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PROVINCIAL NOTICE

[No. 150 of 2012]

In terms of the Division of Revenue Act, 2012 (Act No. 5 of 2012), section 29(2)(a)(iii) for the 2012/2013 financial year and the Public Finance Management Act, 1999 (Act No. 1 of 1999), section 38(1)(n) read with the Appropriation Act, 2012 (Act No. 2 of 2012), the Provincial Treasury hereby publishes the information set out in Schedule 1 relating to the allocation of funds from the Provincial Revenue Fund by the Accounting Officer of the Department of Human Settlements to the National Housing Finance Corporation (NHFC)

SCHEDULE 1

IMPLEMENTATION OF THE FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME ON BEHALF OF THE DEPARTMENT OF HUMAN SETTLEMENTS

1. Transferring Provincial Department	Department of Human Settlements
2. Purpose	To enable the NHFC, within its legislative mandate, to administer FLISP, in accordance with the agreement (Implementation Protocol) concluded with the province, so that the Department can make a significant contribution towards the achievement of Outcome 8 targets for the GAP market.
3. Measurable Outputs	Number of FLISP subsidies allocated to approved beneficiaries.
4. Conditions	<ul style="list-style-type: none"> • The funds for the allocation of 200 Finance Linked Individual Housing Subsidies to be allocated to qualifying and approved beneficiaries in Intabazwe, and to be utilized solely and strictly for this purpose. • The funds must be transferred to NHFC in accordance with the Public Financial Management Act. • To ensure smooth administration and roll out of FLISP in the Province. • The Province must set aside funds for FLISP in 2012/13 financial year. • To disburse FLISP funds in collaboration with Banks in favour of approved beneficiaries. • The NHFC must hold workshops with banks through BASA to engage on the implementation arrangements and the role of the lenders in the envisaged roll out of FLISP.

5. Allocation criteria	Allocation based on the planned implementation by NHFC of the Financed Linked Individual Housing Subsidy Programme in the province in accordance with 2012/13 HSDG Business Plan.
6. Monitoring mechanism	<ul style="list-style-type: none"> • Annual financial statements relating to the transfer of funds and allocation thereof, the Auditor-General may audit the said financial statements. • Monthly progress reports must be submitted to the Department.
7. Projected Life	2012/13 to 2013/14
8. Payment Schedule	Payment with regard to the implementation of FLISP will be made according to the conditions of paragraph 4.
9. Reason not incorporated in Equitable Share	Allocation of R 21 000 000.00 from the 2012/13 Human Settlements Development Grant.
10. Allocation	R 21 000 000.00

[No. 151 of 2012]

In terms of the Division of Revenue Act, 2012 (Act No. 5 of 2012), section 29(2)(a)(iii) for the 2012/2013 financial year and the Public Finance Management Act, 1999 (Act No. 1 of 1999), section 38(1)(n) read with the Appropriation Act, 2012 (Act No. 2 of 2012), the Provincial Treasury hereby publishes the information set out in Schedule 1 relating to the allocation of funds from the Provincial Revenue Fund by the Accounting Officer of the Department of Human Settlements to the Housing Development Agency (HDA)

SCHEDULE 1
LAND ACQUISITION IN SUPPORT OF THE DEPARTMENT OF HUMAN SETTLEMENTS

1. Transferring Provincial Department	Department of Human Settlements
2. Purpose	To enable the HDA within its legislative mandate to acquire land for human settlements development on behalf of the Province as part of the Provincial land acquisition pipeline to enable the Department to do appropriate forward planning.
3. Measurable Outputs	Extent of land acquired (hectares).
4. Conditions	<ul style="list-style-type: none"> • The funds for the acquisition of prioritized land parcels to be utilized solely and strictly for this purpose. • The HDA must make use of registered professional service providers within the boundaries of the Free State as a first priority. • Once the purchase price of the land has been agreed with the seller, to promptly notify the Department thereof in writing and provide a copy of such Sale or Purchase of Land Agreement.

