648 222
				Gauteng	3 493 891	3 654 610	1 565 263	355 939
				KwaZulu-Natal	1 496 427	338 024	101 584	106 968
				Limpopo	323 158	97 116	312 468	261 331
				Mpumalanga	97 116	298 727	248 178	261 331
				Northern Cape	298 727	237 264	2 654 281	2 794 958
				North West	237 264			
				Western Cape	2 537 554			
				TOTAL	10 168 235	10 635 974	11 199 680	
Higher Education and Training (Vote 17)	Further Education and Training Colleges Grant	To ensure the successful transfer of the Further Education and Training college function to the Department of Higher Education and Training.	General conditional allocation to provinces	Eastern Cape	319 517	342 251	361 123	209 218
				Free State	185 111	198 284	820 320	397 242
				Gauteng	725 809	777 452	376 483	457 176
				KwaZulu-Natal	351 475	433 285	151 021	159 348
				Limpopo	404 504	46 758	88 237	93 102
				Mpumalanga	140 989	404 802		
				Northern Cape	43 652			
				North West	82 376			
				Western Cape	377 913			
				TOTAL	2 631 346	2 818 573	2 973 988	

SCHEDULE 4, PART A
ALLOCATIONS TO PROVINCES TO SUPPLEMENT THE FUNDING OF PROGRAMMES OR FUNCTIONS FUNDED FROM PROVINCIAL BUDGETS

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A		Column B	
					2014/15 Allocation	R'000	Forward Estimates	R'000
Transport (Vote 37)	(a) Provincial Roads Maintenance Grant	To supplement provincial investments for preventative, routine and emergency maintenance and road rehabilitation of provincial road networks; ensure all roads are classified as per Roads Infrastructure Strategic Framework for South Africa and the Road Classification and Access Management guidelines; to implement and maintain road asset management systems; to supplement provincial projects for the repair of roads and bridges damaged by declared natural disasters; to improve the state of the road networks serving electricity generation infrastructure; to construct rural pedestrian access bridges.	General conditional allocation to provinces	Eastern Cape	1 294 279	1 150 887	1 162 677	1 162 677
				Free State	1 025 682	1 331 043	1 401 588	1 401 588
				Gauteng	514 903	490 172	516 152	516 152
				KwaZulu-Natal	1 788 158	1 986 750	2 086 663	2 086 663
				Limpopo	1 127 310	1 067 642	1 109 350	1 109 350
				Mpumalanga	1 594 840	1 722 601	1 752 828	1 752 828
				Northern Cape	640 472	686 761	723 159	723 159
				North West	690 005	766 560	807 188	807 188
				Western Cape	685 849	749 854	732 333	732 333
				TOTAL	9 361 498	9 952 270	10 291 938	10 291 938
	(b) Public Transport Operations Grant	To provide supplementary funding towards public transport services provided by provincial departments of transport.	Nationally assigned function to provinces	Eastern Cape	195 282	204 172	214 888	214 888
				Free State	215 900	225 729	237 576	237 576
				Gauteng	1 819 854	1 902 701	2 002 538	2 002 538
				KwaZulu-Natal	904 783	945 972	995 610	995 610
				Limpopo	291 852	305 138	321 152	321 152
				Mpumalanga	491 418	513 789	540 751	540 751
				Northern Cape	43 937	45 937	48 350	48 350
				North West	90 318	94 430	99 389	99 389
				Western Cape	779 365	814 846	857 604	857 604
				TOTAL	4 832 709	5 052 714	5 317 858	5 317 858

