

Provincial Government Western Cape Provincial Treasury

ADJUSTED ESTIMATES OF PROVINCIAL EXPENDITURE 2007

LOCAL GOVERNMENT ALLOCATIONS



PR: 233/2007
ISBN: 978-0-621-37542-8

To obtain additional information and/or copies of this document, please contact:

Western Cape Provincial Treasury
Directorate Local Government Finance
Private Bag X9165
15 Wale Street
Cape Town
Tel: (021) 483-6126 or 483-8668
Fax: (021) 483-4411
E-mail: Gpaulse@pgwc.gov.za or Nivanwyk@pgwc.gov.za

This publication is also available online at <http://www.capegateway.gov.za/eng/pubs/budgets/>

Printed in the Republic of South Africa
For the Government Printers Cape
by Formeset Printers Cape

Foreword

The publication of these allocations is made in terms of the Division of Revenue Act, 2007 (Act No. 1 of 2007) and the Western Cape Adjusted Estimates, 2007. It provides information on additional allocations and adjustments to existing allocations to municipalities in the 2007/08 provincial financial year. It therefore updates information that was published in the Main Budget 2007: Local Government Allocations. In addition, it sets out appropriate grant frameworks for the allocations to municipalities.



Lynne Brown
Minister of Finance and Tourism

20 November 2007

Contents

Frameworks for Local Government allocations in terms of section 31 of the Division of Revenue Act, 2007 (Act 1 of 2007) and the Western Cape Adjustments Appropriation Bill, 2007.

Name of Allocation	Page
PART A: NEW AND AMENDED ALLOCATIONS	
Global Fund	1
HIV and Aids	2
Multi-Purpose Centres	3
Integrated Housing and Human Settlement Development Grant	4
Provincial Contribution towards Accelerating Housing Delivery	7
Community Development Worker (CDW) Operational Support Grant	8
Housing Consumer Education Grant	9
Local Government Electrical Masterplanning Grant	10
Spatial Planning	11
Maintenance of Proclaimed Roads	12
Mobility Strategies	13
Community Development Projects: Upgrading of Access Roads	14
Summary	15-22
PART B: UNALLOCATED ALLOCATIONS IN THE 2007 MAIN BUDGET SUBSEQUENTLY ALLOCATED AND GAZETTED	
Maintenance of Proclaimed Roads	23
Local Government Project Preparation Grant	24
Summary	25

PART A

NEW AND AMENDED ALLOCATIONS

Global Fund	
Transferring provincial department	Health (Vote 6)
Purpose	To strengthen and expand the Western Cape's Comprehensive HIV/AIDS programme.
Measurable outputs	58 approved community projects established.
Conditions	Payments are made in accordance with section 25 of the National Health Act 2004 (Act 61 of 2003) on a subsidy basis, and subject to the conditions as prescribed in section 38(1)(j) of the Public Finance Management Act (Act 1 of 1999) as amended by Act 29 of 1999, Treasury Regulation 8.4, Provincial Treasury Instructions and Finance Instruction G20/2005, in terms of which claims and audited reports must be submitted.
Allocation criteria	<p>Allocations are based on:</p> <ul style="list-style-type: none"> • The area in which services are to be rendered (rural/urban). • Per capita population. • Poverty status. • HIV prevalence rates.
Reasons not incorporated in equitable share	A donation to strengthen and expand the Western Cape's Comprehensive HIV/Aids Programme was awarded to the Western Cape Provincial Health Department by the Global Fund in terms of a Grant Agreement signed in August 2004. A portion of that donation is to be transferred to specific municipalities that are responsible for the implementation of the Community-Based Response Objective of the Global Fund Grant Agreement.
Monitoring mechanisms	<p>Monthly expenditure control.</p> <p>On-site visits by regional staff.</p> <p>Quarterly progress reports.</p> <p>Annual audited financial statements.</p> <p>Annual reports.</p>
Projected life	Ongoing in terms of current agreement.
Payment schedule	The condition for payment is to submit claims monthly after the service is rendered.

HIV and Aids	
Transferring provincial department	Health (Vote 6)
Purpose	Rendering a primary health care service in respect of the Comprehensive HIV and AIDS Plan.
Measurable outputs	Annualised voluntary counselling and testing (VCT) coverage. Provision of preventative therapy to pregnant HIV positive mothers. Provision of anti-retroviral therapy and adherence support.
Conditions	Payments are made in accordance with section 25 of the National Health Act 2004 (61 of 2003) on a subsidy basis, and subject to the conditions as prescribed in section 38(1)(j) of the Public Finance Management Act (Act 1 of 1999) as amended by Act 29 of 1999, Treasury Regulation 8.4, Provincial Treasury Instructions and Finance Instruction G48/2001, in terms of which claims and audited reports must be submitted.
Allocation criteria	Allocations are based on: <ul style="list-style-type: none"> • Projected spending. • Geographic areas in which services are to be rendered. • Per capita population. • Number of patients receiving anti-retroviral therapy.
Reasons not incorporated in equitable share	Rendering a primary health care service in respect of the Comprehensive HIV and AIDS Plan is a provincial function.
Monitoring mechanisms	Monthly expenditure control. On-site visits by regional staff. Annual audited financial statements. Annual reports.
Projected life	Ongoing in terms of current legislation.
Payment schedule	The condition for payment is to submit monthly claims after the service is rendered.

