

CONDITIONAL GRANTS

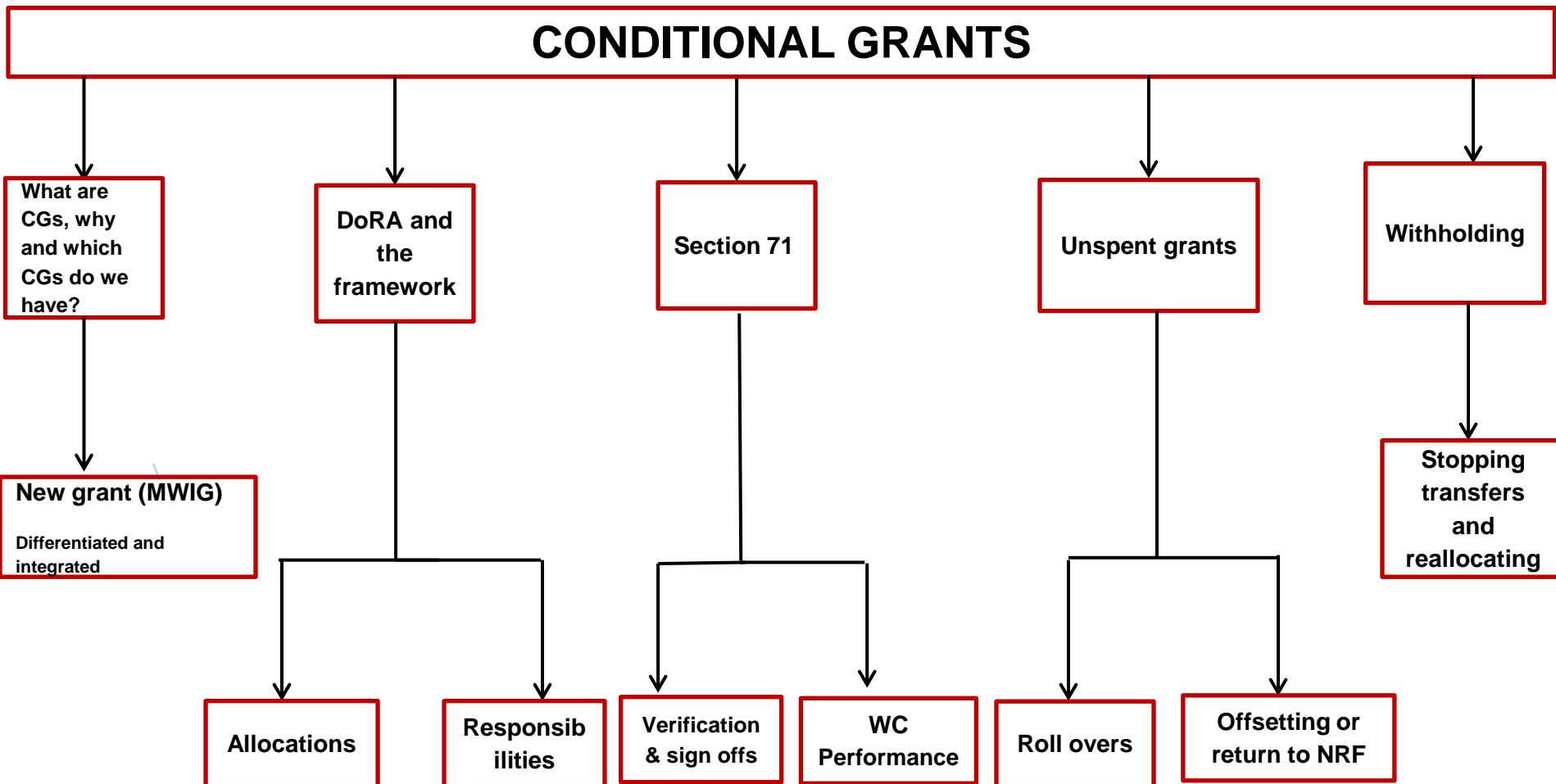
Local Government Budget Analysis, National Treasury | 13 June 2013