SCHEDULE 4, PART B

ALLOCATIONS TO MUNICIPALITIES TO SUPPLEMENT THE FUNDING OF FUNCTIONS FUNDED FROM MUNICIPAL BUDGETS

Vote	Name of allocation	Purpose	City	Column A		Column B	
				2014/15 Allocation	2015/16	Forward Estimates	2016/17
Human Settlements (Vote 31)	Urban Settlements Development Grant	Supplements the capital revenues of metropolitan municipalities in order to support the national human settlements development programme, focusing on poor households.	Buffalo City	R'000	R'000	R'000	R'000
				673 289	700 458	743 775	
			City of Cape Town	1 358 879	1 406 883	1 481 448	
			City of Johannesburg	1 695 189	1 755 074	1 848 093	
			City of Tshwane	1 469 450	1 521 361	1 601 993	
			Ekurhuleni	1 804 532	1 868 279	1 967 298	
			eThekweni	1 800 076	1 863 667	1 962 441	
			Mangaung	654 406	680 907	723 188	
			Nelson Mandela Bay	828 863	858 144	903 625	
				TOTAL	10 284 684	10 654 773	11 231 861
National Treasury (Vote 10)	Integrated City Development Grant	To provide a financial incentive for metropolitan municipalities to integrate and focus their use of available infrastructure investment and regulatory instruments to achieve a more compact urban spatial form.	Buffalo City	-	-	-	
			City of Cape Town	57 171	-	-	
			City of Johannesburg	50 497	-	-	
			City of Tshwane	44 659	-	-	
			Ekurhuleni	40 323	-	-	
			eThekweni	52 621	-	-	
			Mangaung	5 596	-	-	
Nelson Mandela Bay	4 133	-	-				
Unallocated	-	266 000	292 950				
	TOTAL	255 000	266 000	292 950			

SCHEDULE 5, PART A
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	
					2014/15 Allocation R'000	Forward Estimates 2015/16 R'000	2016/17 R'000
Agriculture, Forestry and Fisheries (Vote 26)	(a) Ilima/Letsema Projects Grant	To assist vulnerable South African farming communities to achieve an increase in agricultural production and invest in infrastructure that unlocks agricultural production.	Conditional allocation	Eastern Cape	46 062	47 700	58 853
				Free State	60 802	62 877	60 882
				Gauteng	20 126	24 234	35 515
				KwaZulu-Natal	69 093	71 549	65 956
				Limpopo	46 062	47 940	58 345
				Mpumalanga	46 062	47 702	55 809
				Northern Cape	72 003	75 500	76 103
				North West	46 062	47 940	55 301
				Western Cape	54 353	56 372	40 586
				TOTAL	460 625	481 814	507 350
Arts and Culture (Vote 14)	(b) Land Care Programme Grant: Poverty Relief and Infrastructure Development	To promote sustainable use and management of natural resources by engaging in the initiatives that supports the pillars of sustainability (social, economic and environmental) leading to greater productivity, food security, job creation and better well-being for all.	Conditional allocation	Eastern Cape	10 853	10 867	11 405
				Free State	5 427	5 476	5 744
				Gauteng	4 748	4 801	5 036
				KwaZulu-Natal	10 854	10 867	11 407
				Limpopo	10 178	10 201	10 706
				Mpumalanga	6 105	6 149	6 451
				Northern Cape	7 462	7 498	7 867
				North West	8 140	8 171	8 574
				Western Cape	4 070	4 128	4 329
				TOTAL	67 837	68 158	71 519
Arts and Culture (Vote 14)	Community Library Services Grant	To transform urban and rural community library infrastructure, facilities and services (primarily targeting previously disadvantaged communities) through a recapitalised programme at provincial level in support of local government and national initiatives.	Conditional allocation	Eastern Cape	109 418	145 694	154 431
				Free State	119 013	155 776	155 869
				Gauteng	125 608	162 693	172 450
				KwaZulu-Natal	122 754	159 696	169 273
				Limpopo	81 010	112 156	118 887
				Mpumalanga	114 781	151 325	160 400
				Northern Cape	118 396	155 121	164 424
				North West	98 883	134 632	142 605
				Western Cape	126 347	163 469	173 273
				TOTAL	1 016 210	1 340 562	1 411 612

