



Government Gazette Staatskoerant

REPUBLIC OF SOUTH AFRICA
REPUBLIEK VAN SUID AFRIKA

Vol. 631

23 January 2018
Januarie

No. 41394

N.B. The Government Printing Works will not be held responsible for the quality of "Hard Copies" or "Electronic Files" submitted for publication purposes

ISSN 1682-5843



AIDS HELPLINE: 0800-0123-22 Prevention is the cure

IMPORTANT NOTICE:

THE GOVERNMENT PRINTING WORKS WILL NOT BE HELD RESPONSIBLE FOR ANY ERRORS THAT MIGHT OCCUR DUE TO THE SUBMISSION OF INCOMPLETE / INCORRECT / ILLEGIBLE COPY.

No FUTURE QUERIES WILL BE HANDLED IN CONNECTION WITH THE ABOVE.

Contents

<i>No.</i>		<i>Gazette No.</i>	<i>Page No.</i>
GOVERNMENT NOTICES • GOEWERMENTSKENNISGEWINGS			
National Treasury/ Nasionale Tesourie			
35	Division of Revenue Act (3/2017), as amended by the Division of Revenue Amendment Act (10/2017): Publication of allocations.....	41394	4

GOVERNMENT NOTICES • GOEWERMENTSKENNISGEWINGS

NATIONAL TREASURY**NO. 35****23 JANUARY 2018**

I, Malusi Gigaba, in my capacity as the Minister of Finance, hereby publish, in accordance with section 19, 20 and 21 of the Division of Revenue Act, 2017 (Act No. 3 of 2017) as amended by the Division of Revenue Amendment Act, 2016 (Act No. 10 of 2017), the attached Explanatory Memorandum and Schedules:

- (a) Additional conditional allocations to provinces and municipalities authorised in terms of the Adjustments Appropriation Act, 2017;
- (b) Roll-overs of conditional allocations to municipalities not transferred by national departments during the 2016/17 financial year, authorised in terms of the Adjustment Appropriation Act, 2017 (Act No. 12 of 2017);
- (c) The re-allocation of stopped conditional allocations between municipalities in terms of section 19 and 20 of the Division of Revenue Act, 2017, as amended; and
- (d) Technical adjustments on conditional allocations and frameworks to provinces and municipalities.

For ease of reference only and where applicable, the attached Schedules reflect the main allocations, roll-overs, adjustments, and total adjusted allocations.



MALUSI GIGABA, MP
MINISTER OF FINANCE

Explanatory Memorandum to the Allocations set out in the attached Schedule

This *Gazette* is published in terms of Section 26 of the Division of Revenue Act, 2017 (Act No. 3 of 2017) (DoRA), as amended by the Division of Revenue Amendment Act, 2016 (Act No.10 of 2017). Section 26 provides that any transfers not listed in the Schedules may only be made in terms of Section 6(3) which provides that additional allocations to provinces or municipalities may only be made in an adjustments budget and must comply with such monitoring and reporting requirements determined by the National Treasury. Further, Section 26 also requires that the National Treasury must publish such allocations in the *Gazette*, prior to the transfer of any funds to a province or municipality.

Changes to provincial allocations

Addition to the comprehensive HIV, AIDS and TB grant

1. In order to support the national response programme and arrest the recent malaria outbreak in Limpopo and Mpumalanga, the comprehensive HIV, AIDS and TB grant is allocated an additional R19.8 million. Monthly malaria cases have substantially increased, and without a strong intervention programme, the major epidemic in southern Mozambique will further place South Africa at risk of even higher infection cases. The intervention will see an intensification of support for provincial prevention efforts; Limpopo and Mpumalanga are allocated R11.8 million and R8 million respectively for intervention purposes. These changes are shown in Schedule 5, Part A of the Bill.

Conversion of health facility revitalisation grant allocation from Schedule 6, Part A (indirect) to Schedule 5, Part A (direct)

2. R30 million of the health facility revitalisation grant will be converted from Schedule 6, Part A (indirect) to Schedule 5, Part A (direct) for North West. This will relieve pressure on health infrastructure projects that, though previously funded through the indirect grant, are now being implemented by the North West provincial Department of Health. These changes are shown in Schedule 5, Part A (direct) and Schedule 6, Part A (indirect) of the Bill.

Declared unspent funds from the school infrastructure backlogs grant

3. R415 million in unspent funds has been declared as savings on the school infrastructure backlogs grant due to the poor spending performance as a result of delays in appointing contractors, finalising the merger and rationalisation of schools in the Eastern Cape and in reappointing contractors where the services of non-performing contractors were terminated. These changes are shown in Schedule 6, Part A of the Bill.

Changes to local government allocations

Re-allocation of funds between municipalities

4. The Neighbourhood Development Partnership Grant (NDPG 5B and 6B) is being stopped from 13 and re-allocated to 6 municipalities (in terms of section 19 and 20 of DoRA respectively) due to slow procurement processes and significant under spending of the 2017/18 grant allocation. These funds will be re-allocated to municipalities that have fast tracked the implementation of their projects and have

accelerated expenditure against their original allocations, also have capacity and capability to absorb additional allocations.

5. The department of Energy (DoE) is stopping and re-allocating funds between municipalities, under the Integrated National Electrification Programme (INEP 5B) due to under performance by municipalities against their 2017/18 allocation.
6. The Infrastructure Skills Development Grant (ISDG) is stopping from Enoch Mgijima Local Municipality (LM) and Rand West City LM amounts of R1.8 million and R2.1 million respectively. The stopped amounts are being re-allocated to eThekweni Metropolitan municipality in KwaZulu-Natal, Polokwane LM in Limpopo and George LM in the Western Cape due to institutional and managerial issues in Enoch Mgijima LM and Rand West City LM rendering ISDG implementation non prolific.
7. The department of Water and Sanitation (DWS) is stopping and re-allocating funds between municipalities for the two grants, namely: the Water Services Infrastructure Grant (WSIG 5B and 6B) and the Regional Bulk Infrastructure Grant (RBIG 5B and 6B). The reason for stopping the allocation is due to underperformance by municipalities on the direct component (Schedule 5B) and the fact that DWS anticipates underspending against the indirect component of the grant allocation (Schedule 6B).

Roll-over of funds for the municipal demarcation transition grant

8. An amount of R27.9 million is rolled-over for the municipal demarcation transition grant for funds originally allocated to municipalities in KwaZulu-Natal in 2015/16. These funds were initially rolled-over in 2016/17 after the funds had been converted from a direct to an indirect grant allocation at the end of 2015/16. However, the conversion occurred very close to the end of the financial year, leaving too little time for the funds to be spent. The funds were rolled-over in 2016/17 as an indirect grant but went unspent as the modality for spending them as an indirect allocation could not be agreed on. In 2017/18 they will now be rolled-over as a direct grant and transferred to municipalities to reimburse their expenditure incurred in line with the conditions of the grant in preparation for the municipal mergers that came into effect in August 2016.

Additional allocations to support disaster relief and recovery

9. R26.1 million has been allocated for the repair of sinkholes and the damage to infrastructure resulting from sinkholes in the area of Merafong City Local Municipality. These funds will be allocated through the municipal disaster recovery grant (this grant will have to be reactivated in the 2017 Division of Revenue Amendment Bill). These changes are shown in Schedule 5, Part B of the Bill.
10. For 2017/18 the allocation for the indirect regional bulk infrastructure grant will be increased by R200 million for Butterworth's emergency water supply scheme to respond to drought pressures. These additional funds will be spent by the national Department of Water and Sanitation on behalf of the municipality in order to leverage economies of scale in purchasing. The assets will be transferred to Chris Hani District Municipality after completion. These changes are shown in Schedule 6, Part B of the Bill and in Annexure 6 to the Bill.

Correction of rounding error in the Public Transport Network Grant allocation Baseline

11. In the 2017/18 Public Transport Network Grant allocations, the allocations submitted had decimals and due to formatting, the decimals were not apparent. On the excel file submitted the total baseline allocation for the grant is reflected correctly as

R6 159 559. However, when manually adding the individual allocations to the municipalities, the total for the grant becomes R6 159 560, meaning it is over by R1 000 as a result of the decimals. Department of Transport (DoT) as the Transferring Officer wrote to the municipality affected – being Buffalo City in this case as recommended by DoT – to request concurrence to reduce their allocation by R1 000, to which the municipality agreed. DoT then wrote to National Treasury requesting correction of this error, which is to be corrected with this gazette.

Additional allocation for bucket eradication programme

12. The allocation for the bucket eradication programme is increased by R265 million to allow the national Department of Water and Sanitation to continue bucket eradication projects that the department had identified and committed to implementing (i.e. for the eradication of bucket sanitation in formal areas). This increase is funded through the reprioritisation of funds within the department from compensation of employees (R45.1 million), payments of capital assets (R214.5 million) and goods and services to support indirect water services infrastructure grant (R5.4 million).
13. The changes are reflected in Schedule 6, Part B of the Bill and more details of the allocations per municipality are in Annexure 6 to the Bill. These reprioritised funds will add to the R385.6 million allocated for the bucket eradication programme in formal settlements at the beginning of 2017/18 within the regional bulk infrastructure grant (R240.6 million) and water services infrastructure grant (R145 million). The eradication of bucket sanitation in informal settlements continues to be funded through the urban settlements development grant and the municipal infrastructure grant.

Changes to gazetted frameworks

Substance abuse treatment grant

14. The grant framework for the substance abuse treatment grant will be corrected so that the due date for the submission of business plans reads 1 March 2017, instead of the current 1 February 2017.

National tertiary services grant and health professions development and training grant

15. The due date for submission of the list of specialists paid from both the provincial equitable share and the health professions development and training grant will be corrected from 28 February 2017 and 31 March 2017 to 30 November 2017. A condition that required the national Department of Health and National Treasury to discuss funding for a review was included twice in the conditions section. This duplication is corrected. The framework is also corrected to rectify the omission of the line specifying the scheduling of the grant. The above-mentioned amendments (excluding the duplicate condition) are also mirrored in the framework for the national tertiary services grant.

National health insurance grant: ideal clinics component

16. Under the outputs section of the grant framework, the number of facilities to be peer reviewed is amended from 1 700 to 500 clinics. The former target was erroneously captured as it is the cumulative target for the 2017 MTEF, not the single year target in line with the grant's 2017/18 business plan.

National health insurance grant: health professionals contracting component

17. This component of the national health insurance grant erroneously included a responsibility for the national Department of Health that duplicated reporting requirements that were meant to only apply to infrastructure projects in the national

health insurance grant: health facility revitalisation component. This responsibility, which is not aligned to the objectives of the national health insurance grant: health professionals contracting component will therefore be removed from the framework for this component.

Comprehensive HIV, AIDS and TB grant

18. The comprehensive HIV, AIDS and TB grant framework is amended to include a window for the funding of the malaria outbreak relief intervention.

Municipal disaster recovery grant

19. The municipal disaster recovery grant framework is being gazetted for 2017/18. This grant did not form part of the Division of Revenue Act, 2017, but has now been allocated in response to the need to repair sinkholes and infrastructure damage caused by sinkholes in the Merafong Local Municipality. The conditions in this grant framework are the same as for previous years when this grant existed. They include the following requirements to govern the use of disaster funds:
20. Business plans in line with post verification assessment reports must be submitted to the National Disaster Management Centre.
21. Disaster reconstruction and rehabilitation funds may only be used for approved projects.
22. Quarterly reports on expenditure on disaster projects must be submitted to the National Disaster Management Centre.

Changes to gazetted allocations

23. Details per municipality of the changes to allocations for the municipal disaster recovery grant, regional bulk infrastructure grant and the water services infrastructure grant that have been described in part 2 of this memorandum will be gazetted. These changes per municipality are shown in annexures 4, 5 and 6.
24. Details of the changes per provincial department for allocations for the national health insurance indirect grant for provinces are shown in Appendix 1. These changes relate to the conversion of health facility revitalisation grant allocation from Schedule 6, Part A (indirect) to Schedule 5, Part A (direct) that was described in part 2 of this memorandum. Furthermore, the allocation for the health facility revitalisation component of the national health insurance indirect grant has been reduced by R200 million, these funds will be shifted to the health professionals contracting component of the same grant.
25. This will alleviate spending pressures emanating from the payment of private general practitioners contracted to work in primary healthcare facilities as well as the increased enrolment of patients to the Centralised Chronic Medicines Dispensing and Distribution (CCMDD). The reduction of the health facility revitalisation component budget will be accommodated by delaying non-critical infrastructure projects and prudent project and expenditure management. Details per province of the changes to the schools infrastructure backlogs grant allocations relate to the anticipated underspending in this grant.

Amendments to the local government payment schedule

26. The 2017/18 original payment schedule was approved by the Director-General on 29 June 2017 in terms of Section 23 of the DoRA, 2017.

27. All the proposed changes to the original payment schedule in this submission form part of the 2017 Adjustments Appropriation Act, (Act No. 12 of 2017) and will translate into an amendment in the flow of funds which means the originally scheduled allocations have to be amended likewise. The original payment schedule approved by the Director-General will accordingly be adjusted within the requirements of the Division of Revenue Act, 2017 as amended. This will be done in a separate submission.