Multi-Purpose Centres	
Transferring provincial department	Social Development (Vote 7)
Purpose	To establish Multi-Purpose Community Centres as infrastructure that will serve as points for Social Service Delivery that is accessible to communities.
Measurable outputs	The establishment of Multi-Purpose Community Centres.
Conditions	<p>A needs analysis.</p> <p>Drawing/development of architectural plans.</p> <p>Tender specifications for buildings.</p> <p>An agreement must be formalized between Province and the municipality and an agreement must be entered into between the service provider and the municipality.</p> <p>Further conditions as set out in the agreement and the approval letter.</p>
Allocation criteria	<p>Capacity building to communities must be included as part of the scope of the project.</p> <p>The project must improve the accessibility of service delivery to the community.</p> <p>The project must improve the capacity of the Province to deliver services.</p> <p>The project must have a long-term impact on the community.</p>
Reasons not incorporated in equitable share	Provincial contribution to enhance access to government services and to promote community participation.
Monitoring mechanisms	<p>Submission of quarterly performance reports within 30 days after the end of each quarter to the transferring provincial office. The quarterly reports should provide an overview of the project progress and include:</p> <ul style="list-style-type: none"> • allocated budget. • quarterly expenditure. • percentage spend against budget. • deviations from projected spending. <p>Visits to municipalities and attendance of Steering Committee meetings at municipalities by departmental personnel.</p>
Projected life	<p>The fund will be incorporated into a single grant per annum for transfer directly to the Municipality for the construction of the Multi-Purpose Community Centre.</p> <p>Operational funding will be transferred to the municipality for a maximum of three consecutive years whereafter funding responsibilities will be handed over to the Municipality.</p>
Payment schedule	Payment will be made as a single transfer (per annum).

Integrated Housing and Human Settlement Development Grant	
Transferring provincial department	Local Government and Housing (Vote 8)
Purpose	<p>To finance the funding requirements of national housing programmes (excluding recurrent costs recoverable from assets falling under the pre-1994 stock).</p> <p>To facilitate the establishment and maintenance of integrated and sustainable human settlements to ensure economically viable and socially equitable communities in areas with ecological integrity promoting convenient and safe access to economic opportunities, health, educational and social amenities.</p>
Measurable outputs	<p>Progressive upgrade of informal settlements in accordance with the Millennium Development Goals target for eradicating poverty and reducing slum dwellers through formalization of informal settlement by 2014 and eradication of such by 2020.</p> <p>Outputs:</p> <ul style="list-style-type: none"> • Number of hectares of publicly owned land (donated/free of charge) as well as privately owned land purchased for housing development, which includes informal settlement upgrading initiatives. • Number of housing chapters of IDPs funded and formulated to ensure alignment of housing planning with Integrated Development Planning. • Number of subsidies - in the category below R3 500 - approved per instrument (as specified in new comprehensive plan) per annum by province/accredited municipalities. • Number and value of subsidies approved to support secondary market transactions and the related beneficiaries. • Number of housing units per instrument (as specified in new comprehensive plan) under construction. • Number of housing units per instrument (as specified in new comprehensive plan) completed per province. • Number of multi-purpose facility clusters containing social facilities initiated within informal settlement upgrading projects as well as existing and new housing developments. • Composition of multi-purpose facilities-specifying the specific type of facilities funded within the above multi-purpose facility clusters. • Number of households benefiting. • Number of direct and indirect job opportunities created. • Number and amount of funding contributed to the goal of Black Economic Empowerment by the programme. • Gender composition of beneficiaries and construction allocations. • Number of households assisted in the Urban Renewal initiatives and Presidential Nodes. • Racial composition of beneficiaries.

Integrated Housing and Human Settlement Development Grant	
	<ul style="list-style-type: none"> • Provincial cash flows linked to projects for 2007/08 must be submitted to the national department of Housing by 31 March 2007 before the flow of the first installment. No monthly transfer is to be made unless the Province has submitted and National approved the cash flow and business plans. • Business plans/housing development plans for 2007/08 must be submitted to the national department and be approved by the national department by 15 March 2007. • The development of the housing chapter is undertaken as part of the IDP process in line with procedures for Integrated Development Planning as outlined in the Municipal Systems Act and the Provincial Spatial Development Framework. • Province's and accredited municipalities, may if a proven need exists and subject to approval by the Accounting Officer of the provincial department of Housing acting in consultation with the Member of the Executive Council (MEC), utilise for operational expenditure in support of delivery on the grant objectives (OPSCAP) to a maximum of 3 per cent (maximum R35 million) of the voted allocation to support the approved national and provincial housing programmes and priorities. • Business plans/housing development plans for 2008/09 must be submitted to the National Department on or before 31 December 2007 and be approved by the National Department by 15 March 2008. • Housing allocations must be in terms of national housing programmes and priorities, as approved, but with due consideration that there be ensured that: <ul style="list-style-type: none"> o Principles of sustainable development underpin human settlement development. o Choice for participants in the housing process. o Delivery constraints are eliminated - such as lack of adequate bulk services etc. o Adequate capacity for effective project/financial/monitoring and management measures will be in place for the execution of the projects. o Integrated non-racial quality living environments are promoted.
Conditions	<p>Provincial housing department to ensure that all subsidy allocations for 2008/09 are allocated by 31 October 2007 and such allocations should be submitted to National Housing Department for evaluation by 30 November 2007.</p> <p>Accreditation of municipalities in accordance with the affordable plan as approved by the Minister of Housing in consultation with the Member of the Executive Council.</p> <p>Provinces and accredited municipalities must utilise the Housing Subsidy System for budgeting, subsidy administration, financial administration and reporting purposes.</p> <p>Provincial housing departments and accredited municipalities must submit comprehensive reports on individual projects as specified in the monitoring guidelines by the 15th of each and every month.</p> <p>Provincial housing departments must set aside a minimum 0,75 per cent of the allocation to finance emergency housing needs in accordance with the applicable policy. The funding will provide for the needs of people, who must be assisted in cases similar to the Constitutional Court ruling.</p>
Allocation criteria	Based on the housing needs survey forming part of the Provincial Housing Plan aligned with the Provincial Spatial Development Framework.