SCHEDULE 5, PART A

SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B				
					2014/15 Allocation	Forward Estimates	2016/17			
					R'000	R'000	R'000			
Basic Education (Vote 15)	(a) Dinaledi Schools Grant	To improve the quality of learner performance in Mathematics, Physical Sciences, Life Sciences and English First Additional Language, in line with the Action Plan to 2014 and the National Development Plan; to improve the content knowledge, pedagogies and didactic skills of Mathematics, Physical Sciences and Life Sciences teachers.	Conditional allocation	Eastern Cape	13 342	13 956	14 695			
				Free State	8 006	8 374	8 818			
				Gauteng	22 458	23 491	24 736			
				KwaZulu-Natal	19 568	20 468	21 553			
				Limpopo	11 340	11 862	12 490			
				Mpumalanga	10 228	10 698	11 266			
				Northern Cape	3 782	3 956	4 166			
				North West	11 785	12 327	12 980			
				Western Cape	10 673	11 164	11 756			
				TOTAL	111 182	116 296	122 460			
				(b) HIV and AIDS (Life Skills Education) Grant	To support South Africa's HIV prevention strategy by increasing sexual and reproductive health knowledge, skills and appropriate decision making among learners and educators; to mitigate the impact of HIV and TB by providing a caring, supportive and enabling environment for learners and educators; to ensure the provision of a safe, rights-based environment in schools that is free of discrimination, stigma and any form of sexual harassment/abuse; to reduce the vulnerability of children to HIV, TB and sexually transmitted infections, with a particular focus on orphaned and vulnerable children.	Conditional allocation	Eastern Cape	37 023	37 753	40 530
							Free State	11 570	11 129	13 906
							Gauteng	30 195	30 611	33 388
KwaZulu-Natal	52 261	51 255	54 035							
Limpopo	31 085	31 542	34 249							
Mpumalanga	19 404	20 297	19 737							
Northern Cape	5 059	5 281	5 281							
North West	17 388	18 198	17 568							
Western Cape	17 077	20 297	19 666							
TOTAL	221 062	226 363	238 360							
(c) National School Nutrition Programme Grant	To provide nutritious meals to targeted learners.	Conditional allocation	Eastern Cape				984 548	1 020 116	1 074 182	
			Free State				299 205	317 157	333 966	
			Gauteng				640 541	678 974	714 960	
			KwaZulu-Natal	1 237 534	1 287 034	1 355 247				
			Limpopo	991 153	1 030 799	1 085 431				
			Mpumalanga	524 913	545 910	574 843				
			Northern Cape	134 645	142 724	150 289				
			North West	366 890	381 566	401 789				
			Western Cape	282 486	299 435	315 305				
			TOTAL	5 461 915	5 703 715	6 006 012				

SCHEDULE 5, PART A

SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B					
					2014/15 Allocation	Forward Estimates	2016/17				
					R'000	R'000	R'000				
Basic Education (Vote 15)	(d) Technical Secondary Schools Recapitalisation Grant	To recapitalise technical schools to improve their capacity to contribute to skills development and training in the country.	Conditional allocation	Eastern Cape	32 928	34 541	36 372				
				Free State	22 219	23 309	24 544				
				Gauteng	27 958	28 627	30 144				
				KwaZulu-Natal	45 280	47 499	50 017				
				Limpopo	29 859	31 322	32 982				
				Mpumalanga	28 682	30 087	31 682				
				Northern Cape	13 978	14 663	15 440				
				North West	19 981	20 960	22 071				
				Western Cape	12 597	13 214	13 914				
				TOTAL	233 482	244 222	257 166				
				Health (Vote 16)	(a) Comprehensive HIV and AIDS Grant	To enable the health sector to develop an effective response to HIV and AIDS including universal access to HIV counselling and testing; to support the implementation of the National Operational Plan for comprehensive HIV and AIDS treatment and care; to subsidise in-part funding for the antiretroviral treatment programme.	Conditional allocation	Eastern Cape	1 449 237	1 602 290	1 802 013
								Free State	843 026	926 533	1 042 024
								Gauteng	2 632 578	2 975 139	3 345 986
KwaZulu-Natal	3 257 992	3 874 085	4 356 983								
Limpopo	978 132	1 073 882	1 207 740								
Mpumalanga	818 836	942 045	1 059 469								
Northern Cape	342 789	377 191	424 207								
North West	936 938	1 029 187	1 157 473								
Western Cape	1 051 794	1 156 691	1 300 870								
TOTAL	12 311 322	13 957 043	15 696 765								
Health (Vote 16)	(b) Health Facility Revitalisation Grant	To help accelerate construction, maintenance, upgrading and rehabilitation of new and existing infrastructure in health including: health technology, organisational design systems and quality assurance; to supplement expenditure on health infrastructure delivered through public-private partnerships; to enhance capacity to deliver health infrastructure.	Conditional allocation					Eastern Cape	599 231	442 930	-
								Free State	448 962	554 950	-
								Gauteng	671 033	303 630	-
				KwaZulu-Natal	1 162 469	1 090 431	-				
				Limpopo	467 442	184 255	-				
				Mpumalanga	343 509	277 942	-				
				Northern Cape	421 428	446 407	-				
				North West	486 121	558 721	-				
				Western Cape	639 786	645 200	-				
				Unallocated	-	884 324	5 652 280				
				TOTAL	5 239 981	5 388 790	5 652 280				