ANNEXURE 1

SPECIFIC PURPOSE ALLOCATIONS TO MUNICIPALITIES: CURRENT GRANTS

(National and Municipal Financial Years)

Schedule 5B
SPECIFIC PURPOSE GRANT ALLOCATIONS TO MUNICIPALITIES

National Treasury (Vote 7)	Infrastructure Skills Development Grant			
	Column A	Column B		Column C
	2017/18 Main allocation R'000	Roll-overs R'000	Adjustments R'000	2017/18 Adjusted allocation R'000
EASTERN CAPE				
B EC138 Sakhisizwe				
B EC139 Enoch Mgijima	1 800		(1 800)	
C DC13 Chris Hani District Municipality				
Total: Chris Hani Municipalities	1 800		(1 800)	
Total: Eastern Cape Municipalities	38 482		(1 800)	36 682
GAUTENG				
B GT484 Merafong City				
B GT485 Rand West City	2 100		(2 100)	
C DC48 West Rand District Municipality				
Total: West Rand Municipalities	2 100		(2 100)	
Total: Gauteng Municipalities	10 860		(2 100)	8 760
KWAZULU-NATAL				
A ETH eThekweni	27 893		2 400	30 293
B KZN281 uMfolozi				
B KZN282 uMhlathuze	6 500			6 500
B KZN284 uMlalazi				
B KZN285 Mthonjaneni				
B KZN286 Nkandla				
C DC28 King Cetshwayo District Municipality				
Total: Uthungulu Municipalities	6 500			6 500
Total: KwaZulu-Natal Municipalities	34 393		2 400	36 793
LIMPOPO				
B LIM351 Blouberg				
B LIM353 Molomole				
B LIM354 Polokwane	6 213		1 000	7 213
B LIM355 Lepele-Nkumpi				
C DC35 Capricorn District Municipality				
Total: Capricorn Municipalities	6 213		1 000	7 213
Total: Limpopo Municipalities	6 213		1 000	7 213
WESTERN CAPE				
A CPT City of Cape Town	10 393			10 393
B WC043 Mossel Bay				
B WC044 George	4 100		500	4 100
B WC045 Oudtshoorn				
B WC047 Bitou				
B WC048 Knysna				
C DC4 Eden District Municipality				
Total: Eden Municipalities	4 100		500	4 600
Total: Western Cape Municipalities	14 493		500	14 993
National Total	140 774			140 774

Schedule 5B
SPECIFIC PURPOSE GRANT ALLOCATIONS TO MUNICIPALITIES

Department of Cooperative Governance (Vote 4)	Municipal Demarcation Transition Grant			
	Column A	Column B		Column C
	2017/18 Main allocation R'000	Roll-overs R'000	Adjustments R'000	2017/18 Adjusted allocation R'000
KWAZULU-NATAL				
A ETH eThekweni				
B KZN212 uMdoni	4 566		3 714	8 280
B KZN213 uMzumbe				
B KZN214 uMuziwabantu				
B KZN216 Ray Nkonyeni	4 566		3 714	8 280
C DC21 Ugu District Municipality				
Total: Ugu Municipalities	9 132		7 428	16 560
B KZN235 Okhahlamba				
B KZN237 iNkosi Langalibalele	4 566		3 717	8 283
B KZN238 Alfred Duma	4 566		3 714	8 280
C DC23 uThukela District Municipality				
Total: Uthukela Municipalities	9 132		7 431	16 563
B KZN275 Mtubatuba				
B KZN276 Big Five Hlabisa	4 566		3 714	8 280
C DC27 uMkhanyakude District Municipality				
Total: Umkhanyakude Municipalities	4 566		3 714	8 280
B KZN281 uMfolozi				
B KZN282 uMhlathuze	3 424		2 785	6 209
B KZN284 uMlalazi				
B KZN285 Mthonjaneni	3 424		2 786	6 210
B KZN286 Nkandla				
C DC28 King Cetshwayo District Municipality				
Total: Uthungulu Municipalities	6 848		5 571	12 419
B KZN433 Greater Kokstad				
B KZN434 uBuhlebezwe				
B KZN435 uMzimkhulu				
B KZN436 Dr Nkosazana Dlamini Zuma	4 566		3 714	8 280
C DC43 Harry Gwala District Municipality				
Total: Harry Gwala Municipalities	4 566		3 714	8 280
Total: KwaZulu-Natal Municipalities	34 244		27 858	62 102
National Total	111 856		27 858	139 714

ANNEXURE 2
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES
(National and Municipal Financial Years)

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

Department of Water and Sanitation (Vote 36)	Water Services Infrastructure Grant			
	Column A	Column B		Column C
	2017/18 Main allocation R'000	Roll-overs R'000	Adjustments R'000	2017/18 Adjusted allocation R'000
FREE STATE				
A MAN Mangaung				
B FS161 Letsemeng	25 000		16 231	41 231
B FS162 Kopanong	20 000		(1 000)	19 000
B FS163 Mohokare	30 000		(6 000)	24 000
C DC16 Xhariep District Municipality				
Total: Xhariep Municipalities	75 000		9 231	84 231
B FS183 Tswelopele				
B FS184 Matjhabeng	30 000		(6 000)	24 000
B FS185 Nala				
C DC18 Lejweleputswa District Municipality				
Total: Lejweleputswa Municipalities	30 000		(6 000)	24 000
B FS191 Setsoto	15 000			15 000
B FS192 Dihlabeng	15 000			15 000
B FS193 Nketoana				
B FS194 Maluti a Phofung	50 000		(10 000)	40 000
B FS195 Phumelela	10 000			10 000
B FS196 Mantsopa				
C DC19 Thabo Mofutsanyana District Municipality				
Total: Thabo Mofutsanyana Municipalities	90 000		(10 000)	80 000
B FS201 Moqhaka	20 000		(2 231)	17 769
B FS203 Ngwathe	20 000		9 000	29 000
B FS204 Metsimaholo	15 000			15 000
Total: Fezile Dabi Municipalities	55 000		6 769	61 769
Total: Free State Municipalities	250 000			250 000
MPUMALANGA				
B MP315 Thembisile Hani	45 000			45 000
B MP316 Dr JS Moroka	5 000		(2 500)	2 500
C DC31 Nkangala District Municipality				
Total: Nkangala Municipalities	80 000		(2 500)	77 500
B MP321 Thaba Chweu	45 000			45 000
B MP324 Nkomazi	40 000		13 227	53 227
B MP325 Bushbuckridge	110 000			110 000
B MP326 City of Mbombela	40 000		(10 727)	29 273
C DC32 Ehlanzeni District Municipality				
Total: Ehlanzeni Municipalities	235 000		2 500	237 500
Total: Mpumalanga Municipalities	415 000			415 000
National Total	3 329 464			3 329 464

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

Department of Water and Sanitation (Vote 36)	Regional Bulk Infrastructure Grant			
	Column A	Column B		Column C
	2017/18 Main allocation R'000	Roll-overs R'000	Adjustments R'000	2017/18 Adjusted allocation R'000
FREE STATE				
A MAN Mangaung				
B FS161 Letsemeng				
B FS162 Kopanong				
B FS163 Mohokare	20 000		10 000	30 000
C DC16 Xhariep District Municipality				
Total: Xhariep Municipalities	20 000		10 000	30 000
B FS181 Masilonyana	15 000		(5 000)	10 000
B FS182 Tokologo				
B FS183 Tswelopele				
Total: Lejweleputswa Municipalities	15 000		(5 000)	10 000
B FS191 Setsoto	20 000		(5 000)	15 000
B FS196 Mantsopa	15 000			15 000
C DC19 Thabo Mofutsanyana District Municipality				
Total: Thabo Mofutsanyana Municipalities	35 000		(5 000)	30 000
B FS201 Moqhaka				
B FS203 Ngwathe	15 000			15 000
Total: Fezile Dabi Municipalities	15 000			15 000
Total: Free State Municipalities	85 000			85 000
KWAZULU-NATAL				
B KZN235 Okhahlamba				
B KZN237 iNkosi Langalibalele				
B KZN238 Alfred Duma				
C DC23 uThukela District Municipality	95 052		(50 552)	44 500
Total: Uthukela Municipalities	95 052		(50 552)	44 500
B KZN241 eNdumeni				
B KZN242 Nqutu				
B KZN244 uMsinga				
B KZN245 uMvoti				
C DC24 uMzinyathi District Municipality	98 933			98 933
Total: Umzinyathi Municipalities	98 933			98 933
B KZN265 Nongoma				
B KZN266 Ulundi				
C DC26 Zululand District Municipality	110 000		50 552	160 552
Total: Zululand Municipalities	110 000		50 552	160 552
Total: KwaZulu-Natal Municipalities	605 395			605 395
NORTHERN CAPE				
B NC065 Hantam	50 426		15 000	65 426
B NC066 Karoo Hoogland				
B NC067 Khai-Ma				
C DC6 Namakwa District Municipality				
Total: Namakwa Municipalities	50 426		15 000	65 426
B NC071 Ubuntu				
B NC072 Umsobomvu				
B NC073 Emthanjeni				
B NC074 Kareeberg	30 000		(15 000)	15 000
Total: Pixley Ka Seme Municipalities	30 000		(15 000)	15 000
Total: Northern Cape Municipalities	100 426			100 426
National Total	1 865 000			1 865 000

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

National Treasury (Vote 7)			Neighbourhood Development Partnership Grant			
			Column A	Column B		Column C
			2017/18	Roll-overs	Adjustments	2017/18
			Main allocation			Adjusted allocation
			R'000	R'000	R'000	R'000
EASTERN CAPE						
A	BUF	Buffalo City	10 000		(10 000)	
A	NMA	Nelson Mandela Bay	15 000		(6 000)	9 000
B	EC129	Raymond Mhlaba				
C	DC12	Amatole District Municipality	15 080		(7 080)	8 000
Total: Amatole Municipalities			15 080		(7 080)	8 000
Total: Eastern Cape Municipalities			40 080		(23 080)	17 000
FREE STATE						
A	MAN	Mangaung	15 000		(10 000)	5 000
B	FS161	Letsemeng				
B	FS162	Kopanong				
B	FS163	Mohokare				
C	DC16	Xhariep District Municipality				
Total: Xhariep Municipalities						
Total: Free State Municipalities			15 000		(10 000)	5 000
GAUTENG						
A	EKU	Ekurhuleni	82 000		20 574	102 574
A	JHB	City of Johannesburg	79 523		(34 041)	45 482
A	TSH	City of Tshwane	20 000			20 000
B	GT421	Emfuleni	30 000		(14 975)	15 025
B	GT422	Midvaal				
B	GT423	Lesedi				
C	DC42	Sedibeng District Municipality				
Total: Sedibeng Municipalities			30 000		(14 975)	15 025
B	GT481	Mogale City	20 000		4 345	24 345
B	GT484	Merafong City				
B	GT485	Rand West City				
C	DC48	West Rand District Municipality	10 000		43 277	53 277
Total: West Rand Municipalities			30 000		47 622	77 622
Total: Gauteng Municipalities			241 523		19 180	260 703
KWAZULU-NATAL						
A	ETH	eThekweni	50 000		674	50 674
B	KZN224	iMpendle				
B	KZN225	Msunduzi	40 000		(1 904)	38 096
B	KZN226	Mkhambathini				
B	KZN227	Richmond				
C	DC22	uMgungundlovu District Municipality				
Total: Umgungundlovu Municipalities			40 000		(1 904)	38 096
B	KZN252	Newcastle	50 000		(15 233)	34 767
B	KZN253	eMadlangeni				
B	KZN254	Dannhauser				
C	DC25	Amajuba District Municipality				
Total: Amajuba Municipalities			50 000		(15 233)	34 767
B	KZN291	Mandeni	11 178			
B	KZN292	KwaDukuza				
Total: iLembe Municipalities			11 178			11 178
Total: KwaZulu-Natal Municipalities			151 178		(16 463)	134 715

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

National Treasury (Vote 7)	Neighbourhood Development Partnership Grant			
	Column A	Column B		Column C
	2017/18 Main allocation	Roll-overs	Adjustments	2017/18 Adjusted allocation
LIMPOPO				
B LIM351 Blouberg				
B LIM353 Molomole				
B LIM354 Polokwane	26 000		15 027	41 027
B LIM355 Lepele-Nkumpi				
C DC35 Capricorn District Municipality				
Total: Capricorn Municipalities	26 000		15 027	41 027
Total: Limpopo Municipalities	26 000		15 027	41 027
MPUMALANGA				
B MP312 Emalahleni	25 000		(15 500)	9 500
B MP313 Steve Tshwete				
C DC31 Nkangala District Municipality				
Total: Nkangala Municipalities	25 000		(15 500)	9 500
B MP321 Thaba Chweu				
B MP324 Nkomazi				
B MP325 Bushbuckridge				
B MP326 City of Mbombela	40 000		(1 865)	38 135
C DC32 Ehlanzeni District Municipality				
Total: Ehlanzeni Municipalities	40 000		(1 865)	38 135
Total: Mpumalanga Municipalities	65 000		(17 365)	47 635
NORTHERN CAPE				
B NC091 Sol Plaatje	27 500		70 037	97 537
B NC092 Dikgatlong				
B NC093 Magareng				
B NC094 Phokwane				
C DC9 Frances Baard District Municipality				
Total: Frances Baard Municipalities	27 500		70 037	97 537
Total: Northern Cape Municipalities	27 500		70 037	97 537
NORTH WEST				
B NW371 Moretele				
B NW372 Madibeng				
B NW373 Rustenburg	10 000		(10 000)	
Total: Bojanala Platinum Municipalities	10 000		(10 000)	
B NW403 City of Matlosana	75 000		(26 245)	48 755
B NW404 Maquassi Hills				
B NW405 JB Marks				
C DC40 Dr Kenneth Kaunda District Municipality				
Total: Dr Kenneth Kaunda Municipalities	75 000		(26 245)	48 755
Total: North West Municipalities	85 000		(36 245)	48 755
WESTERN CAPE				
A CPT City of Cape Town	2 109			2 109
B WC047 Bitou				
B WC048 Knysna	10 000		(1 091)	8 909
C DC4 Eden District Municipality				
Total: Eden Municipalities	10 000		(1 091)	8 909
Total: Western Cape Municipalities	12 109		(1 091)	11 018
National Total	663 390			663 390

