

PROVINCE OF THE EASTERN CAPE  
IPHONDO LEMPUMA KOLONI  
PROVINSIE OOS-KAAP

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**No. 1838**  
(Extraordinary)

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## PROVINCIAL NOTICE

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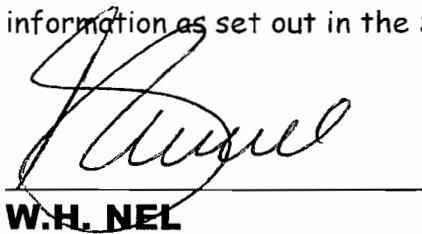
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### **EASTERN CAPE PROVINCIAL TREASURY**

#### **AMENDMENT**

The notice issued in the Provincial Government Gazette No. 1710 dated 2 May 2007 is hereby amended by insertion of the attached Schedules A & B .

Information relating to additional funding made by the Eastern Cape Provincial Accounting Officer of the Department of Housing, Local Government and Traditional Affairs is, in terms of section 31(2) & (3) of the Division of Revenue Act, 2007 (Act No.1 of 2007), published for general information as set out in the Schedules herein.



**W.H. NEL**  
**MEC FOR FINANCE**

## SCHEDULE A

ALLOCATION TO MUNICIPALITIES NOT LISTED IN THE SCHEDULE  
OF THE DIVISION OF REVENUE ACT 2007

Name of transferring department	Local Government and Traditional Affairs
<b>Name of allocation</b>	<b>Local Government Support Grant : Capacity Building</b>
Purpose	Strengthening the Capacity of Municipalities
Measurable Objectives	Support municipalities with Property Evaluations, Organogram Development, Payment of Creditors, Turnaround Strategy and Replacement of Vehicle Fleet
Conditions	<ol style="list-style-type: none"> <li>1. Submission of Business Plans and Declaration of Assurance in terms of Section 38(1)(j) of the Public Finance Management Act, 1999 to the Department</li> <li>2. Receipt funding and transfer to a separate bank account</li> <li>3. Secure Service Providers through Supply Chain Management/Procurement Policy</li> <li>4. Sign Service Level Agreement with Service Provider (where necessary)</li> <li>5. Submit to the department monthly reports on expenditure of the grant and progress of projects/turnaround strategy or list of creditors paid.</li> <li>6. Utilisation of funds strictly in terms of approved business plans.</li> </ol>
Allocation Criteria	Allocations are made to municipalities according to assessed needs

## ALLOCATION PER MUNICIPALITY

Name of Municipality	2007/08 F/Y ALLOCATION	2008/09 F/Y ALLOCATION	2009/10 F/Y ALLOCATION
	'000'	'000'	'000'
Cacadu	900		
Baviaans	10,000		
Blue Crane Route	12,100		
Koukamma	18,500		
Makana	4,153		
Port St Johns	5,000		
Sakhisizwe	250		
Inxuba Yethemba	4,322		
Ukhahlamba	20,250		
Maletswai	800		
Gariep	4,050		
Great Kei	4,400		
Matatiele	21,247		
DLG&TA	4,500		
DHLG&TA (INTERVENTION)	3,000,		
<b>TOTAL ALLOCATION</b>	<b>R 113,472</b>		

**SCHEDULE B**  
**ALLOCATION TO MUNICIPALITIES NOT LISTED IN THE SCHEDULE**  
**OF THE DIVISION OF REVENUE ACT 2007**

Name of Allocation	<b>Disaster Management</b>
Purpose	<ul style="list-style-type: none"> <li>• Promotion of Effective Disaster Management Systems.</li> </ul>
Measurable Outputs	<p>Although outputs will vary between municipalities, the following issues should be addressed:-</p> <ul style="list-style-type: none"> <li>• Integrated institutional capacity for disaster risk management</li> <li>• Risk reduction through training, education and research conducted.</li> <li>• Response and recovery programmes in place.</li> </ul>
Conditions	<ul style="list-style-type: none"> <li>• Transfers done where applicable and subject to proper utilization of funds</li> <li>• Submission of business plans prior to transfers</li> <li>• Regular monitoring by DHLG&amp;TA</li> <li>• Any amendments to the municipal business plans can only be effected after prior approval of the provincial transferring officer has been obtained</li> <li>• Reporting requirements in terms of applicable legislation to be strictly adhered to</li> <li>• Transfers to be effected on fulfilment of Section 38(i)(j) of the PFMA Act 1 of 1999, put in place to ensure compliance with the conditions of the funds</li> </ul>
Allocation Criteria	<p>Allocation are be made to municipalities according to assessed needs within the context of the IPD in order to assist them in meeting their constitutional obligations.</p>
Reasons for not incorporating in the equitable share	<p>According to section 154(1) of the Constitution national 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</p>
Monitoring System	<p>The department requires quarterly reports on the progress made and monthly expenditure reports as required by the Division of Revenue Act</p>
Past Performance	<p>Funds for projects were all transferred to municipalities in line with the submitted business plans progress reports were received from municipalities and payment effected to service providers in line with contracts made with the municipalities</p>
Projected Life	<p>Project funds to be transferred to a municipality to administer on behalf of DHLG&amp;TA within set conditions and in terms of signed agreement.</p>

**ALLOCATION PER MUNICIPALITY**

<b>Name of Municipality</b>	<b>2007/08 F/Y ALLOCATION</b>	<b>2008/09 F/Y ALLOCATION</b>	<b>2009/10 F/Y ALLOCATION</b>
ALFRED NZO	1, 841, 502		
AMATOLE	7, 668, 000		
CHRIS HANI	2, 280, 000		
OR TAMBO	8, 322, 000		
UKHAHLAMBA	494, 000		
<b>GRAND TOTAL</b>	<b>20, 605, 502</b>		