SCHEDULE 5, PART A

SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	
					2014/15 Allocation	Forward Estimates	2016/17
					R'000	R'000	R'000
Health (Vote 16)	(c) National Health Insurance Grant	Test innovations in health services delivery and provision for implementing National Health Insurance, allowing for each district to interpret and design innovations relevant to its specific context in line with the vision for realising universal health coverage for all; to undertake health system strengthening activities in identified focus areas; to assess the effectiveness of interventions/activities undertaken in the districts funded through this grant.	Conditional allocation	Eastern Cape	7 000	7 397	7 789
				Free State	7 000	7 397	7 789
				Gauteng	7 000	7 397	7 789
				KwaZulu-Natal	14 000	14 793	15 577
				Limpopo	7 000	7 397	7 789
				Mpumalanga	7 000	7 397	7 789
				Northern Cape	7 000	7 397	7 789
				North West	7 000	7 396	7 788
				Western Cape	7 000	7 396	7 788
				TOTAL	70 000	73 967	77 887
Human Settlements (Vote 31)	Human Settlements Development Grant	To provide funding for the creation of sustainable human settlements.	Conditional allocation	Eastern Cape	2 159 218	1 929 157	2 147 265
				Free State	1 061 756	1 131 794	1 252 868
				Gauteng	4 417 641	5 065 766	5 631 437
				KwaZulu-Natal	3 273 045	3 313 983	3 547 298
				Limpopo	1 219 115	1 201 733	1 329 147
				Mpumalanga	1 146 690	1 316 401	1 450 045
				Northern Cape	374 832	376 006	416 487
				North West	1 517 136	2 153 545	2 363 612
				Western Cape	1 914 936	2 044 191	2 271 408
				TOTAL	17 084 369	18 532 576	20 409 567
Public Works (Vote 7)	(a) Expanded Public Works Programme Integrated Grant for Provinces	To incentivise provincial departments to expand work creation efforts through the use of labour intensive delivery methods in the following identified focus areas, in compliance with the Expanded Public Works Programme guidelines: road maintenance and the maintenance of buildings, low traffic volume roads and rural roads, other economic and social infrastructure, tourism and cultural industries, sustainable land based livelihoods and waste management.	Conditional allocation	Eastern Cape	69 544	-	-
				Free State	26 601	-	-
				Gauteng	23 565	-	-
				KwaZulu-Natal	97 945	-	-
				Limpopo	32 247	-	-
				Mpumalanga	39 928	-	-
				Northern Cape	20 348	-	-
				North West	14 249	-	-
				Western Cape	24 520	-	-
				Unallocated	-	356 574	411 798
TOTAL	348 947	356 574	411 798				