Integrated Housing and Human Settlement Development Grant	
Reasons not incorporated in equitable share	<p>The creation of integrated and sustainable human settlements within which provision of housing to the poor is a national priority.</p> <p>Human settlement development is viewed as an initiative through which projects and programmes can be funded in support of housing investment made in an effort to create social capital and economic opportunity.</p> <p>The conditional grant enables the National Government to provide for the implementation of housing delivery in provinces and accredited municipalities budgets, and the monitoring of provinces and accredited municipalities accordingly.</p>
Monitoring mechanisms	<p>The National Department of Housing has installed a transversal computerised subsidy management system (HSS) and the related database system in all provincial housing departments for the administration of the subsidy scheme and to allow the National Department to monitor progress and expenditure.</p> <p>Monitoring in terms of the provisions of DORA and the Monitoring Guidelines approved by the Committee of Heads of Housing.</p> <p>The National Department of Housing requires that the Provincial Departments of Housing focus, in particular, attention on the submission of comprehensive non-financial information to form part of prescribed conditional grant reporting.</p> <p>Visits to provinces, interaction by the housing sector chief financial officers and heads of housing and MINMEC meetings.</p> <p>The establishment by the national department of an internal audit team, which will visit the provinces on a regular basis to ensure that provincial departments have adequate systems in place to provide assurance that conditional grant funds are appropriately managed and controlled.</p>
Projected life	<p>Unless government directs otherwise and taking into account the level of backlogs in housing, it is anticipated that the need for funding will exist for at least the next 20 years.</p>
Payment schedule	<p>As stipulated in contracts with municipalities and according to the tranche payment policy.</p>

Provincial Contribution towards Accelerating Housing Delivery	
Transferring provincial department	Local Government and Housing (Vote 8)
Purpose	To fund housing within municipalities who demonstrated capacity to plan and deliver housing rapidly, with the emphasis on rural areas.
Measurable outputs	<p>Improvement of the quality of human settlements by funding projects, which will address dysfunctionalities in such settlements.</p> <p>This will include:</p> <ul style="list-style-type: none"> • Upgraded infrastructure in depressed areas and number of employment opportunities created. • The number of existing depressed areas re-planned and redeveloped and informal settlement upgrading. • Completed plans of areas, which could promote social, racial and functional integration.
Conditions	To form part of the contract between the provincial government and municipalities.
Allocation criteria	Based on the business plans submitted to the provincial Department of Local Government and Housing as well as past performance.
Reasons not incorporated in equitable share	Funds are provided in terms of the provincial own financing.
Monitoring mechanisms	Projects are monitored on a regular basis through financial and implementation progress reports as well as site visits and meetings in order to ensure compliance and accurate reporting on key performance indicators.
Projected life	The projects will be important in achieving sustainable human settlements. Other funding for the projects have been incorporated in the Integrated Housing and Human Settlement Development Grant over future financial years.
Payment schedule	On the submission of certified claims.

Community Development Worker (CDW) Operational Support Grant	
Transferring provincial department	Local Government and Housing (Vote 8)
Purpose	To provide financial assistance to municipalities to cover the operational costs pertaining to the functions of the community development workers including the regional co-ordinators.
Measurable outputs	Administrative support to community development workers. Provision of sufficient transportation for community development workers. Provision of office space for community development workers.
Conditions	An agreement must be signed between the Department and the district municipality and the Department and the Metro. The Municipality must procure goods and services in accordance with the statutory procurement process that applies to it. Further conditions as set by the agreement.
Allocation criteria	R18 000 per CDW for the 2007/08 financial year
Reasons not incorporated in equitable share	Reimbursement to municipalities for a provincial function.
Monitoring mechanisms	Submission of monthly expenditure reports of cost incurred against the grant. Regular visits to municipalities and report back by regional co-ordinators at the monthly provincial management and co-ordination meeting.
Projected life	2007/08 financial year.
Payment schedule	Transfer payment to the municipalities in accordance with the agreement between the Province and municipalities.

Housing Consumer Education Grant	
Transferring provincial department	Local Government and Housing (Vote 8)
Purpose	To fund the operational and capacity building needs for the role out of the Housing Consumer Education Programme to municipalities.
Measurable outputs	This programme will ensure: <ul style="list-style-type: none"> • Trained housing officials including Community Development Workers. • Informed communities/beneficiaries.
Conditions	Agreements will be signed between the provincial government and the municipalities to commit the municipalities to deliver on the set objectives.
Allocation criteria	Based on the business plans submitted by the municipalities to the Provincial Department of Local Government and Housing.
Reasons not incorporated in equitable share	According to section 154(1) of the Constitution of the RSA (Act 108 of 1996), the National Government and Provincial Governments, by legislative and other measures, must support and strengthen the capacity of municipalities to manage their own affairs, to exercise their powers and to perform their functions.
Monitoring mechanisms	The Consumer Education Programme will be monitored on a quarterly and annual basis through financial and implementation progress reports, as well as regular visits to municipalities and meetings in order to ensure compliance to reporting.
Projected life	The programme is an important tool in achieving capacity building objectives. The programme has been incorporated in the Departmental Strategic Plan for the 2007/08 MTEF period.
Payment schedule	Funds will be transferred as a once off payment at the start of the municipal financial year.

Local Government Electrical Masterplanning Grant	
Transferring provincial department	Local Government and Housing (Vote 8)
Purpose	To assist municipalities with investigations into problems with basic municipal services (electrical), evaluation of alternative solutions and making specific project proposals.
Measurable outputs	Investigations regarding problems with municipal services (electrical). Evaluation of alternative solutions. Submission of reports with project proposals and cost estimates.
Conditions	The municipalities must submit applications to the Department. The applications to be evaluated in terms of criteria stated below, before an approval letter is issued by province. An agreement must be signed between the Department and the municipality and an agreement must be entered into between the service provider and the municipality before claims will be paid out – a tripartite agreement will also suffice. Further conditions as set out in the agreement and the approval letter.
Allocation criteria	The projects must improve the capacity of the municipality to deliver services cost effectively. The projects must have a long-term positive impact on the viability of the municipality.
Reasons not incorporated in equitable share	According to section 154(1) of the Constitution of the RSA (Act 108 of 1996), the National Government and Provincial Governments, by legislative and other measures, must support and strengthen the capacity of municipalities to manage their own affairs, to exercise their powers and to perform their functions.
Monitoring mechanisms	Checking of reports and approval of project proposals. Visits to municipalities.
Projected life	2007/08 MTEF period.
Payment schedule	Transfer payments to the municipalities in accordance with the agreement between the Province and municipalities on the receipt of certified claims and/or approved business plans.