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

Department Energy (Vote 26)		Integrated National Electrification Programme (Municipal) Grant			
		Column A	Column B		Column C
		2017/18	Roll-overs	Adjustments	2017/18
		Main allocation			Adjusted allocation
		R'000	R'000	R'000	R'000
EASTERN CAPE					
A	BUF Buffalo City	25 000		(17 700)	7 300
A	NMA Nelson Mandela Bay	30 000			30 000
B	EC101 Dr Beyers Naude	7 000			7 000
B	EC105 Ndlambe	8 000		(6 900)	1 100
B	EC106 Sundays River Valley	13 000		5 000	18 000
Total: Sarah Baartman Municipalities		35 000		(1 900)	33 100
B	EC131 Inxuba Yethemba	9 000			9 000
B	EC135 Intsika Yethu	4 500		2 700	7 200
B	EC137 Engcobo	13 000			13 000
B	EC138 Sakhisizwe	2 000		(2 000)	
B	EC139 Enoch Mgijima	10 000		(3 000)	7 000
C	DC13 Chris Hani District Municipality				
Total: Chris Hani Municipalities		38 500		(2 300)	36 200
B	EC141 Elundini	30 000			30 000
B	EC142 Senqu	5 000			5 000
B	EC145 Walter Sisulu	9 000		(4 000)	5 000
C	DC14 Joe Gqabi District Municipality				
Total: Ukhahlamba Municipalities		44 000		(4 000)	40 000
B	EC441 Matatiele	80 000			80 000
B	EC442 Umzimvubu	33 000		5 000	38 000
B	EC443 Mbizana	34 000			34 000
B	EC444 Ntabankulu	40 000			40 000
C	DC44 Alfred Nzo District Municipality				
Total: Alfred Nzo Municipalities		187 000		5 000	192 000
Total: Eastern Cape Municipalities		472 000		(20 900)	451 100
FREE STATE					
A	MAN Mangaung	20 000			20 000
B	FS161 Letsemeng	4 500		(3 830)	670
B	FS162 Kopanong	4 500			4 500
B	FS163 Mphahlele			3 000	3 000
Total: Xhariep Municipalities		9 000		(830)	8 170
B	FS193 Nketoana	5 000			5 000
B	FS194 Maluti a Phofung			5 000	5 000
Total: Thabo Mofutsanyana Municipalities		11 000		5 000	16 000
B	FS201 Moqhaka	5 000			5 000
B	FS203 Ngwathe	5 000			5 000
B	FS204 Metsimaholo	10 000			10 000
B	FS205 Mafube	5 000		(5 000)	
C	DC20 Fezile Dabi District Municipality			4 000	4 000
Total: Fezile Dabi Municipalities		25 000		(1 000)	24 000
Total: Free State Municipalities		101 000		3 170	104 170

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

Department Energy (Vote 26)	Integrated National Electrification Programme (Municipal) Grant			
	Column A	Column B		Column C
	2017/18 Main allocation	Roll-overs	Adjustments	2017/18 Adjusted allocation
GAUTENG				
B GT421 Emfuleni	8 000		(8 000)	
B GT422 Midvaal	8 000			8 000
B GT423 Lesedi	5 000		2 800	7 800
C DC42 Sedibeng District Municipality				
Total: Sedibeng Municipalities	21 000		(5 200)	15 800
B GT481 Mogale City				
B GT484 Merafong City	10 000			10 000
B GT485 Rand West City	9 000		3 000	12 000
C DC48 West Rand District Municipality				
Total: West Rand Municipalities	19 000		3 000	22 000
Total: Gauteng Municipalities	150 000		(2 200)	147 800
KWAZULU-NATAL				
B KZN223 Mpofana	5 000			5 000
B KZN225 Msunduzi				
B KZN226 Mkhambathini	8 000			8 000
B KZN227 Richmond	8 000			8 000
Total: Umgungundlovu Municipalities	29 000			29 000
B KZN241 eNdumeni	9 000			9 000
B KZN242 Nqutu	24 000			24 000
B KZN244 uMsinga	24 000		5 000	29 000
B KZN245 uMvoti	15 000			15 000
C DC24 uMzinyathi District Municipality				
Total: Umzinyathi Municipalities	72 000		5 000	77 000
B KZN271 uMhlabuyalingana	25 000			25 000
B KZN272 Jozini	15 000			15 000
B KZN275 Mtubatuba	14 000		600	14 600
B KZN276 Big Five Hlabisa	14 000			14 000
C DC27 uMkhanyakude District Municipality				
Total: Umkhanyakude Municipalities	68 000		600	68 600
B KZN434 uBuhlebezwe	20 000			20 000
B KZN435 uMzimkhulu	15 000		4 000	19 000
B KZN436 Dr Nkosazana Dlamini Zuma	14 000			14 000
C DC43 Harry Gwala District Municipality				
Total: Harry Gwala Municipalities	59 000		4 000	63 000
Total: KwaZulu-Natal Municipalities	540 000		9 600	549 600
LIMPOPO				
B LIM331 Greater Giyani	20 000			20 000
B LIM332 Greater Letaba			6 000	6 000
B LIM333 Greater Tzaneen	25 000			25 000
B LIM334 Ba-Phalaborwa	9 000			9 000
Total: Mopani Municipalities	54 000		6 000	60 000
B LIM341 Musina	18 000			18 000
B LIM343 Thulamela	40 000		(15 000)	25 000
B LIM344 Makhado	25 000			25 000
B LIM345 LIM345	18 000		3 000	21 000
C DC34 Vhembe District Municipality				
Total: Vhembe Municipalities	101 000		(12 000)	89 000
B LIM351 Blouberg	7 000		3 500	10 500
B LIM353 Molomole				
B LIM354 Polokwane	40 000			40 000
Total: Capricorn Municipalities	47 000		10 080	57 080
B LIM473 Makhuduthamaga	13 000			13 000
B LIM476 LIM476	10 000		(10 000)	
C DC47 Sekhukhune District Municipality				
Total: Greater Sekhukhune Municipalities	38 000		(10 000)	28 000
Total: Limpopo Municipalities	298 000		(5 920)	292 080

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

Department Energy (Vote 26)	Integrated National Electrification Programme (Municipal) Grant			
	Column A	Column B		Column C
	2017/18	Roll-overs	Adjustments	2017/18
	Main allocation			Adjusted allocation
MPUMALANGA				
B MP311 Victor Khanye				
B MP312 Emalahleni	45 000		5 000	50 000
B MP313 Steve Tshwete				
B MP314 Emakhazeni	7 000			7 000
Total: Nkangala Municipalities	52 000		5 000	57 000
Total: Mpumalanga Municipalities	200 000		5 000	205 000
NORTHERN CAPE				
B NC061 Richtersveld	7 000			7 000
B NC062 Nama Khoi	5 000		7 300	12 300
B NC064 Kamiesberg				
Total: Namakwa Municipalities	15 000		7 300	22 300
B NC071 Ubuntu	1 000		(1 000)	
B NC072 Umsobomvu	2 000			2 000
B NC073 Emthanjeni	6 000		1 500	7 500
B NC074 Kareeberg	1 000			1 000
B NC075 Renosterberg	3 000			3 000
B NC076 Thembelihle	1 000		7 000	8 000
B NC077 Siyathemba			2 500	2 500
B NC078 Siyancuma	3 000		1 750	4 750
C DC7 Pixley Ka Seme District Municipality			1 000	1 000
Total: Pixley Ka Seme Municipalities	17 000		12 750	29 750
B NC091 Sol Plaatje	31 000		(5 000)	26 000
B NC092 Dikgatlong	3 000			3 000
B NC093 Magareng	15 000		(10 000)	5 000
B NC094 Phokwane	3 000			3 000
C DC9 Frances Baard District Municipality				
Total: Frances Baard Municipalities	52 000		(15 000)	37 000
Total: Northern Cape Municipalities	124 000		5 050	129 050
NORTH WEST				
B NW383 Mafikeng				
B NW384 Ditsobotla	18 000			18 000
B NW385 Ramotshere Moiloa	15 000		(8 400)	6 600
C DC38 Ngaka Modiri Molema District Municipality				
Total: Ngaka Modiri Molema Municipalities	33 000		(8 400)	24 600
B NW403 City of Matlosana	14 000		5 500	19 500
B NW404 Maquassi Hills	5 000			5 000
B NW405 JB Marks	10 000		2 500	12 500
C DC40 Dr Kenneth Kaunda District Municipality				
Total: Dr Kenneth Kaunda Municipalities	29 000		8 000	37 000
Total: North West Municipalities	103 000		(400)	102 600
WESTERN CAPE				
B WC053 Beaufort West			6 600	6 600
C DC5 Central Karoo District Municipality				
Total: Central Karoo Municipalities	3 000		6 600	9 600
Total: Western Cape Municipalities	106 048		6 600	112 648
National Total	2 094 048			2 094 048

Schedule 5B
INFRASTRUCTURE GRANT ALLOCATIONS TO MUNICIPALITIES

Cooperative Governance and Traditional Affairs (Vote 4)	Municipal Disaster Recovery Grant			
	Column A	Column B		Column C
	2017/18 Main allocation R'000	Roll-overs R'000	Adjustments R'000	2017/18 Adjusted allocation R'000
GAUTENG				
A EKU Ekurhuleni				
A JHB City of Johannesburg				
A TSH City of Tshwane				
B GT421 Emfuleni				
B GT422 Midvaal				
B GT423 Lesedi				
C DC42 Sedibeng District Municipality				
Total: Sedibeng Municipalities				
B GT481 Mogale City				
B GT484 Merafong City			26 147	26 147
B GT485 Rand West City				
C DC48 West Rand District Municipality				
Total: West Rand Municipalities			26 147	26 147
Total: Gauteng Municipalities			26 147	26 147
National Total			26 147	26 147

ANNEXURE 3
ALLOCATIONS-IN-KIND TO MUNICIPALITIES
(National and Municipal Financial Years)

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

Department of Water and Sanitation (Vote 36)		Water Services Infrastructure Grant			
		Column A	Column B		Column C
		2017/18 Main allocation	Roll-overs	Adjustments	2017/18 Adjusted allocation
		R'000	R'000	R'000	R'000
FREE STATE					
A	MAN	Mangaung			
B	FS161	Letsemeng			
B	FS162	Kopanong		944	944
B	FS163	Mohokare		2 179	2 179
C	DC16	Xhariep District Municipality			
Total: Xhariep Municipalities				3 123	3 123
B	FS181	Masilonyana		1 294	1 294
B	FS182	Tokologo	13 500	16 489	29 989
B	FS183	Tswelopele			
B	FS184	Matjhabeng		17 089	17 089
B	FS185	Nala			
C	DC18	Lejweleputswa District Municipality			
Total: Lejweleputswa Municipalities		13 500		34 872	48 372
B	FS191	Setsoto	31 000	43 139	74 139
B	FS192	Dihlabeng			
B	FS193	Nketoana	20 000	44 333	64 333
B	FS194	Maluti a Phofung			
B	FS195	Phumelela		3 257	3 257
B	FS196	Mantsopa			
C	DC19	Thabo Mofutsanyana District Municipality			
Total: Thabo Mofutsanyana Municipalities		51 000		90 729	141 729
B	FS201	Moghaka			
B	FS203	Ngwathe		33 513	33 513
B	FS204	Metsimaholo			
B	FS205	Mafube		74 547	74 547
C	DC20	Fezile Dabi District Municipality			
Total: Fezile Dabi Municipalities				108 060	108 060
Total: Free State Municipalities		64 500		236 784	301 284
NORTHERN CAPE					
B	NC061	Richtersveld			
B	NC062	Nama Khoi	3 700	749	4 449
C	DC6	Namakwa District Municipality			
Total: Namakwa Municipalities		3 700		749	4 449
B	NC071	Ubuntu	2 000	3 496	5 496
B	NC072	Umsobomvu			
B	NC073	Emthanjeni	2 000	1 199	3 199
B	NC074	Kareeberg			
B	NC075	Renosterberg	3 000	931	3 931
B	NC076	Thembelihle			
B	NC077	Siyathemba	2 000	1 294	3 294
B	NC078	Siyancuma	28 000	5 088	33 088
C	DC7	Pixley Ka Seme District Municipality			
Total: Pixley Ka Seme Municipalities		37 000		12 008	49 008
B	NC082	!Kai !Garib			
B	NC084	!Kheis			
B	NC085	Tsantsabane	4 800	1 925	6 725
B	NC086	Kgatelopele			
B	NC087	Dawid Kruiper	25 000	13 467	38 467
C	DC8	ZF Mgcawu District Municipality			
Total: ZF Mgcawu Municipalities		29 800		15 392	45 192
Total: Northern Cape Municipalities		70 500		28 149	98 649
National Total		587 122		264 933	852 055