SCHEDULE 5, PART A
SPECIFIC PURPOSE ALLOCATIONS TO PROVINCES

Vote	Name of allocation	Purpose	Type of allocation	Province	Column A	Column B	
					2014/15 Allocation R'000	Forward Estimates	2016/17
Public Works (Vote 7)	(b) Social Sector Expanded Public Works Programme Incentive Grant for Provinces	To incentivise provincial social sector departments identified in the 2013 Social Sector Expanded Public Works Programme log-frame to increase job creation by focusing on the strengthening and expansion of social service programmes that have employment potential.	Conditional allocation	Eastern Cape	41 714	-	-
				Free State	11 700	-	-
				Gauteng	73 338	-	-
				KwaZulu-Natal	19 544	-	-
				Limpopo	18 632	-	-
				Mpumalanga	18 844	-	-
				Northern Cape	22 018	-	-
				North West	26 306	-	-
				Western Cape	25 876	-	-
				Unallocated	-	267 529	374 662
				TOTAL	257 972	267 529	374 662
Social Development (Vote 19)	Substance Abuse Treatment Grant	To provide funding for the construction of public substance dependency treatment facilities in the provinces of Eastern Cape, Free State, Northern Cape and North West.	Conditional allocation	Eastern Cape	13 000	9 000	-
				Free State	2 000	6 500	29 500
				Gauteng	-	-	-
				KwaZulu-Natal	-	-	-
				Limpopo	-	-	-
				Mpumalanga	-	-	-
				Northern Cape	2 000	22 000	18 000
				North West	12 000	10 000	-
				Western Cape	-	-	-
				TOTAL	29 000	47 500	47 500
				Sport and Recreation South Africa (Vote 20)	Mass Participation and Sport Development Grant	To facilitate sport and recreation participation and empowerment in partnership with relevant stakeholders.	Conditional allocation
Free State	40 318	42 133	44 240				
Gauteng	94 915	99 186	104 145				
KwaZulu-Natal	85 435	89 280	93 744				
Limpopo	59 446	62 121	65 227				
Mpumalanga	46 959	49 072	51 526				
Northern Cape	31 450	33 391	36 709				
North West	43 503	45 460	47 734				
Western Cape	58 711	61 353	64 420				
TOTAL	525 632	549 811	578 951				

SCHEDULE 5, PART B
SPECIFIC PURPOSE ALLOCATIONS TO MUNICIPALITIES

Vote	Name of allocation	Purpose	Column A	Column B	
			2014/15 Allocation	Forward Estimates 2015/16	2016/17
			R'000	R'000	R'000
RECURRENT GRANTS					
Cooperative Governance and Traditional Affairs (Vote 3)	Municipal Systems Improvement Grant	To assist municipalities to perform their functions and stabilise institutional and governance systems as required in the Municipal Systems Act and related legislations.	252 152	261 060	274 896
Energy (Vote 29)	Energy Efficiency and Demand Side Management Grant	To provide subsidies to municipalities to implement Energy Efficiency and Demand Side Management initiatives within municipal infrastructure, in order to reduce electricity consumption and improve energy efficiency.	136 905	188 305	203 815
Human Settlements (Vote 31)	Municipal Human Settlements Capacity Grant	To build capacity in municipalities to deliver and subsidise the operational costs of administering human settlements programmes.	300 000	300 000	300 000
National Treasury (Vote 10)	(a) Infrastructure Skills Development Grant	To recruit unemployed graduates in municipalities to be trained as per the requirements of the relevant Statutory Council/professional body within the built environment.	104 425	129 226	138 725
	(b) Local Government Financial Management Grant	To promote and support reforms in financial management by building capacity in municipalities to implement the Municipal Finance Management Act.	449 138	469 799	494 698
Public Works (Vote 7)	Expanded Public Works Programme Integrated Grant for Municipalities	To incentivise municipalities to expand work creation efforts through the use of labour intensive delivery methods in the following identified focus areas, in compliance with the Expanded Public Works Programme Guidelines: road maintenance and the maintenance of buildings, low traffic volume roads and rural roads, basic services infrastructure, including water and sewer reticulation, sanitation, pipelines (excluding bulk infrastructure), other economic and social infrastructure, tourism and cultural industries, waste management, parks and beautification, sustainable land-based livelihoods, social services programme, health service programme and community safety programme.	594 575	618 966	705 997
Transport (Vote 37)	Public Transport Network Operations Grant	To provide operational funding to support the planning, regulation, control and management of municipal public transport networks and services.	902 817	1 043 024	1 362 321
Water Affairs (Vote 38)	Water Services Operating Subsidy Grant	To subsidise, refurbish and restore the functionality of water services schemes previously owned and/or operated by the Department of Water Affairs or by other agencies on behalf of the department.	449 558	470 239	495 162
			3 189 570	3 480 619	3 975 614
TOTAL					