Spatial Planning	
Transferring provincial department	Department of Environmental Affairs and Development Planning (Vote 9)
Purpose	To provide financial support to municipalities for projects/studies necessary for alignment of municipal Spatial Development Frameworks (SDF's) with the Western Cape Provincial Spatial Development Framework (WCPSDF) and other related spatial planning projects.
Measurable outputs	Approved Spatial Development Frameworks/other related spatial planning documents which are in line with the WCPSDF. Milestones to be reached: stages in planning process i.e. public participation/consultation, draft report, advertising, comments, council's resolutions, amendments and final approved documents.
Conditions	<ul style="list-style-type: none"> • A Memorandum of Agreement (Contract), accompanied by a Business Plan, must be entered into for each project. • Conditions as stipulated in the individual agreements, relevant legislation and government policies. • Adherence to the requirements of the Public Finance Management Act, 1999 (Act 1 of 1999), and other conditions as stipulated by the Accounting Officer and/or Department of Environmental Affairs and Development Planning.
Allocation criteria	<ul style="list-style-type: none"> • Historical allocations and/or instances where continued financial support is required. • Alignment with the WCPSDF. • "Leader/Important towns" and towns with high need. • Need/urgency for project. • National priorities. • Municipality's capability to successfully execute project and historical performance with previous projects.
Reasons not incorporated in equitable share	According to section 154(1) of the Constitution of South Africa (Act 108 of 1996), the national government and provincial governments, by legislative and other measures, must support and strengthen the capacity of municipalities to manage their own affairs, to exercise their powers and to perform their functions.
Monitoring mechanisms	<p>Municipality/institution is the project leader and is thus responsible for the project.</p> <ul style="list-style-type: none"> • Progress on outputs and timeframes as defined in the approved Business Plan. • Signed Memorandum of Agreement. • Personal visits and attendance of project/steering committee meetings by town and regional planners of the Department. • Regular progress and financial reporting by municipalities. • Thorough scrutiny of product during various phases.
Projected life	Funds are provided only for the current financial year and in accordance with the approved Business Plan and associated timeframes.
Payment schedule	Once-off transfer to municipalities in accordance with signed Memorandum of Agreement.

Maintenance of Proclaimed Roads	
Transferring provincial department	Transport and Public Works (Vote 10)
Purpose	Maintain and rehabilitate proclaimed municipal main roads within municipal areas.
Measurable outputs	To maintain normal maintenance projects, reseal projects and rehabilitation projects. The total network comes to 175 kilometres.
Conditions	Section 38(1)(j) of the Public Finance Management Act, 1999 (Act 1 of 1999). Project not to exceed approved budget. Municipality to provide for 20 % of costs. Relevant municipality to approve the projects. Agreement to be signed.
Allocation criteria	Allocations are based on outputs of the Pavement Management System and then prioritised.
Reasons not incorporated in equitable share	Subsidy claimed as a result of unpredictable road maintenance expenditure.
Monitoring mechanisms	Districts Roads Engineers monitor and inspect projects after being completed and sign the prescribed claim forms before sending it to Head Office for payment purposes.
Projected life	Ongoing programme.
Payment schedule	Subject to payment dates finalised and claims submitted.

Mobility Strategies	
Transferring provincial department	Transport and Public Works (Vote 10)
Purpose	Provision of plans, facilities and operational systems that will assist movement within the public transport system, including provision for persons with special needs.
Measurable outputs	Number of facilities and systems provided to assist with the movement of people.
Conditions	<ul style="list-style-type: none"> • The projects are included in the Mobility Strategy documentation. • The relevant municipal council approves projects. • Projects not to exceed approved budgets. • Section 38(1)(j) of the Public Finance Management act, 1999 (Act 1 of 1999). • Agreement to be signed.
Allocation criteria	Allocations are based upon submissions and priorities received from municipalities and as outlined in the relevant Mobility Strategy documentation.
Reasons not incorporated in equitable share	<ul style="list-style-type: none"> • Public transport is a concurrent national and provincial function. • Project specific and the short-term nature.
Monitoring mechanisms	<ul style="list-style-type: none"> • Monthly project reports submitted to the Department from the municipalities. • Monthly technical and steering committee meetings with each district.
Projected life	Ongoing programme with high turnover of projects.
Payment schedule	Three tranches per financial year and in accordance with performance.

Community Development Projects: Upgrading of Access Roads	
Transferring provincial department	Transport and Public Works (Vote 10)
Purpose	<p>Community Development Programme:</p> <ul style="list-style-type: none"> • Job creation and poverty relief. • Provide job opportunities to the Affirmable Business Enterprises (ABEs) and emerging engineering contractors. • Create infrastructure by way of the provision of access roads to marginalised communities in the Province. • Empower unemployed people, emerging contractors and ABE's, with appropriate training and transfer of skills. • Develop the capacity of communities through their direct participation in the identification of projects.
Measurable outputs	Construction and upgrading of access roads in Saron.
Conditions	<p>Projects not to exceed approved budgets.</p> <p>Projects approved subject to signed memorandum of agreement.</p> <p>Section 38(1)(j) of the Public Finance Management act, 1999 (Act 1 of 1999).</p> <p>Agreement to be signed.</p>
Allocation criteria	Allocations are based on approved Integrated Development Plans.
Reasons not incorporated in equitable share	The Department's contribution to community development through infrastructure provision in order to address economic empowerment.
Monitoring mechanisms	Monthly progress meetings/reports between the municipalities and the Department.
Projected life	Project duration 8 to 12 months - 20 year Asset life span.
Payment schedule	Payment in two tranches – second tranche to be paid out only after progress reports have been submitted and in accordance with performance.