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

Department of Water and Sanitation (Vote 36)			Regional Bulk Infrastructure Grant			
			Column A	Column B		Column C
			2017/18 Main allocation R'000	Roll-overs R'000	Adjustments R'000	2017/18 Adjusted allocation R'000
EASTERN CAPE						
A	BUF	Buffalo City				
A	NMA	Nelson Mandela Bay	92 005			92 005
B	EC101	Dr Beyers Naude	32 000			32 000
B	EC102	Blue Crane Route				
B	EC104	Makana	51 000			51 000
B	EC105	Ndlambe	25 000			25 000
B	EC106	Sundays River Valley	6 000			6 000
B	EC108	Kouga				
B	EC109	Kou-Kamma	5 000			5 000
C	DC10	Sarah Baartman District Municipality				
Total: Sarah Baartman Municipalities			119 000			119 000
B	EC121	Mbhashe				
B	EC122	Mnquma				
B	EC123	Great Kei				
B	EC124	Amahlathi				
B	EC126	Ngqushwa				
B	EC129	Raymond Mhlaba				
C	DC12	Amatole District Municipality	62 363			62 363
Total: Amatole Municipalities			62 363			62 363
B	EC131	Inxuba Yethemba				
B	EC135	Intsika Yethu				
B	EC136	Emalahleni				
B	EC137	Engcobo				
B	EC138	Sakhisizwe				
B	EC139	Enoch Mgijima				
C	DC13	Chris Hani District Municipality			200 000	200 000
Total: Chris Hani Municipalities					200 000	200 000
Total: Eastern Cape Municipalities			313 368		200 000	513 368
National Total			2 773 539		200 000	2 973 539

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

Department Energy (Vote 26)		Integrated National Electrification Programme (Eskom) Grant		
		Column A	Column B	
		2017/18	Roll-overs	Adjustments
		Main allocation		2017/18
		R'000	R'000	Adjusted allocation
				R'000
EASTERN CAPE				
A	BUF Buffalo City	21 546		(4 114)
A	NMA Nelson Mandela Bay			
B	EC101 Dr Beyers Naude	2 339		(1 792)
B	EC102 Blue Crane Route			
B	EC104 Makana	4 110		1 882
B	EC105 Ndlambe	522		3 571
B	EC106 Sundays River Valley	8 526		(8 220)
B	EC108 Kouga	1 521		(1 521)
B	EC109 Kou-Kamma	1 922		(1 759)
C	DC10 Sarah Baartman District Municipality			
Total: Sarah Baartman Municipalities		18 940		(7 839)
B	EC121 Mbhashe	49 153		4 801
B	EC122 Mquma	70 813		39 951
B	EC123 Great Kei			7 575
B	EC124 Amahlathi	10 818		(1 784)
B	EC126 Ngqushwa	7 379		1 148
B	EC129 Raymond Mhlaba	18 645		(6 263)
C	DC12 Amatole District Municipality			
Total: Amatole Municipalities		156 808		45 428
B	EC131 Inxuba Yethemba	41 905		69
B	EC135 Intsika Yethu	16 398		(14 832)
B	EC136 Emalahleni	21 816		(45)
B	EC137 Engcobo	14 045		(1 945)
B	EC138 Sakhisizwe	8 765		(310)
B	EC139 Enoch Mgijima			(983)
C	DC13 Chris Hani District Municipality			
Total: Chris Hani Municipalities		102 929		(18 046)
B	EC141 Elundini	67 055		36 478
B	EC142 Senqu	26 956		7 094
B	EC145 Walter Sisulu			
C	DC14 Joe Gqabi District Municipality			
Total: Ukhahlamba Municipalities		94 011		43 572
B	EC153 Nquza Hill	77 143		(661)
B	EC154 Port St Johns	33 909		1 811
B	EC155 Nyandeni	28 548		24 677
B	EC156 Mhlontlo	7 311		23 603
B	EC157 King Sabata Dalindyebo	43 949		36 396
C	DC15 O.R. Tambo District Municipality			
Total: O.R. Tambo Municipalities		190 860		85 826
B	EC441 Matatiele	56 923		(44 383)
B	EC442 Umzimvubu	87 211		(65 131)
B	EC443 Mbizana	45 261		(1 223)
B	EC444 Ntabankulu	121 098		(34 091)
C	DC44 Alfred Nzo District Municipality			
Total: Alfred Nzo Municipalities		310 493		(144 828)
Total: Eastern Cape Municipalities		895 587		(1)
FREE STATE				
A	MAN Mangaung	488		48
B	FS161 Letsemeng			55
B	FS162 Kopanong			41
B	FS163 Mohokare	36		97
C	DC16 Xhariep District Municipality			
Total: Xhariep Municipalities		36		193
B	FS181 Masilonyana	96		303
B	FS182 Tokologo	96		6
B	FS183 Tswelopele	34		155
B	FS184 Matjhabeng	29 680		(12 002)
B	FS185 Nala			402
C	DC18 Lejweleputswa District Municipality			
Total: Lejweleputswa Municipalities		29 906		(11 136)
B	FS191 Setsoto	169		4 466
B	FS192 Dihlabeng			306
B	FS193 Nketoana	114		34
B	FS194 Maluti a Phofung	18		11
B	FS195 Phumelela	238		(23)
B	FS196 Mantsopa	9 825		(541)
C	DC19 Thabo Mofutsanyana District Municipality			
Total: Thabo Mofutsanyana Municipalities		10 364		4 253
B	FS201 Moqhaka	8 265		6 363
B	FS203 Ngwathe			
B	FS204 Metsimaholo			53
B	FS205 Mafube			227
C	DC20 Fezile Dabi District Municipality			
Total: Fezile Dabi Municipalities		8 265		6 643
Total: Free State Municipalities		49 059		1

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

Department Energy (Vote 26)		Integrated National Electrification Programme (Eskom) Grant		
		Column A	Column B	Column C
		2017/18	Roll-overs	2017/18
		Main allocation	Adjustments	Adjusted allocation
GAUTENG				
A	EKU Ekurhuleni	2 095		4 808
A	JHB City of Johannesburg	35 068		(15 112)
A	TSH City of Tshwane	15 912		(9 623)
B	GT421 Emfuleni	4 131		4 240
B	GT422 Midvaal			
B	GT423 Lesedi			
C	DC42 Sedibeng District Municipality			
Total: Sedibeng Municipalities		4 131		4 240
B	GT481 Mogale City	10 118		18 063
B	GT484 Merafong City			
B	GT485 Rand West City			
C	DC48 West Rand District Municipality			
Total: West Rand Municipalities		10 118		18 063
Total: Gauteng Municipalities		67 324		2 376
KWAZULU-NATAL				
A	ETH eThekweni	4 102		
B	KZN212 uMdoni			
B	KZN213 uMzumbi	79 987		(3 055)
B	KZN214 uMuziwabantu			
B	KZN216 Ray Nkonyeni	6 223		2 851
C	DC21 Ugu District Municipality			
Total: Ugu Municipalities		86 210		(204)
B	KZN221 uMshwathi	24 169		443
B	KZN225 Msunduzi	49 486		(6 850)
B	KZN226 Mkhambathini	1 585		
Total: Umhlangundlovu Municipalities		75 240		(6 407)
B	KZN235 Okhahlamba			1 140
B	KZN237 iNkosi Langalibalele	3 397		(522)
B	KZN238 Alfred Duma	51 099		9 681
Total: Uthukela Municipalities		54 496		10 299
B	KZN241 eNdameni			
B	KZN242 Nqutu	18 701		7 055
B	KZN244 uMsinga	51 133		(2 999)
B	KZN245 uMvoti	15 020		1 994
Total: Umzimvathi Municipalities		84 854		6 050
B	KZN252 Newcastle	48 642		1 662
B	KZN253 eMahlangueni			
B	KZN254 Dannhauser	1 720		
Total: Amaluba Municipalities		50 362		1 662
B	KZN261 eDumbe	10 198		
B	KZN262 uPhongolo			1 140
B	KZN263 Abaqulusi	28 534		(1 880)
B	KZN265 Nongoma			
B	KZN266 Ulundi	2 178		2 124
Total: Zululand Municipalities		40 910		1 384
B	KZN271 uMhlabyalingana	81 639		14 014
B	KZN272 Jozini	210 396		(15 990)
B	KZN275 Mtubatuba	30 881		(11 784)
B	KZN276 Bliu Five Hlabisa	10 355		
Total: Umkhanyakude Municipalities		333 271		(13 760)
B	KZN281 uMfolozi	2 744		
B	KZN282 uMhlathuze	57 473		(1 148)
B	KZN284 uMlalazi	25 844		8 739
B	KZN285 Mthonjaneni			
B	KZN286 Nkandla	22 411		1 379
Total: Uthungulu Municipalities		108 472		8 970
B	KZN291 Mandeni	46 200		(16 920)
B	KZN292 KwaDukuza			
B	KZN293 Ndwedwe	47 415		12 844
B	KZN294 Maphumulo	73 087		2 136
Total: iLembe Municipalities		166 702		(1 940)
B	KZN433 Greater Kokstad	10 260		
B	KZN434 uBuhlebezwe	22 062		(1 742)
B	KZN435 uMzimkhulu	58 964		(4 313)
B	KZN436 Dr Nkosazana Dlamini Zuma			
Total: Harry Gwala Municipalities		91 286		(6 055)
Total: KwaZulu-Natal Municipalities		1 095 905		(1)

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

Department Energy (Vote 26)	Integrated National Electrification Programme (Eskom) Grant			
	Column A	Column B		Column C
	2017/18 Main allocation	Roll-overs	Adjustments	2017/18 Adjusted allocation
LIMPOPO				
B LIM331 Greater Giyani	51 165		(4 836)	46 329
B LIM332 Greater Letaba	35 634		(778)	34 856
B LIM333 Greater Tzaneen	21 102		(2 033)	19 069
B LIM334 Ba-Phalaborwa	10 804		648	11 452
B LIM335 Maruleng	20 430		7 804	28 234
C DC33 Mopani District Municipality				
Total: Mopani Municipalities	139 135		805	139 940
B LIM341 Musina	7 073		1 176	8 249
B LIM343 Thulamela	73 669		(18 232)	55 437
B LIM344 Makhado	22 120		4 783	26 903
B LIM345 LIM345	53 116		5 408	58 524
C DC34 Vhembe District Municipality				
Total: Vhembe Municipalities	155 978		(6 865)	149 113
B LIM351 Blouberg	40 503		(10 606)	29 897
B LIM353 Molomole	15 264		(2 402)	12 862
B LIM354 Polokwane	105 748		35 850	141 598
B LIM355 Lepele-Nkumpi	24 902		(1 053)	23 849
C DC35 Capricorn District Municipality				
Total: Capricorn Municipalities	186 417		21 789	208 206
B LIM361 Thabazimbi	855		(399)	456
B LIM362 Lephalale	61 605		(18 087)	43 518
B LIM366 Bela-Bela	4 899		206	5 105
B LIM367 Mogalakwena	42 972		9 194	52 166
B LIM368 LIM368				
C DC36 Waterberg District Municipality				
Total: Waterberg Municipalities	110 331		(9 086)	101 245
B LIM471 Ephraim Mogale	16 078		2 041	18 119
B LIM472 Elias Motsoaledi	25 303		3 426	28 729
B LIM473 Makhuduthamaga	93 209		3 585	96 794
B LIM476 LIM476	73 748		1 407	75 155
C DC47 Sekhukhune District Municipality				
Total: Greater Sekhukhune Municipalities	208 338		10 459	218 797
Total: Limpopo Municipalities	800 199		17 102	817 301
MPUMALANGA				
B MP301 Albert Luthuli	11 800		6 722	18 522
B MP302 Msukaigwa	20 758		12 605	33 363
B MP303 Mkhondo	44 769		(2 675)	42 094
B MP304 Pixley Ka Seme	10 535		8 232	18 767
B MP305 Lekwa	683		841	1 524
B MP306 Dipaleseng	615		63	678
B MP307 Govan Mbeki	2 340		1 342	3 682
C DC30 Gert Sibande District Municipality				
Total: Gert Sibande Municipalities	91 500		27 130	118 630
B MP311 Victor Khanye	375		(238)	137
B MP312 Emalahleni			143	143
B MP313 Sieve Tshwete	3 464		12 213	15 677
B MP314 Emakhazeni	2 700		(2 472)	228
B MP315 Thembisile Hani	109 220		(3 935)	105 285
B MP316 Dr JS Moroka	20 414		5 899	26 313
Total: Nkangala Municipalities	136 173		11 610	147 783
B MP321 Thaba Chweu	1 605		485	2 090
B MP324 Nkomazi	12 347		6 110	18 457
B MP325 Bushbuckridge	101 611		(51 885)	49 726
B MP326 City of Mbombela	57 154		(12 928)	44 226
Total: Ehlanzeni Municipalities	172 717		(58 218)	114 499
Total: Mpumalanga Municipalities	400 390		(19 478)	380 912
NORTHERN CAPE				
B NC061 Richtersveld				
B NC062 Nama Khoi			1 726	1 726
B NC064 Kamiesberg				
B NC065 Hantam	76		(35)	41
Total: Namakwa Municipalities	76		1 691	1 767
B NC072 Umsobomvu	44			44
B NC076 Thembelihle	247		310	557
B NC077 Siyathemba	76		75	151
B NC078 Sivalume	114		(56)	58
Total: Pixley Ka Seme Municipalities	481		329	810
B NC082 IKai !Garib	9 858		(983)	8 875
B NC085 Tsantsabane	38		2 490	2 528
B NC087 David Kruijer	1 163		(1 163)	
Total: ZF Mgcawu Municipalities	11 059		344	11 403
B NC093 Magareng	7 765		4 093	11 858
B NC094 Phokwane			(315)	816
C DC9 Frances Baard District Municipality	1 131			
Total: Frances Baard Municipalities			3 778	3 778
B NC451 Joe Morolong	9 693		10 165	19 858
B NC452 Ga-Segonyana	98 362		(15 395)	82 967
B NC453 Gamagara	9 930		(912)	9 018
Total: John Taolo Gaetsewe Municipalities	117 985		(6 142)	111 843
Total: Northern Cape Municipalities	129 601			129 601