SCHEDULE 5, PART B
SPECIFIC PURPOSE ALLOCATIONS TO MUNICIPALITIES

Vote	Name of allocation	Purpose	Column A	Column B	
			2014/15 Allocation	Forward Estimates 2015/16	2016/17
			R'000	R'000	R'000
INFRASTRUCTURE GRANTS					
Cooperative Governance and Traditional Affairs (Vote 3)	a) Municipal Disaster Recovery Grant	To rehabilitate and reconstruct disaster damaged municipal infrastructure.	37 302	21 805	-
	b) Municipal Infrastructure Grant	To provide specific capital finance for eradicating basic municipal infrastructure backlogs for poor households, micro enterprises and social institutions servicing poor communities.	14 683 835	15 098 070	15 766 819
Energy (Vote 29)	Integrated National Electrification Programme (Municipal) Grant	To implement the Integrated National Electrification Programme by providing capital subsidies to municipalities to address the electrification backlog of occupied residential dwellings, and the installation of bulk infrastructure.	1 104 658	2 056 090	2 165 063
Human Settlements (Vote 31)	Rural Households Infrastructure Grant	To provide specific capital funding for the reduction of rural sanitation backlogs and to target existing households where bulk-dependent services are not viable.	47 624	51 000	124 599
National Treasury (Vote 10)	Neighbourhood Development Partnership Grant	To support and facilitate the development of urban network plans that consist of primary and secondary networks that interconnect at strategic nodes, which in townships are referred to as urban hubs; urban network plans, precinct plans and then all projects aim to guide the delivery of catalytic infrastructure to leverage third party public and private sector development in the urban hubs; the aim of targeting investment in these strategic locations, as identified by urban network plans, is to improve the quality of life and access of residents in under-served neighbourhoods, generally within townships.	591 179	600 000	631 800
Transport (Vote 37)	(a) Public Transport Infrastructure Grant	To provide for accelerated planning, construction and improvement of public and non-motorised transport infrastructure.	4 968 029	5 097 881	5 104 052
	(b) Rural Roads Asset Management Systems Grant	To assist rural district municipalities to set up rural Road Asset Management Systems, and collect road and traffic data on municipal road networks in line with the Road Infrastructure Strategic Framework for South Africa.	75 223	97 763	102 944
Water Affairs (Vote 38)	Municipal Water Infrastructure Grant	To facilitate the planning, acceleration and implementation of various projects that will ensure water supply to communities identified as not receiving a water supply service.	534 150	1 380 205	1 302 002
			22 042 000	24 402 814	25 197 279

SCHEDULE 6, PART A
ALLOCATIONS-IN-KIND TO PROVINCES FOR DESIGNATED SPECIAL PROGRAMMES

Vote	Name of allocation	Purpose	Column A		Column B	
			2014/15 Allocation	Forward Estimates	2015/16	2016/17
Basic Education (Vote 15)	School Infrastructure Backlogs Grant	Eradication of entire inappropriate school infrastructure; provision of water, sanitation and electricity to schools.	R'000 2 938 503	R'000 2 433 310	R'000 2 610 662	
Health (Vote 16)	National Health Grant	To address capacity constraints in provinces and to create an alternate track to speed up infrastructure delivery; to improve spending, performance, monitoring and evaluation on National Health Insurance pilots and infrastructure projects; to fund the introduction of the Human Papillomavirus vaccination programme in schools.	1 574 862	1 634 973	1 515 980	
Human Settlements (Vote 31)	Human Settlements Development Grant	To provide funding for the creation of sustainable human settlements.	899 177	975 399	-	
		TOTAL	5 412 542	5 043 682	4 126 642	