Category	DC	Number	Municipality	Global Fund		HIV and Aids		Sub-total: Transfers	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
HEALTH									
A	Cape Town		City of CapeTown			4 500	4 500	4 500	4 500
B	DC1	WC011	Matzikama						
B	DC1	WC012	Cederberg						
B	DC1	WC013	Bergrivier						
B	DC1	WC014	Saldanha Bay						
B	DC1	WC015	Swartland						
DMA	DC1	DMA01	West Coast DMA						
C	DC1	DC1	West Coast						
Total: West Coast District									
B	DC2	WC022	Witzenberg						
B	DC2	WC023	Drakenstein						
B	DC2	WC024	Stellenbosch						
B	DC2	WC025	Breede Valley						
B	DC2	WC026	Breede River/Winelands						
DMA	DC2	DMA02	Breede River DMA						
C	DC2	DC2	Cape Winelands						
Total: Cape Winelands District									
B	DC3	WC031	Theewaterskloof						
B	DC3	WC032	Overstrand						
B	DC3	WC033	Cape Agulhas						
B	DC3	WC034	Swellendam						
DMA	DC3	DMA03	Overberg DMA						
C	DC3	DC3	Overberg	573	573			573	573
Total: Overberg District				573	573			573	573
B	DC4	WC041	Kannaland						
B	DC4	WC042	Hessequa						
B	DC4	WC043	Mossel Bay						
B	DC4	WC044	George						
B	DC4	WC045	Oudtshoorn						
B	DC4	WC047	Bitou						
B	DC4	WC048	Knysna						
DMA	DC4	DMA04	Eden DMA						
C	DC4	DC4	Eden	390	390			390	390
Total: Eden District				390	390			390	390
B	DC5	WC051	Laingsburg						
B	DC5	WC052	Prince Albert						
B	DC5	WC053	Beaufort West						
DMA	DC5	DMA05	Central Karoo DMA						
C	DC5	DC5	Central Karoo						
Total: Central Karoo District									
Unallocated									
Total transfers				963	963	4 500	4 500	5 463	5 463

Category	DC	Number	Municipality	Multi-Purpose Centres		Sub-total: Transfers	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
SOCIAL DEVELOPMENT							
A	Cape Town		City of CapeTown	(2 000)	(2 000)	(2 000)	(2 000)
B	DC1	WC011	Matzikama				
B	DC1	WC012	Cederberg				
B	DC1	WC013	Bergrivier				
B	DC1	WC014	Saldanha Bay				
B	DC1	WC015	Swartland				
DMA	DC1	DMA01	West Coast DMA				
C	DC1	DC1	West Coast	(3 000)	(3 000)	(3 000)	(3 000)
Total: West Coast District				(3 000)	(3 000)	(3 000)	(3 000)
B	DC2	WC022	Witzenberg				
B	DC2	WC023	Drakenstein				
B	DC2	WC024	Stellenbosch				
B	DC2	WC025	Breede Valley				
B	DC2	WC026	Breede River/Winelands				
DMA	DC2	DMA02	Breede River DMA				
C	DC2	DC2	Cape Winelands				
Total: Cape Winelands District							
B	DC3	WC031	Theewaterskloof				
B	DC3	WC032	Overstrand	400	400	400	400
B	DC3	WC033	Cape Agulhas				
B	DC3	WC034	Swellendam	600	600	600	600
DMA	DC3	DMA03	Overberg DMA				
C	DC3	DC3	Overberg				
Total: Overberg District				1 000	1 000	1 000	1 000
B	DC4	WC041	Kannaland				
B	DC4	WC042	Hessequa				
B	DC4	WC043	Mossel Bay				
B	DC4	WC044	George				
B	DC4	WC045	Oudtshoorn				
B	DC4	WC047	Bitou				
B	DC4	WC048	Knysna				
DMA	DC4	DMA04	Eden DMA				
C	DC4	DC4	Eden				
Total: Eden District							
B	DC5	WC051	Laingsburg				
B	DC5	WC052	Prince Albert				
B	DC5	WC053	Beaufort West				
DMA	DC5	DMA05	Central Karoo DMA				
C	DC5	DC5	Central Karoo	500	500	500	500
Total: Central Karoo District				500	500	500	500
Unallocated							
Total transfers				(3 500)	(3 500)	(3 500)	(3 500)

Part A: Local Government Allocations
Vote 7: Social Development

Category	DC	Number	Municipality	Integrated Housing and Human Settlement Development Grant		Provincial Contribution towards the Acceleration of Housing Delivery		Community Development Worker (CDW) Operational Support Grant	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
LOCAL GOVERNMENT AND HOUSING									
A	Cape Town		City of CapeTown					(1 242)	(1 242)
B	DC1	WC011	Matzikama			(5 000)	(5 000)		
B	DC1	WC012	Cederberg						
B	DC1	WC013	Bergrivier						
B	DC1	WC014	Saldanha Bay						
B	DC1	WC015	Swartland			(5 000)	(5 000)		
DMA	DC1	DMA01	West Coast DMA						
C	DC1	DC1	West Coast						
Total: West Coast District						(10 000)	(10 000)		
B	DC2	WC022	Witzenberg						
B	DC2	WC023	Drakenstein						
B	DC2	WC024	Stellenbosch						
B	DC2	WC025	Breede Valley						
B	DC2	WC026	Breede River/Winelands						
DMA	DC2	DMA02	Breede River DMA						
C	DC2	DC2	Cape Winelands						
Total: Cape Winelands District									
B	DC3	WC031	Theewaterskloof						
B	DC3	WC032	Overstrand						
B	DC3	WC033	Cape Agulhas						
B	DC3	WC034	Swellendam						
DMA	DC3	DMA03	Overberg DMA						
C	DC3	DC3	Overberg						
Total: Overberg District									
B	DC4	WC041	Kannaland			15 000	15 000		
B	DC4	WC042	Hessequa						
B	DC4	WC043	Mossel Bay						
B	DC4	WC044	George			(5 000)	(5 000)		
B	DC4	WC045	Oudtshoorn						
B	DC4	WC047	Bitou						
B	DC4	WC048	Knysna						
DMA	DC4	DMA04	Eden DMA						
C	DC4	DC4	Eden						
Total: Eden District						10 000	10 000		
B	DC5	WC051	Laingsburg						
B	DC5	WC052	Prince Albert						
B	DC5	WC053	Beaufort West						
DMA	DC5	DMA05	Central Karoo DMA						
C	DC5	DC5	Central Karoo						
Total: Central Karoo District									
Unallocated				229 222	229 222				
Total transfers				229 222	229 222			(1 242)	(1 242)

* Notes: Integrated housing and human settlement development grant, 2007/08 unallocated amount of R229 222 000 includes:

National earmarked allocation for the National Housing Lead Project: N2 Gateway - R228 875 000.