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

Department Energy (Vote 26)	Integrated National Electrification Programme (Eskom) Grant			
	Column A	Column B		Column C
	2017/18 Main allocation	Roll-overs	Adjustments	2017/18 Adjusted allocation
NORTH WEST				
B NW371 Moretele	14 457		3 655	18 112
B NW372 Mafikeng	86 729		(50 004)	36 725
B NW373 Rustenburg	20 229		(13 712)	6 517
B NW374 Kgetlengrivier	247		(110)	137
B NW375 Moses Kotane	37 241		7 240	44 481
C DC37 Bojanala Platinum District Municipality				
Total: Bojanala Platinum Municipalities	158 903		(52 931)	105 972
B NW381 Ratlou	11 580		5 285	16 865
B NW382 Tswaing	8 857		6 300	15 157
B NW383 Mafikang	29 811		6 851	36 662
B NW384 Ditsobotla	4 598		(305)	4 293
B NW385 Ramotshere Moiloa	15 168		2 972	18 140
C DC38 Ngaka Modiri Molema District Municipality				
Total: Ngaka Modiri Molema Municipalities	70 014		21 103	91 117
B NW392 Naledi	4 490		(783)	3 707
B NW393 Mamusa	25 855		(8 276)	17 579
B NW394 Greater Taung	14 458		21 742	36 200
B NW396 Lekwa-Teemane	147		12 963	13 110
B NW397 Kagisano-Molopo	28 995		6 561	35 556
C DC39 Dr Ruth Segomotsi Mompati District Municipality				
Total: Dr Ruth Segomotsi Mompati Municipalities	73 945		32 207	106 152
B NW403 City of Matlosana	739		(3)	736
B NW404 Maquassi Hills	530		(256)	274
B NW405 JB Marks	564		(119)	445
C DC40 Dr Kenneth Kaunda District Municipality				
Total: Dr Kenneth Kaunda Municipalities	1 833		(378)	1 455
Total: North West Municipalities	304 695		1	304 696
WESTERN CAPE				
A CPT City of Cape Town	59 747		1 514	61 261
B WC011 Matzikama				
B WC012 Cederberg	10 695		808	11 503
B WC013 Bergvliet			148	148
B WC014 Saldanha Bay	4 691		2 310	7 001
B WC015 Swartland	1 116		51	1 167
C DC1 West Coast District Municipality				
Total: West Coast Municipalities	16 502		3 317	19 819
B WC022 Witzenberg				
B WC023 Drakenstein				
B WC024 Stellenbosch				
B WC025 Breede Valley	12 663		(6 172)	6 491
B WC026 Langeberg				
C DC2 Cape Winelands District Municipality				
Total: Cape Winelands Municipalities	12 663		(6 172)	6 491
B WC031 Theewaterskloof	2 926		517	3 443
B WC032 Overstrand				
B WC033 Cape Agulhas				
B WC034 Swellendam				
C DC3 Overberg District Municipality				
Total: Overberg Municipalities	2 926		517	3 443
B WC041 Kannaland				
B WC042 Hessequa				
B WC043 Mossel Bay	2 622		824	3 446
B WC044 George				
Total: Eden Municipalities	2 622		824	3 446
B WC051 Laingsburg	38			38
B WC052 Prince Albert				
B WC053 Beaufort West				
C DC5 Central Karoo District Municipality				
Total: Central Karoo Municipalities	38			38
Total: Western Cape Municipalities	94 498			94 498
National Total	3 837 258			3 837 258

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

National Treasury (Vote 7)			Neighbourhood Development Partnership Grant			
			Column A	Column B		Column C
			2017/18	Roll-overs	Adjustments	2017/18
			Main allocation			Adjusted allocation
			R'000	R'000	R'000	R'000
EASTERN CAPE						
A	BUF	Buffalo City	1 200		(1 200)	
A	NMA	Nelson Mandela Bay	1 354		(1 354)	
B	EC101	Dr Beyers Naude				
B	EC102	Blue Crane Route				
B	EC104	Makana	600		(600)	
B	EC105	Ndlambe				
C	DC10	Sarah Baartman District Municipality				
Total: Sarah Baartman Municipalities			600		(600)	
Total: Eastern Cape Municipalities			3 154		(3 154)	
FREE STATE						
A	MAN	Mangaung	420		(42)	378
Total: Free State Municipalities			420		(42)	378
GAUTENG						
A	EKU	Ekurhuleni	4 410		(3 472)	938
A	JHB	City of Johannesburg	1 000		(558)	442
A	TSH	City of Tshwane	2 410		(1 757)	653
B	GT421	Emfuleni	1 771		(271)	1 500
B	GT422	Midvaal				
B	GT423	Lesedi				
C	DC42	Sedibeng District Municipality				
Total: Sedibeng Municipalities			1 771		(271)	1 500
B	GT481	Mogale City	1 606		(1 216)	390
B	GT484	Merafong City				
B	GT485	Rand West City				
C	DC48	West Rand District Municipality			10 770	10 770
Total: West Rand Municipalities			1 606		9 554	11 160
Total: Gauteng Municipalities			11 197		3 496	14 693
KWAZULU-NATAL						
A	ETH	eThekweni	2 920		(1 400)	1 520
B	KZN225	Msunduzi	1 899		101	2 000
B	KZN226	Mkhambathini				
B	KZN227	Richmond				
C	DC22	uMgungundlovu District Municipality				
Total: Umgungundlovu Municipalities			1 899		101	2 000
B	KZN252	Newcastle	200		238	438
B	KZN253	eMadlangeni				
B	KZN254	Dannhauser				
C	DC25	Amajuba District Municipality				
Total: Amajuba Municipalities			200		238	438
Total: KwaZulu-Natal Municipalities			5 019		(1 061)	3 958

Schedule 6B
ALLOCATIONS-IN-KIND TO MUNICIPALITIES

National Treasury (Vote 7)	Neighbourhood Development Partnership Grant			
	Column A	Column B		Column C
	2017/18 Main allocation	Roll-overs	Adjustments	2017/18 Adjusted allocation
LIMPOPO				
B LIM353 Molomole				
B LIM354 Polokwane	230		(230)	
B LIM355 Lepele-Nkumpi				
C DC35 Capricorn District Municipality				
Total: Capricorn Municipalities	230		(230)	
Total: Limpopo Municipalities	230		(230)	
MPUMALANGA				
B MP312 Emalahleni	3 250		905	4 155
B MP313 Steve Tshwete				
C DC31 Nkangala District Municipality				
Total: Nkangala Municipalities	3 250		905	4 155
B MP321 Thaba Chweu				
B MP324 Nkomazi				
B MP325 Bushbuckridge				
B MP326 City of Mbombela	1 890		2 270	4 160
C DC32 Ehlanzeni District Municipality				
Total: Ehlanzeni Municipalities	1 890		2 270	4 160
Total: Mpumalanga Municipalities	5 140		3 175	8 315
NORTHERN CAPE				
B NC091 Sol Plaatje	800		(800)	
B NC092 Dikgatlong				
C DC9 Frances Baard District Municipality				
Total: Frances Baard Municipalities	800		(800)	
B NC451 Joe Morolong				
B NC452 Ga-Segonyana				
B NC453 Gamagara				
C DC45 John Taolo Gaetsewe District Municipality				
Total: John Taolo Gaetsewe Municipalities				
Total: Northern Cape Municipalities	800		(800)	
NORTH WEST				
B NW373 Rustenburg	800		(400)	400
B NW374 Kgetlengrivier				
B NW375 Moses Kotane				
C DC37 Bojanala Platinum District Municipality				
Total: Bojanala Platinum Municipalities	800		(400)	400
B NW403 City of Matlosana	420		(420)	
B NW404 Maquassi Hills				
B NW405 JB Marks				
C DC40 Dr Kenneth Kaunda District Municipality				
Total: Dr Kenneth Kaunda Municipalities	420		(420)	
Total: North West Municipalities	1 220		(820)	400
WESTERN CAPE				
A CPT City of Cape Town	564		(564)	
B WC053 Beaufort West				
C DC5 Central Karoo District Municipality				
Total: Central Karoo Municipalities				
Total: Western Cape Municipalities	564		(564)	
National Total	27 744			27 744

APPENDIX 1

APPENDIX TO SCHEDULE 6, PART A: BREAKDOWN OF NATIONAL HEALTH INSURANCE INDIRECT GRANT:
ALLOCATIONS PER GRANT COMPONENT PER PROVINCE

(National Financial Years)

APPENDIX 1

APPENDIX TO SCHEDULE 6, PART A: BREAKDOWN OF NATIONAL HEALTH INSURANCE INDIRECT GRANT: ALLOCATIONS PER GRANT COMPONENT PER PROVINCE

Health (Vote 16) Province/Components	National Health Insurance Indirect Grant National Financial Year		
	2017/18 Main Allocation	Adjustment	2017/18 Adjusted Allocation
Total Per Province			
Eastern Cape	434 534	27 356	461 890
Free State	181 903	18 237	200 140
Gauteng	130 818	48 632	179 450
KwaZulu-Natal	115 271	34 043	149 313
Limpopo	186 260	21 884	208 144
Mpumalanga	78 253	19 453	97 706
Northern Cape	13 539	6 687	20 226
North West	41 578	13 374	54 952
Western Cape	44 968	10 334	55 302
Unallocated	435 914	(230 000)	205 914
Total	1 663 037	(30 000)	1 633 037
<i>of which:</i>			
Health Facility Revitalisation Grant Component			
Eastern Cape	346 187		346 187
Free State	132 699		132 699
Gauteng	33 157		33 157
KwaZulu-Natal			
Limpopo	132 803		132 803
Mpumalanga	34 224		34 224
Northern Cape			
North West			
Western Cape			
Unallocated	269 914	(230 000)	39 914
Total	948 984	(230 000)	718 984
Human Papillomavirus Vaccine Grant Component			
Eastern Cape	39 120		39 120
Free State	17 320		17 320
Gauteng	17 481		17 481
KwaZulu-Natal	56 002		56 002
Limpopo	13 760		13 760
Mpumalanga	10 055		10 055
Northern Cape	1 484		1 484
North West	18 731		18 731
Western Cape	26 047		26 047
Total	200 000		200 000
Health Professionals Contracting Component			
Eastern Cape	43 503	27 356	70 859
Free State	29 002	18 237	47 239
Gauteng	77 338	48 632	125 970
KwaZulu-Natal	54 137	34 043	88 180
Limpopo	34 802	21 884	56 686
Mpumalanga	30 935	19 453	50 388
Northern Cape	10 634	6 687	17 321
North West	21 268	13 374	34 642
Western Cape	16 434	10 334	26 768
Total	318 053	200 000	518 053
Information Systems Component			
Eastern Cape			
Free State			
Gauteng			
KwaZulu-Natal			
Limpopo			
Mpumalanga			
Northern Cape			
North West			
Western Cape			
Unallocated	166 000		166 000
Total	166 000		166 000
Ideal Clinics Component			
Eastern Cape	5 724		5 724
Free State	2 882		2 882
Gauteng	2 842		2 842
KwaZulu-Natal	5 132		5 132
Limpopo	4 895		4 895
Mpumalanga	3 039		3 039
Northern Cape	1 421		1 421
North West	1 579		1 579
Western Cape	2 487		2 487
Total	30 000		30 000

APPENDIX 2**APPENDIX TO SCHEDULE 6, PART A: BREAKDOWN OF SCHOOL INFRASTRUCTURE BACKLOGS GRANT: ALLOCATIONS
PER PROVINCE****(National Financial Years)**

APPENDIX 2

APPENDIX TO SCHEDULE 6, PART A: BREAKDOWN OF SCHOOL INFRASTRUCTURE BACKLOGS
GRANT: ALLOCATIONS PER PROVINCE

Province	Schools Infrastructure Backlogs Grant		
	National Financial Year		
	2017/18 Main Allocation	Adjustment	2017/18 Adjusted Allocation
Eastern Cape	1 574 120	(415 000)	1 159 120
Free State	656 578		656 578
Gauteng			
KwaZulu-Natal	15 000		15 000
Limpopo	317 000		317 000
Mpumalanga	15 000		15 000
Northern Cape			
North West	17 000		17 000
Western Cape			
Total	2 594 698	(415 000)	2 179 698

ANNEXURE 2:

**FRAMEWORKS FOR CONDITIONAL
GRANTS TO PROVINCES**

Annexure 2: Frameworks for Conditional Grants to Provinces

Detailed frameworks on Schedule 4, Part A; Schedule 5, Part A; and Schedule 6, Part A grants to provinces

Introduction

This annexure provides the revised frameworks for grants set out in Part A of Schedules 4, 5 and 6 of the 2017 Division of Revenue Amendment Bill. The following are key areas considered for each grant:

- Strategic goal and purpose of the grant
- Outcome statements and outputs of the grant
- Priority outcome(s) of government that the grant primarily contributes to
- Conditions of the grant (additional to what is required in the Bill)
- Criteria for allocation between municipalities
- Rationale for funding through a conditional grant
- Past performance
- The projected life of the grant
- 2017 MTEF allocations
- The payment schedule
- Responsibilities of transferring national department and receiving provinces
- Process for approval of business plans for 2018/19

The attached frameworks are not part of the Division of Revenue Amendment Bill, but are published in order to provide more information on the grants to parliament, legislatures, municipal councils, officials in all three spheres of government and the public. Once the 2017 Division of Revenue Amendment Bill is enacted, the frameworks will be gazetted.