	<ul style="list-style-type: none"> • Ensure that the title to and ownership of land so acquired be registered in the names of the HDA or the relevant Municipality subject to the direction of the Department. • Attend to all such legislative requirements and other arrangements to give effect to the acquisition of land. • Any interest earned on the funds by the HDA shall be utilized solely for all activities relating to acquisition of land and reported accordingly on monthly basis.
5. Allocation criteria	In terms of a negotiated Implementation Protocol concluded between the Department and the HDA in December 2010, funds may from time to time be transferred by the Department to the HDA for the purpose of Land Acquisition in support of the Provincial Human Settlement Development Programme.
6. Monitoring mechanism	<ul style="list-style-type: none"> • Monthly expenditure reports on the movement of funds, including the capital and interest, in line with the PFMA and the annual Division of Revenue Act. • Annual financial statements relating to the transfer of funds and allocation thereof and the Auditor-General may audit the said financial statements. • Monthly progress reports must be submitted to the Department.
7. Projected Life	2012 /2013 to 2013 / 2014
8. Payment Schedule	Payment with regard to land acquisition will be made according to the conditions of paragraph 4.
9. Reason not incorporated in Equitable Share	According to section 7(1) of the HDA Act No 23 of 2008, the HDA must identify, acquire, and manage the release of land and development of land for human settlement developments.
10. Allocation	R76 929 520.00

[No. 152 of 2012]

In terms of the Division of Revenue Act, 2012 (Act No. 5 of 2012), section 29(2)(a)(iii) for the 2012/2013 financial year and the Public Finance Management Act, 1999 (Act No. 1 of 1999), section 38(1)(n) read with the Appropriation Act, 2012 (Act No. 2 of 2012), the Provincial Treasury hereby publishes the information set out in Schedule 1 relating to the allocation of funds from the Provincial Revenue Fund by the Accounting Officer of the Department of Human Settlements to the Social Housing Regulatory Authority (SHRA)

TRANSFER OF FUNDS TO THE SOCIAL HOUSING REGULATORY AUTHORITY (SHRA) FOR THE IMPLEMENTATION OF SOCIAL AND RENTAL HOUSING PROJECTS ON BEHALF OF THE FREE STATE DEPARTMENT OF HUMAN SETTLEMENTS

1. Transferring Provincial Department	Department of Human Settlements
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2. Purpose	To enable SHRA, within its legislative mandate, to implement Social and Rental Housing projects in the Free State Province.
3. Measurable Output	Increased access to rental housing opportunities in the Province.
4. Conditions	<p>SHRA will disburse from the funds allocated from the Human Settlements Development Grant the sum of R125 000 per unit on the basis that:</p> <ul style="list-style-type: none"> • The Developer will submit, to the SHRA's satisfaction, proof that it has secured adequate debt funding from debt funders before SHRA may approve any payment of the grant funding. • SHRA shall open a separate interest-bearing sub-account in the name of SHRA FS Human Settlements development grant funding for the deposit of the development grant funding. • SHRA shall utilize the development grant solely for the purpose of funding of social and rental housing projects in the Free State Province. • Any unspent funds at the date of completion of the projects shall be refunded to the Free State Department of Human Settlements.
5. Allocation criteria	In terms of a negotiated Implementation Protocol concluded between the Department and SHRA in December 2012, funds may from time to time be transferred by the Department to the SHRA for the purpose of developing, on behalf of the of the Free State Department of Human Settlements, Social and Rental Housing Projects.
6. Monitoring mechanism	<ul style="list-style-type: none"> • Monthly expenditure reports on the movement of funds, including the capital and interest, in line with the PFMA and the annual Division of Revenue Act. • Annual financial statements relating to the transfer of funds and allocation thereof and the Auditor-General may audit the said financial statements. • Monthly progress reports must be submitted to the Department.
7. Projected Life	The Agreement commences on 01 December 2012 and shall continue to operate until such time as both parties agree to the termination thereof.

8. Payment Schedule	Payment with regard to the implementation of Social and Rental Housing projects will be made according to the conditions of paragraph 4.
9. Reason not incorporated in Equitable Share	In terms of Section 11(3)(g) of the Social Housing Act, 2008 (Act 16 of 2008), SHRA is obliged to approve, administer and disburse institutional grants through engagement with provincial governments and municipalities.
10. Allocation	R118 000 000