Opscap allocation - R347 000.

Category	DC	Number	Municipality	Housing Consumer Education Grant		Local Government Electrical Masterplanning Grant		Sub-total: Transfers	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
LOCAL GOVERNMENT AND HOUSING									
A	Cape Town	City of CapeTown		100	100			(1 142)	(1 142)
B	DC1	WC011	Matzikama					(5 000)	(5 000)
B	DC1	WC012	Cederberg						
B	DC1	WC013	Bergrivier						
B	DC1	WC014	Saldanha Bay	200	200			200	200
B	DC1	WC015	Swartland			100	100	(4 900)	(4 900)
DMA	DC1	DMA01	West Coast DMA						
C	DC1	DC1	West Coast						
Total: West Coast District				200	200	100	100	(9 700)	(9 700)
B	DC2	WC022	Witzenberg						
B	DC2	WC023	Drakenstein			100	100	100	100
B	DC2	WC024	Stellenbosch			100	100	100	100
B	DC2	WC025	Breede Valley						
B	DC2	WC026	Breede River/Winelands						
DMA	DC2	DMA02	Breede River DMA						
C	DC2	DC2	Cape Winelands	200	200			200	200
Total: Cape Winelands District				200	200	200	200	400	400
B	DC3	WC031	Theewaterskloof						
B	DC3	WC032	Overstrand	200	200			200	200
B	DC3	WC033	Cape Agulhas						
B	DC3	WC034	Swellendam						
DMA	DC3	DMA03	Overberg DMA						
C	DC3	DC3	Overberg						
Total: Overberg District				200	200			200	200
B	DC4	WC041	Kannaland					15 000	15 000
B	DC4	WC042	Hessequa			100	100	100	100
B	DC4	WC043	Mossel Bay						
B	DC4	WC044	George	800	800	100	100	(4 100)	(4 100)
B	DC4	WC045	Oudtshoorn						
B	DC4	WC047	Bitou			100	100	100	100
B	DC4	WC048	Knysna			100	100	100	100
DMA	DC4	DMA04	Eden DMA						
C	DC4	DC4	Eden						
Total: Eden District				800	800	400	400	11 200	11 200
B	DC5	WC051	Laingsburg						
B	DC5	WC052	Prince Albert						
B	DC5	WC053	Beaufort West	150	150			150	150
DMA	DC5	DMA05	Central Karoo DMA						
C	DC5	DC5	Central Karoo						
Total: Central Karoo District				150	150			150	150
Unallocated								229 222	229 222
Total transfers				1 650	1 650	700	700	230 330	230 330

Category	DC	Number	Municipality	Spatial Planning		Sub-total: Transfers	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
ENVIRONMENTAL AFFAIRS AND DEVELOPMENT PLANNING							
A	Cape Town	City of CapeTown					
B	DC1	WC011	Matzikama				
B	DC1	WC012	Cederberg				
B	DC1	WC013	Bergrivier				
B	DC1	WC014	Saldanha Bay				
B	DC1	WC015	Swartland				
DMA	DC1	DMA01	West Coast DMA				
C	DC1	DC1	West Coast				
Total: West Coast District							
B	DC2	WC022	Witzenberg				
B	DC2	WC023	Drakenstein				
B	DC2	WC024	Stellenbosch				
B	DC2	WC025	Breede Valley				
B	DC2	WC026	Breede River/Winelands				
DMA	DC2	DMA02	Breede River DMA				
C	DC2	DC2	Cape Winelands				
Total: Cape Winelands District							
B	DC3	WC031	Theewaterskloof				
B	DC3	WC032	Overstrand				
B	DC3	WC033	Cape Agulhas				
B	DC3	WC034	Swellendam				
DMA	DC3	DMA03	Overberg DMA				
C	DC3	DC3	Overberg				
Total: Overberg District							
B	DC4	WC041	Kannaland				
B	DC4	WC042	Hessequa				
B	DC4	WC043	Mossel Bay				
B	DC4	WC044	George				
B	DC4	WC045	Oudtshoorn				
B	DC4	WC047	Bitou				
B	DC4	WC048	Knysna				
DMA	DC4	DMA04	Eden DMA				
C	DC4	DC4	Eden				
Total: Eden District							
B	DC5	WC051	Laingsburg	200	200	200	200
B	DC5	WC052	Prince Albert				
B	DC5	WC053	Beaufort West				
DMA	DC5	DMA05	Central Karoo DMA				
C	DC5	DC5	Central Karoo				
Total: Central Karoo District				200	200	200	200
Unallocated							
Total transfers				200	200	200	200

