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PROVINCIAL NOTICE

[NO. 124 OF 2007]

ALLOCATIONS TO MUNICIPALITIES IN TERMS OF LIMITED FINANCIAL SUPPORT

In terms of Section 17(1) of the Division of Revenue Act, 2006 (Act No.2 of 2006), the Provincial Treasury hereby publishes the information set out in Schedule 1, which relates to the allocation of the amounts as stated in Schedule 2 relating to the allocation of funds out of the Provincial Revenue Fund by the Accounting Officer of the Department for Local Government to Municipalities.

SCHEDULE 1

FINANCIAL ASSISTANCE TO MUNICIPALITIES - 2006/2007 FINANCIAL YEAR

1. Transferring Provincial Department	Department of Local Government and Housing
2. Purpose	To assist medium and small Municipalities experiencing severe financial problems to restructure their financial positions and organisations over the medium term.
3. Measurable outputs	The provision of limited financial assistance to those Municipalities facing critical financial problems
4. Conditions	The provision of limited financial assistance to those Municipalities facing critical financial problems: (a) The Municipality must implement and enforce strict credit control measures and has to report on the effects thereof by September 30 th 2007 (b) The Municipality must compile a creditor-management plan with due consideration to the overall financial position and liquidity. The Municipality must report back on the negotiations and arrangements with creditors by September 30 th 2007. (c) The submission of the "Conditional Grants to Municipalities Monthly report by Municipality" by the 7 th of each month according to the Division of Revenue Act.
5. Allocation criteria	Allocations are based on financial position of Municipalities.
6. Monitoring mechanisms	Monthly expenditure reports Monthly progress reports
7. Projected life	Maximum of 1 year.
8. Payment schedule	Payment with regard to financial support will be made according to the conditions of paragraph 4.
9. Reason not incorporated in Equitable Share	According to Section 154(1) of the Constitution, the National Government and the 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.

FINANCIAL ASSISTANCE TO MUNICIPALITIES				ANNEXURE A					
Category	DC	Number	Municipality	PROVINCIAL FINANCIAL YEAR			MUNICIPAL FINANCIAL YEAR		
				2006/07 Allocation (R'000)	2007/08 Allocation (R'000)	2008/09 Allocation (R'000)	2006/07 Allocation (R'000)	2007/08 Allocation (R'000)	2008/09 Allocation (R'000)
C	DC 16	DC 16	Khariep	5000			5000		
B	DC 16	FS 161	Letsemeng						
B	DC 16	FS 162	Kopanong	8000			8000		
B	DC 16	FS 163	Mohokare						
Total				13000			13000		
C	DC 17	DC 17	Motheo						
B	DC 17	FS 171	Naledi	3200			3200		
B	DC 17	FS 172	Mangaung						
B	DC 17	FC 173	Mantsopa						
Total				3200			3200		
C	DC 18	DC 18	Lejweleputswa						
B	DC 18	FS 181	Masilonyana						
B	DC 18	FS 182	Tokolologo						
B	DC 18	FS 183	Tswelopele						
B	DC 18	FS 184	Matjhabeng						
B	DC 18	FS 185	Nala						
Total									
C	DC 19	DC 19	Thabo Mofutsanyana						
B	DC 19	FS 191	Setsoto						
B	DC 19	FS 192	Dihlabeng						
B	DC 19	FS 193	Nketoana	2000			2000		
B	DC 19	FS 194	Maluti-a-Phofung						
B	DC 19	FS 195	Phumelela						
Total				2000			2000		
C	DC 20	DC 20	Fezile Dabi						
B	DC 20	FS 201	Moqhaka						
B	DC 20	FS 203	Ngwathe						
B	DC 20	FS 204	Metsimaholo						
B	DC 20	FS 205	Mafube						
Total									
GRAND TOTAL				18200			18200		

[NO. 125 of 2007]

PROVINCIAL ALLOCATIONS TO MUNICIPALITIES: INFRASTRUCTURE PROJECTS

The Provincial Treasury hereby publishes, in terms of section 17(1) of the Division of Revenue Act, 2006 (Act NO.2 of 2006) information set out in Schedule 1, which relates to the allocation of money by the Accounting Officer of the Department of Local Government and Housing, to municipalities out of the Provincial Revenue Fund the amounts as stated in Schedule 2.

SCHEDULE 1

PROVINCIAL INFRASTRUCTURE (BUCKET ERADICATION)

1. Transferring Provincial Department	Department of Local Government and Housing
2. Purpose	To remove all bucket and replace it with waterborne sanitation.
3. Measurable Outputs	(a) Reduction in infrastructure backlogs within the specified municipalities. (b) The quality of infrastructure provided. (c) Employment opportunities created and training provided (d) SMME training involvement
4. Conditions	(a) Payments by Municipalities to Consultants and Contractors subject to approval by Department. (b) All designs to be submitted to province for approval (c) Municipalities to submit KPI reports on a monthly basis to DLGH (d) Impact Assessment on projects to be done by the Department of LGH. (e) Close out report at the end of the financial year indicating the completion of the project. (f) Cost versus Quality of the project to be monitored by Department of Local Government
Monitoring mechanism	Minutes of compulsory site meetings to be submitted to Department of Local Government
6. Projected Life Cycle	The project life cycle will depend on each individual project.
7. Payment schedule	Transfer payments will be made to Municipalities directly
8. Allocation	R 7 928 396.00