The financial statements and annual reports for 2017/18 will report against the Division of Revenue Act, Division of Revenue Amendment Act and their schedules, and the grant frameworks as gazetted in terms of the Act. Such reports must cover both financial and non-financial performance, focusing on the outputs achieved.

HEALTH GRANTS

Comprehensive HIV, AIDS and TB Grant	
Transferring department	<ul style="list-style-type: none"> Health (Vote 16)
Grant schedule	<ul style="list-style-type: none"> Schedule 5, Part A
Strategic goal	<ul style="list-style-type: none"> The implementation of the National Strategic Plan on HIV, Sexually Transmitted Infections and Tuberculosis (TB) 2017 – 2022 The implementation of National Strategic Plan on malaria elimination 2012 - 2018
Grant purpose	<ul style="list-style-type: none"> To enable the health sector to develop and implement an effective response to HIV and AIDS and TB
Outcome statements	<ul style="list-style-type: none"> Improved coordination and collaboration in the implementation of comprehensive HIV, AIDS and TB grant between national and provincial government Improved quality of HIV and AIDS and TB services including access to: <ul style="list-style-type: none"> HIV Counseling and Testing (HCT) TB case finding, screening and diagnosis Antiretroviral Treatment (ART) treatment for TB, including drug-resistant TB adherence monitoring and support prevention of TB prevention of mother-to-child-transmission (PMTCT) medical male circumcision (MMC) Improved health workers capacity at provincial and district facilities Strengthened health system
Outputs	<ul style="list-style-type: none"> Number of new patients started on ART Total number of patients on ART remaining in care Number of male condoms distributed Number of female condoms distributed Number of exposed infants HIV positive at 10 weeks Polymerase Chain Reaction (PCR) test Number of clients tested for HIV (including antenatal) Number of MMC performed Number of patients on ART initiated on Isoniazid Preventative Therapy (IPT) Number of clients newly initiated on Bedaquiline Number of adherence clubs TB new smear positive client success rate 80 per cent of household structures covered with Indoor Residual Spraying
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> Outcome 2: A long and healthy life for all South Africans
Details contained in the business plan	<ul style="list-style-type: none"> Outcome indicators Output indicators Inputs Key activities
Conditions	<ul style="list-style-type: none"> The following priority areas must be supported through the grant: <ul style="list-style-type: none"> ART related interventions care and support (C&S) condom distribution and high transmission area (HTA) interventions post exposure prophylaxis (PEP) prevention of mother to child transmission (PMTCT) programme management strengthening (PMS) regional training centres (RTC) HIV counselling and testing (HCT) medical male circumcision (MMC) TB screening, prevention, treatment Due to the malaria outbreak in April and May 2017, and the resultant increase in malaria cases and deaths, funds have been included and ring-fenced in this grant for malaria outbreak relief. Should the cost of the intervention exceed the amounts earmarked below, provinces may not fund any such shortfalls out of this conditional grant. The amounts per province are: <ul style="list-style-type: none"> Limpopo: R11.8 million Mpumalanga: R 8.0 million Business plans for the allocated malaria outbreak relief funds must be in line with the business plans submitted to the national department

Comprehensive HIV, AIDS and TB Grant	
Allocation criteria	<ul style="list-style-type: none"> • Allocations are based on antenatal HIV prevalence, estimated share of AIDS cases, populations post-demarcation
Reasons not incorporated in equitable share	<ul style="list-style-type: none"> • HIV, AIDS and TB are key national priorities and require a coordinated response for the country as a whole and this is effectively achieved through a conditional grant
Past performance	<p>2015/16 audited financial performance</p> <ul style="list-style-type: none"> • R13.7 billion was allocated, R13.7 billion (99.7 per cent) was transferred to provinces of which R13.7 billion (100.2 per cent) was spent by provinces <p>2015/16 service delivery performance</p> <ul style="list-style-type: none"> • 9 936 lay counsellors providing services at service points • 11.9 million HIV test were conducted, (including antenatal) • 7.5 million beneficiaries had access to HCBC services • 3 805 health facilities offered ART services • 3.4 million patients were on ART • 1 614 high transmission intervention sites were in operation • 100 per cent of primary health care (PHC) facilities offered PMTCT services • 464 731 MMCs were performed • 839.9 million male condoms were distributed • 27 million female condoms were distributed
Projected life	<ul style="list-style-type: none"> • Ongoing in-line with National Strategic Plan on HIV and AIDS
MTEF allocations	<ul style="list-style-type: none"> • 2017/18: R17.6 billion; 2018/19: R19.9 billion; and 2019/20: R22 billion
Payment schedule	<ul style="list-style-type: none"> • Monthly instalments based on the approved payment schedule
Responsibilities of the transferring national officer and receiving officer	<p>Responsibilities of the National Department</p> <ul style="list-style-type: none"> • Visit provinces twice a year to monitor implementation and provide support • Report to the National Treasury on an additional set of indicators agreed upon between the two departments • Meet with National Treasury to review grant performance on a quarterly basis • Separate approved business plan for the malaria outbreak relief intervention to be submitted to National Treasury by 30 November 2017 <p>Responsibilities of the Provincial Departments</p> <ul style="list-style-type: none"> • Quarterly performance output reports to be submitted within 30 days following the reporting period using standard formats as determined by the national department. Submit an electronic version to be followed by a hard copy signed by the provincial grant receiving manager • Clearly indicate measurable objectives and performance targets as agreed with the national department in provincial departmental business plans for 2016/17 and over the MTEF
Process for approval of the 2018/19 business plans	<ul style="list-style-type: none"> • Submission of draft business plans by 31 October 2017 • Submission of final business plans to national Department of Health by 28 February 2018 • Submission of final business plans to National Treasury by 30 March 2018

Health Professions Training and Development Grant	
Transferring department	<ul style="list-style-type: none"> Health (Vote 16)
Grant schedule	<ul style="list-style-type: none"> Schedule 4, Part A
Strategic goal	<ul style="list-style-type: none"> To contribute to the implementation of the national human resource plan for health through the clinical training and supervision of health science trainees in designated public health facilities in South Africa
Grant purpose	<ul style="list-style-type: none"> Support provinces to fund service costs associated with clinical training and supervision of health science trainees on the public service platform
Outcome statements	<ul style="list-style-type: none"> Progressive realisation of the national human resource plan for health Clinical training and supervision capacity established in designated developmental provinces (Northern Cape, North West, Limpopo, Mpumalanga and Eastern Cape)
Outputs	<p>The following categories of health professionals, associated with clinical training and supervision, are funded on the public health service delivery platform:</p> <ul style="list-style-type: none"> Number of specialists Number of registrars Number of medical officers Number of clinical supervisors/trainers per category in nursing, EMS and allied health and pharmacy Number of grant administration staff
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> Outcome 2: A long and healthy life for all South Africans
Details contained in the business plan	<ul style="list-style-type: none"> Non-financial business plan – number of specialists, registrars, medical officers, clinical supervisors/tutors per category in nursing, EMS, allied health, pharmacy and grant administration staff funded from the grant Financial business plan – allocation by economic classification to each category of clinical trainer/supervisor
Conditions	<ul style="list-style-type: none"> Submission of an approved business plan 2017/18 in the prescribed format signed by the provincial Head of Department or receiving officer by 28 February 2017, and the national Department of Health (DoH) transferring officer by 31 March 2017 Cost of personnel for the administration of grant must not exceed 1 per cent of the total grant allocation National Treasury and DoH to negotiate funding in 2017/18 for a review of the HPTDG in 2018/19 on the categories and numbers of students trained under grant and development of the unit costs. On an annual basis, each province must discuss the nature of the clinical training platform with the relevant higher education institutions in the province DoH to work with Department of Higher Education and Training to ensure a national, coordinated process for the planning and funding of health sciences education
Allocation criteria	<ul style="list-style-type: none"> Based on historical allocations and spending patterns
Reasons not incorporated in equitable share	<ul style="list-style-type: none"> Provinces give effect to the national human resource strategy by the clinical training and supervision of health science trainees on the public health service platform National coordination needed for health science training
Past performance	<p>2015/16 audited financial outcomes</p> <ul style="list-style-type: none"> Allocated and transferred R2.4 billion to provinces of which R2.4 billion (100 per cent) was spent by the end of the financial year <p>2015/16 service delivery performance</p> <ul style="list-style-type: none"> Provincial achievements in training and development by discipline: <ul style="list-style-type: none"> 1 473 registrars 287 specialists 294 undergraduates 14 grant administration staff 587 postgraduates (nurses and allied health)
Projected life	<ul style="list-style-type: none"> The grant will remain as long as health science trainees are trained and supervised on the public health service platform
MTEF allocations	<ul style="list-style-type: none"> 2017/18: R2.6 billion, 2018/19: R2.8 billion, 2019/20: R2.9 billion
Payment schedule	<ul style="list-style-type: none"> Monthly instalments as per approved payment schedule
Responsibilities of the transferring officer and receiving officer	<p>Responsibilities of the national department</p> <ul style="list-style-type: none"> Convene at least one annual meeting of national, provincial and facility programme managers Monitor the number of health science trainers/clinical supervisors that are responsible for health science training on the public health service delivery platform Conduct a minimum of two site visits to provinces and site visits to selected facilities on a rotational basis. Provincial visits to include facilities Report on a quarterly basis to the National Treasury on an additional set of indicators agreed upon between the two departments

Health Professions Training and Development Grant	
	<p>Responsibilities of the provincial departments</p> <ul style="list-style-type: none"> • Provinces must provide the allocated amounts for individual facilities to Provincial Treasuries for gazetting as per the number of agreed upon business plans per province and be facility/cluster specific, by 29 April 2017 • Provinces must maintain a separate budget for each benefiting facility/cluster • Each benefiting facility/cluster budget letter must be supplied by the receiving officer to the facility head by 29 April 2017 • Provinces to monitor the following categories of health science trainers/ clinical supervisors on the public health service delivery platform by category: <ul style="list-style-type: none"> ○ specialists ○ registrars ○ medical officers ○ clinical supervisors/trainers ○ grant management (admin staff) • Submission of updated specialist details funded by the grant at facility level by 30 November 2017 • Submission of updated specialists details funded on the equitable share by 30 November 2017 <ul style="list-style-type: none"> ○ Report quarterly (by economic classification) on financial and non-financial performance in the approved expenditure areas • Conduct a minimum of two sites visit to each budgeted facility/complex per annum and submit reports of these site visits to national Department of Health
Process for approval of the 2018/19 business plans	<ul style="list-style-type: none"> • Draft business plans for 2018/19 must be submitted in the approved format by 31 October 2017 • Completion of an approved business plans, in the prescribed format, signed by each receiving officer by 28 February 2018, and the transferring officer by 25 March 2018