Category	DC	Number	Municipality	Maintenance of Proclaimed Roads		Mobility Strategies		Community Development Projects: Upgrading of Access Roads		Sub-total: Transfers	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
TRANSPORT AND PUBLIC WORKS											
A	Cape Town		City of CapeTown			3 133	3 133			3 133	3 133
B	DC1	WC011	Matzikama								
B	DC1	WC012	Cederberg	12	12					12	12
B	DC1	WC013	Bergrivier	84	84					84	84
B	DC1	WC014	Saldanha Bay								
B	DC1	WC015	Swartland								
DMA	DC1	DMA01	West Coast DMA								
C	DC1	DC1	West Coast								
Total: West Coast District				96	96					96	96
B	DC2	WC022	Witzenberg	15	15					15	15
B	DC2	WC023	Drakenstein	1 675	1 675			1 205	1 205	2 880	2 880
B	DC2	WC024	Stellenbosch	2 561	2 561					2 561	2 561
B	DC2	WC025	Breede Valley								
B	DC2	WC026	Breede River/Winelands								
DMA	DC2	DMA02	Breede River DMA								
C	DC2	DC2	Cape Winelands								
Total: Cape Winelands District				4 251	4 251			1 205	1 205	5 456	5 456
B	DC3	WC031	Theewaterskloof	148	148					148	148
B	DC3	WC032	Overstrand								
B	DC3	WC033	Cape Agulhas								
B	DC3	WC034	Swellendam								
DMA	DC3	DMA03	Overberg DMA								
C	DC3	DC3	Overberg								
Total: Overberg District				148	148					148	148
B	DC4	WC041	Kannaland	501	501					501	501
B	DC4	WC042	Hessequa	12	12					12	12
B	DC4	WC043	Mossel Bay								
B	DC4	WC044	George			3 000	3 000			3 000	3 000
B	DC4	WC045	Oudtshoorn								
B	DC4	WC047	Bitou	56	56					56	56
B	DC4	WC048	Knysna	64	64					64	64
DMA	DC4	DMA04	Eden DMA								
C	DC4	DC4	Eden								
Total: Eden District				633	633	3 000	3 000			3 633	3 633
B	DC5	WC051	Laingsburg	16	16					16	16
B	DC5	WC052	Prince Albert	28	28					28	28
B	DC5	WC053	Beaufort West	24	24					24	24
DMA	DC5	DMA05	Central Karoo DMA								
C	DC5	DC5	Central Karoo								
Total: Central Karoo District				68	68					68	68
Unallocated											
Total transfers				5 196	5 196	6 133	6 133	1 205	1 205	12 534	12 534

Category DC Number Municipality				Health		Social Development		Local Government and Housing	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
WESTERN CAPE									
A	Cape Town	City of Cape Town	4 500	4 500	(2 000)	(2 000)	(1 142)	(1 142)	
B	DC1	WC011	Matzikama					(5 000)	(5 000)
B	DC1	WC012	Cederberg						
B	DC1	WC013	Bergrivier						
B	DC1	WC014	Saldanha Bay					200	200
B	DC1	WC015	Swartland					(4 900)	(4 900)
DMA	DC1	DMA01	West Coast DMA						
C	DC1	DC1	West Coast			(3 000)	(3 000)		
Total: West Coast District						(3 000)	(3 000)	(9 700)	(9 700)
B	DC2	WC022	Witzenberg						
B	DC2	WC023	Drakenstein					100	100
B	DC2	WC024	Stellenbosch					100	100
B	DC2	WC025	Breede Valley						
B	DC2	WC026	Breede River/Winelands						
DMA	DC2	DMA02	Breede River DMA						
C	DC2	DC2	Cape Winelands					200	200
Total: Cape Winelands District								400	400
B	DC3	WC031	Theewaterskloof						
B	DC3	WC032	Overstrand			400	400	200	200
B	DC3	WC033	Cape Agulhas						
B	DC3	WC034	Swellendam			600	600		
DMA	DC3	DMA03	Overberg DMA						
C	DC3	DC3	Overberg	573	573				
Total: Overberg District				573	573	1 000	1 000	200	200
B	DC4	WC041	Kannaland					15 000	15 000
B	DC4	WC042	Hessequa					100	100
B	DC4	WC043	Mossel Bay						
B	DC4	WC044	George					(4 100)	(4 100)
B	DC4	WC045	Oudtshoorn						
B	DC4	WC047	Bitou					100	100
B	DC4	WC048	Knysna					100	100
DMA	DC4	DMA04	Eden DMA						
C	DC4	DC4	Eden	390	390				
Total: Eden District				390	390			11 200	11 200
B	DC5	WC051	Laingsburg						
B	DC5	WC052	Prince Albert						
B	DC5	WC053	Beaufort West					150	150
DMA	DC5	DMA05	Central Karoo DMA						
C	DC5	DC5	Central Karoo			500	500		
Total: Central Karoo District						500	500	150	150
Unallocated								229 222	229 222
Total transfers				5 463	5 463	(3 500)	(3 500)	230 330	230 330

Category	DC	Number	Municipality	Environmental Affairs and Development Planning		Transport and Public Works		Grand total: Transfers	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
WESTERN CAPE									
A	Cape Town		City of Cape Town			3 133	3 133	4 491	4 491
B	DC1	WC011	Matzikama					(5 000)	(5 000)
B	DC1	WC012	Cederberg			12	12	12	12
B	DC1	WC013	Bergrivier			84	84	84	84
B	DC1	WC014	Saldanha Bay					200	200
B	DC1	WC015	Swartland					(4 900)	(4 900)
DMA	DC1	DMA01	West Coast DMA						
C	DC1	DC1	West Coast					(3 000)	(3 000)
Total: West Coast District						96	96	(12 604)	(12 604)
B	DC2	WC022	Witzenberg			15	15	15	15
B	DC2	WC023	Drakenstein			2 880	2 880	2 980	2 980
B	DC2	WC024	Stellenbosch			2 561	2 561	2 661	2 661
B	DC2	WC025	Breede Valley						
B	DC2	WC026	Breede River/Winelands						
DMA	DC2	DMA02	Breede River DMA						
C	DC2	DC2	Cape Winelands					200	200
Total: Cape Winelands District						5 456	5 456	5 856	5 856
B	DC3	WC031	Theewaterskloof			148	148	148	148
B	DC3	WC032	Overstrand					600	600
B	DC3	WC033	Cape Agulhas						
B	DC3	WC034	Swellendam					600	600
DMA	DC3	DMA03	Overberg DMA						
C	DC3	DC3	Overberg					573	573
Total: Overberg District						148	148	1 921	1 921
B	DC4	WC041	Kannaland			501	501	15 501	15 501
B	DC4	WC042	Hessequa			12	12	112	112
B	DC4	WC043	Mossel Bay						
B	DC4	WC044	George			3 000	3 000	(1 100)	(1 100)
B	DC4	WC045	Oudtshoorn						
B	DC4	WC047	Bitou			56	56	156	156
B	DC4	WC048	Knysna			64	64	164	164
DMA	DC4	DMA04	Eden DMA						
C	DC4	DC4	Eden					390	390
Total: Eden District						3 633	3 633	15 223	15 223
B	DC5	WC051	Laingsburg	200	200	16	16	216	216
B	DC5	WC052	Prince Albert			28	28	28	28
B	DC5	WC053	Beaufort West			24	24	174	174
DMA	DC5	DMA05	Central Karoo DMA						
C	DC5	DC5	Central Karoo					500	500
Total: Central Karoo District				200	200	68	68	918	918
Unallocated								229 222	229 222
Total transfers				200	200	12 534	12 534	245 027	245 027