PROVINCIAL INFRASTRUCTURE (BUCKET ERADICATION)				SCHEDULE 2					
Category	DC	Number	Municipality	PROVINCIAL FINANCIAL YEAR			MUNICIPAL FINANCIAL YEAR		
				2006/07 Allocation (R'000)	2007/08 Allocation (R'000)	2008/09 Allocation (R'000)	2006/07 Allocation (R'000)	2007/08 Allocation (R'000)	2008/09 Allocation (R'000)
C	DC 16	DC 16	Xhariep						
B	DC16	FS 161	Letsemeng	4,095			4,095		
B	DC16	FS 162	Kopanong						
B	DC16	FS 163	Mohokare						
Total				4,095			4,095		
C	DCI7	DCI7	Montheo						
B	DC 17	FS 171	Naledi						
B	DC 17	FS 172	Mangaung						
B	DCI7	FC 173	Mantsopa						
Total									
C	DC 18	DC18	Leiweloutswa						
B	DC 18	FS 181	Masilonyana						
B	DC 18	FS 182	Tokologo	2,373			2,373		
B	DC 18	FS 183	Tswelopele						
B	DC 18	FS 184	Matihabeng						
B	DC 18	FS 185	Nala						
Total				2,373			2,373		
C	DC 19	DCI9	Thabo Mofutsanyana						
B	DC19	FS 191	Setsoto						
B	DCI9	FS 192	Dihlabena						
B	DC19	FS 193	Nketoana						
B	DC 19	FS 194	Maluti-a-Phofung						
B	DC 19	FS 195	Phumelela						
Total									
C	DC 20	DC 20	Fezile Dabi						
B	DC 20	FS 201	MOQhaka						
B	DC 20	FS 203	Ngwathe						
B	DC 20	FS 204	Metsimaholo						
B	DC 20	FS 205	Mafube	1,460			1,460		
Total				1,460			1,460		
Unallocated									
GRAND TOTAL				7,928			7,928		

[NO. 126 OF 2007]

ALLOCATIONS TO MUNICIPALITIES IN TERMS OF THE INTEGRATED DEVELOPMENT PLANNING SUPPORT PROGRAMME

In terms of the Division of Revenue Act, Act No. 2 of 2006 Section 29(1) & (2) for the 2006/2007 financial year and the Public Finance Management Act, 1999 Section 38(1) (l-n), the Provincial Treasury hereby publishes the information set out in Schedule 1 that relates to the allocation of the amounts as stated in Schedule 2 relating to the allocation of funds from the Provincial Revenue Fund by the Accounting Officer of the Department of Local Government and Housing to municipalities.

SCHEDULE 1

INTEGRATED DEVELOPMENT PLANNING SUPPORT PROGRAMME

1. Transferring Provincial Department	Department of Local Government and Housing
2. Purpose	To financially assist municipalities with the planning and surveying of erven with applicable reports and rudimentary services.
3. Measurable Outputs	<ul style="list-style-type: none"> (a) The provision of limited financial assistance to municipalities facing financial problems with the planning and surveying of erven and; (b) The Installation of Storm water drainage and re-gravelling of roads in respect of Grassland Phase 2 and 3. (c) The opportunity to make use of professional experts in specialized fields within the Free State boundaries. (d) The planning and surveying of erven would have a positive impact on the service delivery of housing in the province to the previous disadvantaged areas of municipalities.
4. Conditions	<ul style="list-style-type: none"> (a) The municipality can only use this financial assistance for the planning and surveying of erven, Storm water drainage and re-gravelling of roads in respect of Grassland Phase 2 and 3. (b) Monthly and quarterly reports to be submitted before the 3rd of each month on the status, expenditure and commitments. (c) The submission of a detailed action plan approved by Municipal Manager and cash flow projections before implementation. (d) The Municipal Manager must certify the expenditures were spent in respect of the approved action plan, that sufficient evidence to substantiate all payments is available and that activities were successfully implemented. (e) Council must make use of the services of registered professional service providers within the Free State boundaries. (f) Appointment of Consultants must be according to the Municipal Financial Management Act. (g) Payment to the Municipalities on planning and Surveying of erven will only be done on invoices authorized by the Municipal Manager on submission of detail design and actual pegging of erven. (h) The payment of Consultants claims must be on the following basis: <ul style="list-style-type: none"> (i) 25% after a full application for township establishment has been submitted to the Townships Board, (j) 25% after approval of the Application (k) 35% after the General Plans have been submitted to the Surveyor General, and (l) 15% after the opening of the Township Register.

5. Allocation Criteria	Municipalities will receive an amount according to the need.
6. Monitoring mechanisms	(a) Certificates in terms of Section 38(1)(j) of the PFMA to be handed in and adhere to. (b) Monthly and Quarterly reports on the progress and expenditure to be compiled. (c) Monthly meetings.
7. Projected Life	2006/2010 financial year.
8. Payment Schedule	Payment will only be made according to conditions set in paragraph 4.
9. Allocation	R4 500 000

SCHEDULE 2									
INTEGRATED DEVELOPMENT PLANNING SUPPORT PROGRAMME							ANNEXURE A		
				PROVINCIAL FINANCIAL YEAR			MUNICIPAL FINANCIAL YEAR		
Category	DC	Number	Municipality	2007/08 Allocation (R'000)	2008/09 Allocation (R'000)	2009/10 Allocation (R'000)	2007/08 Allocation (R'000)	2008/09 Allocation (R'000)	2009/10 Allocation (R'000)
C	DC17	DC 17	Motheo						
B	DC 17	FS 171	Naledi						
B	DC 17	FS 172	Mangaung	R4500			R4500		
B	DC17	FC 173	Mantsopa						
Total				R4500			R4500		