National Health Insurance Indirect Grant: Health Professionals Contracting Component	
Transferring department	o Health (Vote 16)
Grant schedule	o Schedule 6, Part A
Strategic goal	o To strengthen the public healthcare systems o To assess the service delivery implications
Grant purpose	o To develop and implement innovative models for purchasing services from health practitioners in the 10 National Health Insurance (NHI) pilot sites o To develop and implement innovative models for the dispensing and distribution of chronic medication o A risk-based capitation model for the reimbursement of primary health care (PHC) facilities developed
Outcome statements	o Appropriate and innovative models for purchasing services from health practitioners identified and tested o Implement an alternative dispensing and distribution model for chronic medication o Develop a risk-adjusted capitation model for the reimbursement of primary health care (PHC) facilities
Outputs	o Innovative models for the purchasing of health care services, including: o number of health practitioners contracted per subcategory o number of pharmacy assistants contracted o number of patient visits attended to by the contracted health practitioners and services provided o number of hours worked by health practitioners o An alternative chronic medicines dispensing and distribution model implemented o Number of new and number of total patients registered in the programme, broken down by the following: o Antiretroviral (ARV) Treatment o ARV with co-morbidities o non-communicable diseases (NCDs) o number of pickup points (PuPs) state and non-state o A base capitation model for the reimbursement of PHC facilities developed
Priority outcome(s) of government that this grant primarily contributes to	o Outcome 2: A long and healthy life for all South Africans
Details contained in the business plan	o Business plan for contracting health practitioners should contain roles and responsibilities of national and provincial departments o Targets, cash flow projections as well as monitoring and evaluation plans for the following programmes: o mental health specialist teams o chronic medicines dispensing and distribution model o developing a risk-adjusted capitation model o Service level agreements (SLAs) will include information on the following: o outcome indicators o output indicators o key activities and resource schedule o monitoring and evaluation plan o cash flow requirements for 2017/18
Conditions	o Project level administrative expenditure may not exceed three per cent of the total grant funding. No activity that is linked to the responsibility of Department of Health (DoH) but falls outside this scope may be funded through this grant o The grant must be used to achieve the objectives of the following areas: o development and testing of innovative models for purchasing health care services from health practitioners o an alternative chronic care medication dispensing and distribution model o development of a risk-adjusted capitation model for reimbursement of PHC facilities o The DoH must put in place an evaluation strategy using independent external experts to evaluate the interventions funded through this grant. An evaluation report on lessons learnt from contracting health practitioners and their implications for NHI policy development and implementation must be produced and submitted to National Treasury
Allocation criteria	o Health facilities with the greatest need for health practitioners and where health practitioners are willing to work in the facility will be prioritised o The alternative chronic care medication dispensing and distribution model will be implemented across the country in the ten NHI pilot districts, with priority given to previously disadvantaged areas
Reason not incorporated in equitable share	o The importance of central coordination in development of models and the establishment of NHI to inform ongoing NHI designs
Past performance	<p>2015/16 audited financial outcomes</p> <p>o R290 million was allocated of which R280 million (96 per cent) was spent by the end of the financial year</p> <p>2015/16 service delivery performance</p> <p>o The data extraction from clinical files within the central hospitals has been undertaken at eight out of 10 central hospitals</p> <p>o The initial financial and clinical analysis has been undertaken and the draft case mix analysis report prepared</p> <p>o Phase two of the programme will continue to develop the base diagnosis related grouper has been started</p> <p>o Other data sources from private partners are being sourced for the purpose of triangulation and data</p>

National Health Insurance Indirect Grant: Health Professionals Contracting Component	
	<ul style="list-style-type: none"> validation With regards to health practitioner contracting, 256 doctors were placed at various clinics in the NHI pilot districts
Projected life	<ul style="list-style-type: none"> Subject to policy developments that will be finalised as part of the implementation of NHI
MTEF allocations	<ul style="list-style-type: none"> 2017/18: R518 million; 2018/19: R337 million; and 2019/20: R355 million
Payment schedule	<ul style="list-style-type: none"> Payments will be made according to verified invoices or advance payments in line with approved programme implementation plans from the service providers Monthly instalments which may be altered at the discretion of the National Treasury based on invoices paid
Responsibilities of the transferring officer and receiving officer	Responsibilities of the national department <ul style="list-style-type: none"> Convene and chair all meetings of the national district health services (NDHS) committee on contracting of health practitioners and related matters through implementing innovative models for the purchasing of health care services Establish the necessary organisational structures and build capacity within the DoH to implement, oversee and monitor the execution of all approved projects using the three per cent administrative costs provision Provide the guidance and support for innovative arrangements of engaging public and private sector providers, including methods of contracting (types of contracts and payment mechanisms) Undertake an independent evaluation of the interventions funded through this grant using external experts Manage, monitor and support programme implementation Meet with the National Treasury to review grant performance on a quarterly basis
	Responsibilities of the provincial departments <ul style="list-style-type: none"> Facilitate the achievement of grant outputs Ensure compliance with all reporting requirements and adherence to the provisions of SLAs
Process for approval of 2018/19 business plans	<ul style="list-style-type: none"> DoH must submit final business plans to National Treasury by 30 March 2018

National Health Insurance Indirect Grant: Ideal Clinics Component	
Transferring department	o Health (Vote 16)
Grant schedule	o Schedule 6, Part A
Strategic goal	o To improve quality of services at primary health care facilities
Grant purpose	o To enable the health sector to address the deficiencies in the primary health care facilities systematically to yield fast results
Outcome statements	o Improved quality health services in all primary health care facilities
Outputs	<ul style="list-style-type: none"> o 500 primary health care facilities peer reviewed o Achieve a cumulative target of 1000 primary healthcare facilities obtaining an overall compliance score of 70 per cent or above o Branding guidelines completed o 5 per cent of clinics in NHI pilot districts branded o Sustainability training to clinic managers of 30 per cent of clinics in NHI pilot districts
Priority outcome(s) of government that this grant primarily contributes to	o Outcome 2: A long and healthy life for all South Africans
Details contained in the business plan	<ul style="list-style-type: none"> o Input o Output indicators o Outcome indicators o Key activities o Risk management plans
Conditions	o Completion of a business plan by the national Department of Health (DoH) signed by the transferring officer by 24 March 2017 and submitted to the National Treasury by 31 March 2017
Allocation criteria	o Allocations are based on the number of identified facilities and their needs in each province
Reason not incorporated in equitable share	o Ideal clinic is a key national priority and requires systematic implementation in order to achieve 740 ideal clinics and have the desired impact of improving quality health care services
Past performance	2015/16 audited financial outcome <ul style="list-style-type: none"> o New grant 2015/16 service delivery performance <ul style="list-style-type: none"> o New grant
Projected life	o The grant is projected to end in 2020/21
MTEF allocations	o 2017/18: R30 million; 2018/19: R50 million; and 2019/20: R53 million
Payment schedule	o Procurement will be done centrally by DoH based on the approved procurement plan
Responsibilities of the transferring officer and receiving officer	Responsibilities of the national department <ul style="list-style-type: none"> o Improve patients' experience of care by improving quality in primary health care facilities o Monitor and support provincial planning and implementation o Submit a quarterly performance report to the National Treasury in terms of the 2017 Division of Revenue Act o Meet with the National Treasury to review performance of the grant on a quarterly basis o Strengthen the capacity of provinces to realise and maintain ideal clinic status o Maintain the ideal clinic software Responsibilities of the provincial department <ul style="list-style-type: none"> o Provincial health departments must provide DoH with full and unrestricted access to all records and data related to the programme o Provinces must submit provincial needs as per prescribed format by DoH o Include the ideal clinic indicators in the provincial annual performance plans o Delegate a person responsible for managing the Ideal clinic programme o Provinces must develop draft implementation plans for taking over this function in 2020/21 o Submit quarterly performance reports to DoH
Process for completion of 2018/19 business plan	o Submission of business plan signed by the transferring officer by 30 March 2018 to National Treasury

National Tertiary Services Grant											
Transferring department	<ul style="list-style-type: none"> Health (Vote 16) 										
Grant schedule	<ul style="list-style-type: none"> Schedule 4, Part A 										
Strategic goal	<ul style="list-style-type: none"> To enable provinces to plan, modernise, rationalise and transform the tertiary hospital service delivery platform 										
Grant purpose	<ul style="list-style-type: none"> Ensure provision of tertiary health services for all South African citizens (including documented foreign nationals) To compensate tertiary facilities for the additional costs associated with provision of these services 										
Outcome statements	<ul style="list-style-type: none"> Modernised and transformed tertiary services that allows for improved access and equity to address the burden of disease 										
Outputs	<ul style="list-style-type: none"> Number of inpatient separations Number of day patient separations Number of outpatients first attendances Number of outpatients follow-up attendances Number of inpatient days 										
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> Outcome 2: A long and healthy life for all South Africans 										
Details contained in the service level agreement	<ul style="list-style-type: none"> This grant uses national service level agreements (SLAs) which are signed between national Department of Health and each province and contains the following: <ul style="list-style-type: none"> provincial and institutional allocations tertiary services specifications (approved YES list) funded by the grant, by facility by province annual targets for inpatient separations, inpatient days, day patient separations, outpatient first visits, outpatient follow up visits per facility per province per year monitoring and reporting responsibilities validation and revision of data deviations or changes to tertiary services referral responsibilities approved business plan approved specialists funded from the grant (approved specialist detail list) national guidelines on definitions of tertiary services that may be funded by the grant 										
Conditions	<ul style="list-style-type: none"> Completion of a national SLA in the prescribed format, signed by the provincial Head of Department or receiving officer by 28 February 2017, and the transferring officer by 31 March 2017 The grant allocation to each central/provincial tertiary facility must not exceed a maximum of 65 per cent of the total facility budget The following amounts in the allocation to Gauteng are earmarked to fund the operations of the Nelson Mandela Children's Hospital (NMCH): <ul style="list-style-type: none"> R150 million in 2017/18 R200 million in 2018/19 R300 million in 2019/20 All staff for this hospital must be procured at rates no higher than Department of Public Service and Administration approved remuneration rates The services offered by Nelson Mandela Children's hospital should be integrated into the service delivery platform in collaboration with relevant provinces, particularly Gauteng 										
Allocation criteria	<ul style="list-style-type: none"> Based on historical allocations and spending patterns 										
Reason not incorporated in equitable share	<ul style="list-style-type: none"> There are significant cross boundary flows associated with tertiary services that are not affected by provincial boundaries due to their specialised nature 										
Past performance	<p>2015/16 audited financial outcomes</p> <ul style="list-style-type: none"> Allocated and transferred R10.4 billion to provinces, of which R10.4 billion (100 per cent) was spent by the end of the national financial year <p>2015/16 service delivery performance</p> <ul style="list-style-type: none"> Provincial tertiary services performance was measured against the SLAs and the total patient activity rendered is as follows: <table> <tr> <td>o Inpatient separations</td><td>670 415</td></tr> <tr> <td>o Inpatient days</td><td>3 932 950</td></tr> <tr> <td>o Day patient separation</td><td>298 855</td></tr> <tr> <td>o Outpatient first visits</td><td>1 117 783</td></tr> <tr> <td>o Outpatient follow up visits</td><td>2 666 335</td></tr> </table> 	o Inpatient separations	670 415	o Inpatient days	3 932 950	o Day patient separation	298 855	o Outpatient first visits	1 117 783	o Outpatient follow up visits	2 666 335
o Inpatient separations	670 415										
o Inpatient days	3 932 950										
o Day patient separation	298 855										
o Outpatient first visits	1 117 783										
o Outpatient follow up visits	2 666 335										
Projected life	<ul style="list-style-type: none"> Support for tertiary services will continue because of the need to sustain and modernise tertiary services 										
MTEF allocations	<ul style="list-style-type: none"> 2017/18: R11.6 billion; 2018/19: R12.4 billion; 2019/20: R13.2 billion 										
Payment schedule	<ul style="list-style-type: none"> Monthly instalments as per payment schedule approved by National Treasury with the exception of Nelson Mandela Children's Hospital where the first payment of R100 million will be made in April 2017. Payments of R25 million each will be made in July and October 2017 based on satisfactory performance 										

National Tertiary Services Grant	
Responsibilities of the transferring officer and receiving officer	Responsibilities of the national department <ul style="list-style-type: none"> • Convene at least one annual meeting of national, provincial and facility programme managers • Monitor expenditure by economic classification, and patient activity and provide on-site support to facilities/complexes and provinces • Conduct a minimum of two site visits to provinces and a minimum of one site visit to facilities/complexes. Provincial visits to include facilities • Report on a quarterly basis to the National Treasury on an additional set of indicators agreed upon between the NDoH and National Treasury
	Responsibilities of the provincial departments <ul style="list-style-type: none"> • Completion of a provincial SLA/memorandum of understanding signed by the receiving officer and the benefiting institution by 31 March 2017, and submission to NDoH by 28 April 2017 (due date for NMCH is 31 March 2017) • Provinces must provide the allocated amounts for individual funded facilities/clusters to Provincial Treasury for gazetting as per the number of agreed upon business plans per province and be facility/cluster specific, by 28 April 2017 • Provinces must maintain a separate budget for each benefiting facilities • The receiving officer must supply the head of each benefiting facility/complex with a budget letter which includes the equitable share allocation by 29 April 2017 • Conduct a minimum of two sites visit to each budgeted facility/complex per annum and submit reports of these site visits to NDoH • Submission of updated specialists details funded by the equitable share by 30 November 2017 • Submission of updated specialist details funded by the grant at facility level by 30 November 2017 • Submission of service specifications funded at each facility by 30 November 2017 • Submission of quarterly reports in the approved expenditure areas in the prescribed format • Provide patient utilisation data (inpatient separations, inpatient days, day case separations, outpatient first visits, outpatient follow up visits and patient-day equivalents) as per the prescribed format • Provide the number of inpatient separations for intensive care units (ICU) and neonatal ICU (NICU) quarterly • Provide the number of inpatient days for ICU and NICU quarterly • Provide the average length of stay at facility level quarterly
Process for approval of 2018/19 service level agreements	<ul style="list-style-type: none"> • Submission of draft business plans (provincial and facility) by 31 October 2017 • Completion of SLA, in the prescribed format, signed by each receiving officer by 28 February 2018 and the transferring officer by 25 March 2018