SCHEDULE 6, PART B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES FOR DESIGNATED SPECIAL PROGRAMMES

Vote	Name of allocation	Purpose	Column A		Column B	
			2014/15 Allocation	R'000	Forward Estimates	R'000
			2015/16	R'000	2016/17	R'000
Cooperative Governance and Traditional Affairs (Vote 3)	Municipal Infrastructure Grant	To provide specific capital finance for eradicating basic municipal infrastructure backlogs for poor households, micro-enterprises and social institutions servicing poor communities.	-	-	-	-
	Integrated National Electrification Programme (Eskom) Grant	To implement the Integrated National Electrification Programme by providing capital subsidies to Eskom to address the electrification backlog of occupied residential dwellings, the installation of bulk infrastructure and rehabilitation and refurbishment of electricity infrastructure in order to improve quality of supply.	2 948 037	3 680 043	3 875 085	
Human Settlements (Vote 31)	(a) Urban Settlements Development Grant	Supplements the capital revenues of metropolitan municipalities in order to support the national human settlements development programme, focusing on poor households.	-	-	-	-
	(b) Rural Households Infrastructure Grant	To provide specific capital funding for the reduction of rural sanitation backlogs and to target existing households where bulk-dependent services are not viable.	65 500	67 328	-	-
National Treasury (Vote 10)	Neighbourhood Development Partnership Grant	To support and facilitate the development of urban network plans that consist of primary and secondary networks that interconnect at strategic nodes, which in townships are referred to as urban hubs; urban network plans, precinct plans and then all projects aim to guide the delivery of catalytic infrastructure to leverage third party public and private sector development in the urban hubs; the aim of targeting investment in these strategic locations, as identified by urban network plans, is to improve the quality of life and access of residents in under-served neighbourhoods, generally within townships.	58 300	55 000	52 000	
	(a) Water Services Operating Subsidy Grant	To subsidise, refurbish and restore the functionality of water services schemes previously owned and/or operated by the Department of Water Affairs or by other agencies on behalf of the department.	142 013	151 185	159 199	
Water Affairs (Vote 38)	(b) Regional Bulk Infrastructure Grant	To develop new and refurbish, upgrade and replace ageing infrastructure that connects water resources to infrastructure serving extensive areas across municipal boundaries or large regional bulk infrastructure serving numerous communities over a large area within a municipality; to develop new and refurbish, upgrade and replace ageing waste water infrastructure of regional significance.	3 986 896	4 221 654	4 623 602	
	(c) Municipal Water Infrastructure Grant	To facilitate the planning, acceleration and implementation of various projects that will ensure water supply to communities identified as not receiving a water supply service.	524 826	1 291 729	1 511 545	
		TOTAL.	7 725 572	9 466 939	10 221 431	

Vote	Name of allocation	Purpose	Column A	Column B	
			2014/15 Allocation	Forward Estimates	Forward Estimates
			R'000	R'000	R'000
Cooperative Governance and Traditional Affairs (Vote 3)	Provincial Disaster Grant	To provide for the immediate release of funds for disaster response.	197 372	204 344	215 174
		TOTAL	197 372	204 344	215 174

SCHEDULE 7 PART B

UNALLOCATED PROVISIONS FOR MUNICIPALITIES FOR DISASTER RESPONSE

Vote	Name of allocation	Purpose	Column A	Column B	
			2014/15 Allocation	Forward Estimates	Forward Estimates
			R'000	R'000	R'000
Cooperative Governance and Traditional Affairs (Vote 3)	Municipal Disaster Grant	To provide for the immediate release of funds for disaster response.	363 580	376 424	396 374
		TOTAL	363 580	376 424	396 374