PART B

UNALLOCATED ALLOCATIONS IN THE 2007 MAIN BUDGET SUBSEQUENTLY ALLOCATED AND GAZETTED

Maintenance of Proclaimed Roads	
Transferring provincial department	Transport and Public Works (Vote 10)
Purpose	Maintain and rehabilitate proclaimed municipal main roads within municipal areas.
Measurable outputs	To maintain normal maintenance projects, reseal projects and rehabilitation projects. The total network comes to 175 kilometres.
Conditions	Section 38(1)(j) of the Public Finance Management Act, 1999 (Act 1 of 1999). Project not to exceed approved budget. Municipality to provide for 20% of costs. Relevant municipality to approve the projects. Agreement to be signed.
Allocation criteria	Allocations are based on outputs of the Pavement Management System and then prioritised.
Reasons not incorporated in equitable share	Subsidy claimed as a result of unpredictable road maintenance expenditure.
Monitoring mechanisms	Districts Roads Engineers monitor and inspect projects after being completed and sign the prescribed claim forms before sending it to Head Office for payment purposes.
Projected life	Ongoing programme.
Payment schedule	Subject to payment dates finalised and claims submitted.

Local Government Project Preparation Grant	
Transferring provincial department	Local Government and Housing (Vote 8)
Purpose	To assist municipalities with investigations into problems with basic municipal services, evaluation of alternative solutions and making specific project proposals.
Measurable outputs	Investigations regarding problems with municipal services. Evaluation of alternative solutions. Submission of reports with project proposals and cost estimates.
Conditions	The municipalities must submit applications to the Department. The applications to be evaluated in terms of criteria stated below, before an approval letter is issued by province. An agreement must be signed between the Department and the municipality and an agreement must be entered into between the service provider and the municipality before claims will be paid out – a tripartite agreement will also suffice. Further conditions as set out in the agreement and the approval letter.
Allocation criteria	The projects must improve the capacity of the municipality to deliver services cost effectively. The projects must have a long-term positive impact on the viability of the municipality.
Reasons not incorporated in equitable share	According to section 154(1) of the Constitution of the RSA (Act 108 of 1996), the National Government and Provincial Governments, by legislative and other measures, must support and strengthen the capacity of municipalities to manage their own affairs, to exercise their powers and to perform their functions.
Monitoring mechanisms	Checking of reports and approval of project proposals. Visits to municipalities.
Projected life	2007/08 MTEF period.
Payment schedule	Transfer payments to the municipalities in accordance with the agreement between the Province and municipalities on the receipt of certified claims and/or approved business plans.

Category	DC	Number	Municipality	Maintenance of Proclaimed Roads		Local Government Project Preparation Grant	
				Provincial Financial Year	Municipal Financial Year	Provincial Financial Year	Municipal Financial Year
				2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)	2007/08 Allocation (R'000)
WESTERN CAPE							
A	Cape Town		City of CapeTown				
B	DC1	WC011	Matzikama	56	56	62	62
B	DC1	WC012	Cederberg	12	12	63	63
B	DC1	WC013	Bergrivier	92	92	62	62
B	DC1	WC014	Saldanha Bay	44	44	62	62
B	DC1	WC015	Swartland	132	132	62	62
DMA	DC1	DMA01	West Coast DMA				
C	DC1	DC1	West Coast				
Total: West Coast District				336	336	311	311
B	DC2	WC022	Witzenberg	1 499	1 499	63	63
B	DC2	WC023	Drakenstein	864	864	62	62
B	DC2	WC024	Stellenbosch	1 210	1 210	63	63
B	DC2	WC025	Breede Valley	1 074	1 074	62	62
B	DC2	WC026	Breede River/Winelands	393	393	63	63
DMA	DC2	DMA02	Breede River DMA				
C	DC2	DC2	Cape Winelands				
Total: Cape Winelands District				5 040	5 040	313	313
B	DC3	WC031	Theewaterskloof	950	950	62	62
B	DC3	WC032	Overstrand	707	707	62	62
B	DC3	WC033	Cape Agulhas	835	835	62	62
B	DC3	WC034	Swellendam	16	16	63	63
DMA	DC3	DMA03	Overberg DMA				
C	DC3	DC3	Overberg				
Total: Overberg District				2 508	2 508	249	249
B	DC4	WC041	Kannaland	48	48	62	62
B	DC4	WC042	Hessequa	2 592	2 592	63	63
B	DC4	WC043	Mossel Bay	854	854	63	63
B	DC4	WC044	George	6 366	6 366	63	63
B	DC4	WC045	Oudtshoorn	1 439	1 439	62	62
B	DC4	WC047	Bitou	56	56	62	62
B	DC4	WC048	Knysna	1 673	1 673	63	63
DMA	DC4	DMA04	Eden DMA				
C	DC4	DC4	Eden				
Total: Eden District				13 028	13 028	438	438
B	DC5	WC051	Laingsburg	24	24	63	63
B	DC5	WC052	Prince Albert	32	32	63	63
B	DC5	WC053	Beaufort West	24	24	63	63
DMA	DC5	DMA05	Central Karoo DMA				
C	DC5	DC5	Central Karoo	8	8		
Total: Central Karoo District				88	88	189	189
Unallocated							
Total transfers				21 000	21 000	1 500	1 500