SOCIAL DEVELOPMENT GRANT

Substance Abuse Treatment Grant	
Transferring department	<ul style="list-style-type: none"> Social Development (Vote 17)
Grant schedule	<ul style="list-style-type: none"> Schedule 5, Part A
Strategic goal	<ul style="list-style-type: none"> To strengthen the harm reduction programme by providing treatment for substance abuse To improve access to public substance dependency treatment facilities
Grant purpose	<ul style="list-style-type: none"> To provide funding for the operationalisation (including the purchasing of equipment) of substance dependency treatment facilities in the provinces of Eastern Cape, Free State, Northern Cape and North West
Outcome statements	<ul style="list-style-type: none"> Reduction in recurrence of substance abuse Affordable public treatment programmes
Outputs	<ul style="list-style-type: none"> Four operational substance dependency treatment facilities
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> Outcome 2: A long and healthy life for all South Africans
Details contained in the business plan	<ul style="list-style-type: none"> The business plan will include the following: <ul style="list-style-type: none"> project background project objectives scope of the work deliverables and outputs to be achieved quarterly reporting requirements risk assessment with mitigation plan
Conditions	<ul style="list-style-type: none"> The substance dependency treatment facilities are to be operationalised in compliance with the Prevention of and Treatment for Substance Abuse Act, 2008 (Act No. 70 of 2008), its regulations and norms and standards All centres to be registered as a treatment centre before operationalisation Centres must comply with occupational health and safety standards All the facilities should adhere to the National Health Act (Act No. 61 of 2003) All required reports must be signed-off by the relevant delegated official within the provincial department Business plans must be signed off by the Head of Department (HoD) of the provincial Department of Social Development and submitted to the national Department of Social Development (DSD) by 1 March 2017 The flow of the first instalment of the grant depends upon receipt by DSD of: <ul style="list-style-type: none"> monthly progress reports via the infrastructure reporting model (IRM) including a narrative progress report on projects status report on the provinces readiness to commence with operationalisation of the facility business plan signed by the HoD of the provincial DSD spending plan for operationalisation expenditure for the 2017/18 financial year The flows of the subsequent tranches are dependent upon DSD and National Treasury receiving: <ul style="list-style-type: none"> monthly financial reports monthly IRM reports quarterly statistics measuring the intake profile of service users and staff from facilities that are operational Provincial DSDs to provide sustainability plans to DSD by 31 August 2017
Allocation criteria	<ul style="list-style-type: none"> Provinces were allocated funds according to the cost calculations for a standard design guideline of a substance dependency treatment facility
Reasons not incorporated in equitable share	<ul style="list-style-type: none"> This grant enables the DSD to ensure the delivery of substance abuse treatment facilities in the four provinces that do not have these public facilities
Past performance	<p>2015/16 audited financial outcome</p> <ul style="list-style-type: none"> R51 million was allocated to provinces, R48 million (94 per cent) was transferred to provinces, of which R23 million (46.3 per cent) was spent by the end of the financial year <p>2015/16 service delivery performance</p> <ul style="list-style-type: none"> Eastern Cape: The building was completed and certificate of completion handed to DSD on 17 September 2015. The registration of the treatment facility in terms of the Prevention of and Treatment for Substance Abuse Act was finalised in January 2016. A 12 month conditional registration status was approved Free State: A site for the construction of the building was previously identified and the design of the facility was finalised. The contractor was appointed in February 2016 Northern Cape: Groundwork was completed by the end of the financial year. The contractor appointed for top structure started with foundation. The process for procurement of external fence has commenced North West: The site was handed over on 23 January 2015. Project progress is currently at a 96 per cent completion
Projected life	<ul style="list-style-type: none"> The allocation for temporary operationalisation of the centres will commence in 2017/18 until 2019/20 and will be subject to review thereafter
MTEF allocations	<ul style="list-style-type: none"> 2017/18: R57 million; 2018/19: R71 million; and 2019/20: R75 million
Payment schedule	<ul style="list-style-type: none"> Quarterly instalments on 25 April 2017; 28 July 2017; 23 October 2017; and 26 January 2018

Substance Abuse Treatment Grant	
Responsibilities of the transferring officer and receiving officer	Responsibilities of the national department <ul style="list-style-type: none"> • Monitoring compliance to conditional grant framework • Monitor implementation through project site visits and provide appropriate support • Provide the guidelines and criteria for the development and approval of the business plan • Submit an annual evaluation report after the end of the 2016/17 financial year, four months after the financial year end • Provide National Treasury with a quarterly report against the project plan 45 days after the end of each quarter • Initiate a process to guide the allocation criteria of funds for operation budgets starting 2017/18 • Submit monthly financial reports to National Treasury 20 days after the end of the month • Facilitate approval of the payment schedule and approval of in-year adjustments to the payment schedule • To monitor the utilisation of the grant against the set outcomes and to take appropriate action in cases of non-compliance with the framework
	Responsibilities of the provincial department <ul style="list-style-type: none"> • Submit a business plan to national DSD in the template provided • Provinces to implement the business plan as approved by DSD • Submit monthly financial reports to DSD 15 days after the end of the month • Approve monthly IRM reports within 15 days after the end of the reporting month • Submit signed copies of approved IRM reports within 22 days after the end of each month • Submit quarterly performance reports to DSD within 20 days after the end of each quarter • Provinces to submit evaluation reports to DSD two months after the end of the financial year • Ensure that claims are submitted to national DSD to allow for transfer of funds by national DSD in line with the payment schedule approved by the NT • Provinces must provide a sustainability plan on the continued operation of the centres subsequent to the conditional grant period
Process for approval of the 2018/19 business plans	<ul style="list-style-type: none"> • Engagement with provincial departments on submission of business plan from August 2017 to January 2018 • Provinces submit revised business plan to the national DSD by 14 November 2017 • Submit final provincial business plan, including cash flow projections and compliance certificates signed-off by HoD's for 2018/19 financial year to the national DSD by 1 February 2018 • The transferring officer approves provincial business plans by 15 February 2018

ANNEXURE 3:

**FRAMEWORK FOR CONDITIONAL
GRANT TO MUNICIPALITIES**

Annexure 3: Framework for Conditional Grant to Municipalities

Detailed framework on Schedule 5, Part B grant to municipalities

Introduction

This annexure provides the framework for a grant set out in Part B of Schedule 5 of the 2017 Division of Revenue Amendment Bill. The following are key areas considered for each grant:

- Strategic goal and purpose of the grant
- Outcome statements and outputs of the grant
- Priority outcome(s) of government that the grant primarily contributes to
- Conditions of the grant (additional to what is required in the Bill)
- Criteria for allocation between municipalities
- Rationale for funding through a conditional grant
- Past performance
- The projected life of the grant
- 2017 MTEF allocations
- The payment schedule
- Responsibilities of transferring national department and receiving municipalities
- Process for approval of business plans for 2018/19

The attached framework is not part of the Division of Revenue Amendment Bill, but is published in order to provide more information on the grant to parliament, legislatures, municipal councils, officials in all three spheres of government and the public. Once the 2017 Division of Revenue Amendment Bill is enacted, the framework will be gazetted.

The financial statements and annual reports for 2017/18 will report against the Division of Revenue Act, Division of Revenue Amendment Act and their schedules, and the grant frameworks as gazetted in terms of the Act. Such reports must cover both financial and non-financial performance, focusing on the outputs achieved.

COOPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS GRANT

Municipal Disaster Recovery Grant	
Transferring department	<ul style="list-style-type: none"> Cooperative Governance and Traditional Affairs (Vote 4)
Grant schedule	<ul style="list-style-type: none"> Schedule 5, Part B
Strategic goal	<ul style="list-style-type: none"> To restore functionality of municipal infrastructure following a disaster
Grant purpose	<ul style="list-style-type: none"> To rehabilitate and reconstruct municipal infrastructure damaged by a disaster
Outcome statements	<ul style="list-style-type: none"> Municipal infrastructure damaged by a disaster rehabilitated and reconstructed
Outputs	<ul style="list-style-type: none"> Municipal infrastructure damaged by a disaster reconstructed and rehabilitated
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> Outcome 9: Responsive, accountable, effective and efficient developmental local government system
Details contained in the business plan	<ul style="list-style-type: none"> This grant uses the template/framework developed by the National Disaster Management Centre (NDMC) which must include a project implementation plan, highlighting: <ul style="list-style-type: none"> list of projects to be implemented in order of priority timeframes within which the projects will be implemented estimated costs of projects disaster risk reduction measures for the proposed reoccurrence of disaster related damage in the future number of households to benefit from the projects and estimated jobs to be created
Conditions	<ul style="list-style-type: none"> A business plan and project implementation plan signed by the Accounting Officer aligned to the post disaster verification assessment report must be submitted to the NDMC Disaster reconstruction and rehabilitation funds must only be utilised for approved projects as listed in the post disaster verification assessment reports and approved business plans Monthly and quarterly financial and non-financial performance reports on disaster allocations must be submitted to the NDMC through the relevant Provincial Disaster Management Centre (PDMC) Annual performance evaluation report on financial and non-financial performance to be submitted to the NDMC through the relevant PDMC Municipalities must liaise and align the disaster recovery projects with the Municipal Infrastructure Grant projects to ensure proper monitoring and reporting on the progress for implementation of the projects Transfers will only be made if municipalities have submitted financial and non-financial reports required in terms of the 2017 Division of Revenue Act for this financial year and the previous financial year (if funds for disaster recovery were allocated in that year) Funds will be transferred in tranches, the transfer of funds will depend on the past and current performance of the municipalities in relation to the conditions of the grant in case funds for disaster recovery were allocated in the previous year
Allocation criteria	<ul style="list-style-type: none"> The grant is allocated based on approved post-disaster reconstruction and rehabilitation assessment reports Only post-disaster reconstruction and rehabilitation projects that have been submitted for verification assessments within a six month time frame following a disaster will be considered
Reason not incorporated in equitable share	<ul style="list-style-type: none"> This grant caters for recovery after unforeseen disasters
Past performance	<p>2016/17 audited financial outcomes</p> <ul style="list-style-type: none"> R140 million was allocated, and the R140 million (100 per cent of the allocation) was transferred to municipalities <p>2016/17 service delivery performance</p> <ul style="list-style-type: none"> Following disasters, the grant was provided for the repair and replacement of infrastructure in the following municipalities: <ul style="list-style-type: none"> Umzumbe Local Municipality: Repair roads and bridges eThekweni Metro: repair roads and bridges Alfred Duma Local Municipality: Repair storm water, roads, bridges and streetlights Umdoni Local Municipality: Repair of roads and storm water drainage Nkomazi Local Municipality: Repair of culverts Hessequa Local Municipality: Repair of storm water infrastructure, municipal infrastructure and roads
Projected life	<ul style="list-style-type: none"> The 2017 adjustment budget only allocated funds for the 2017/18 financial year. Allocations for future years will be considered through the budget process
MTEF allocations	<ul style="list-style-type: none"> 2017/18: R26 million
Payment schedule	<ul style="list-style-type: none"> Transfers are made in accordance with a payment schedule approved by National Treasury
Responsibilities of the transferring officer and receiving officer	<p>Responsibilities of National Disaster Management Centre</p> <ul style="list-style-type: none"> Advise municipalities about the existence of the grant and its conditions Provide municipalities with a final post-disaster verification assessment report that includes a project list and projected costs for all infrastructure to be reconstructed or rehabilitated. This report must be provided through the relevant PDMC Monitor the implementation of projects together with the affected municipalities and provinces Make payments to municipalities in accordance with the approved payment schedule Transfer funds only when evidence on project performance and expenditure reports are submitted

Municipal Disaster Recovery Grant	
	Responsibilities of Provincial Disaster Management Centres <ul style="list-style-type: none"> • Advise municipalities about the existence of the grant and its conditions • Assist municipalities with the rapid assessment reports to be submitted to the NDMC • Provide support to municipalities with regard to the final post-disaster verification report • Ensure that the final post-disaster verification report is signed-off by both the accounting officer in the municipality and the provincial department • Provide a copy of the final post-disaster verification report to municipalities • Assist municipalities with business plans incorporating the implementation plan and disaster risk reduction measures for the proposed projects to prevent reoccurrence of disaster related damages in future • Conduct on-site visits to monitor and report on the implementation of projects and provide reports of progress to the NDMC • Provide financial and non-financial reports to the NDMC within 10 days after the end of each month. Photographs depicting the projects progress should be included as an annexure • Provide expenditure and project performance reports including evidence to the NDMC within 35 days after the end of the quarter in which funds are spent
	Responsibilities of municipalities <ul style="list-style-type: none"> • Develop and submit business plans incorporating implementation plans and disaster risk reduction measures for the proposed projects to prevent reoccurrence of disaster related damages in future • Conduct on-site visits to monitor and evaluate the impact of projects and provide reports which include evidence to the NDMC through the relevant PDMC • Utilise the funds in line with the approved post-disaster verification assessment report • Provide financial and non-financial reports to the PDMC within five days of the end of each month. Photographs depicting the project progress should be included as an annexure • Provide financial and non-financial performance reports signed-off by the Municipal Manager to the PDMC within 30 days after the end of the quarter in which funds are spent
Process for approval of 2018/19 MTEF allocations	<ul style="list-style-type: none"> • Not applicable

Printed by and obtainable from the Government Printer, Bosman Street, Private Bag X85, Pretoria, 0001
Contact Centre Tel: 012-748 6200. eMail: info.egazette@gpw.gov.za
Publications: Tel: (012) 748 6053, 748 6061, 748 6065