national treasury

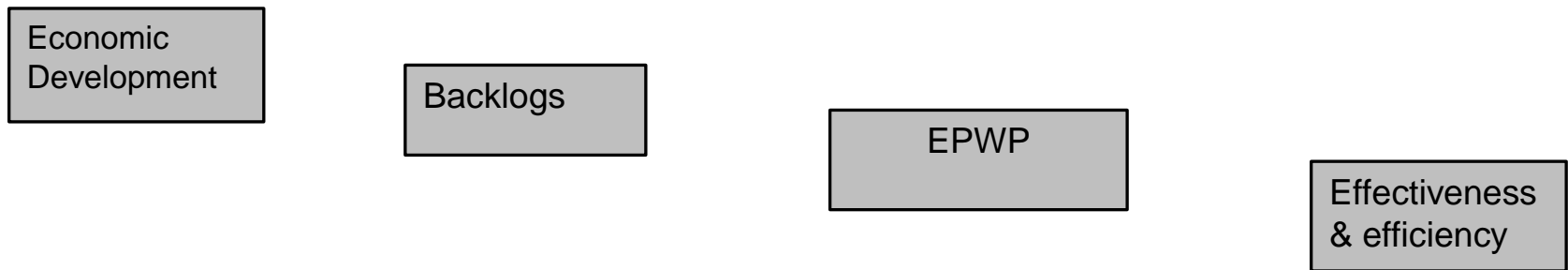
Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

OVERVIEW OF PRESENTATION



What, why and which??

- Conditional Grants v/s Equitable Share
- We have CGs to help address



- There are 18 Conditional Grants e.g.



- Introduction of a new grant MWIG derived from MIG

DoRA and the Framework

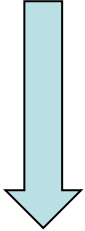
- The origins of DoRA-



- DoRA Informs Conditional Grant - allocations and responsibilities

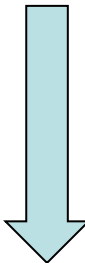
CG Allocations

Allocations as per DoRA - Classification (Schedule)



- Allocation Criteria as per the DoRA Framework

Payment Schedule - Distribution of allocations throughout MTREF. 1 July 2013 – 31 March 2014

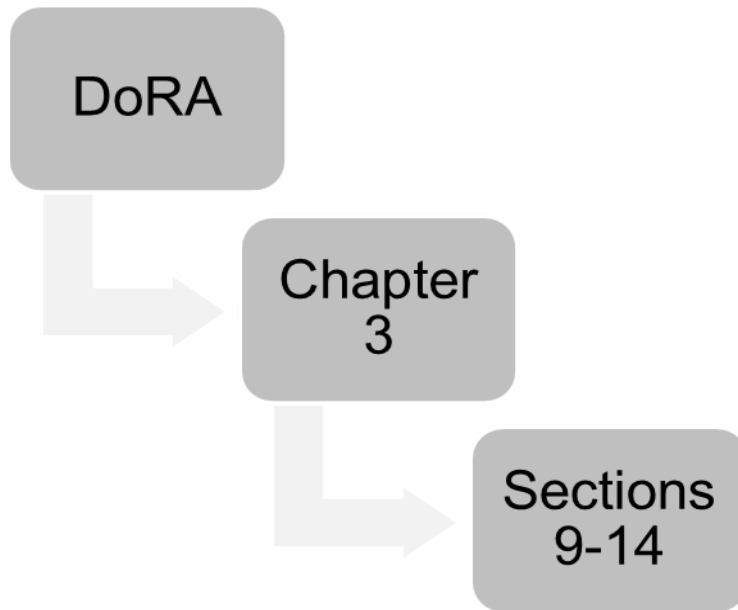


Safety Web System – Transaction Tracker



Responsibilities

- As per the DoRA



- Duties of Accounting Officers are outlined as per the link above

- As per the framework

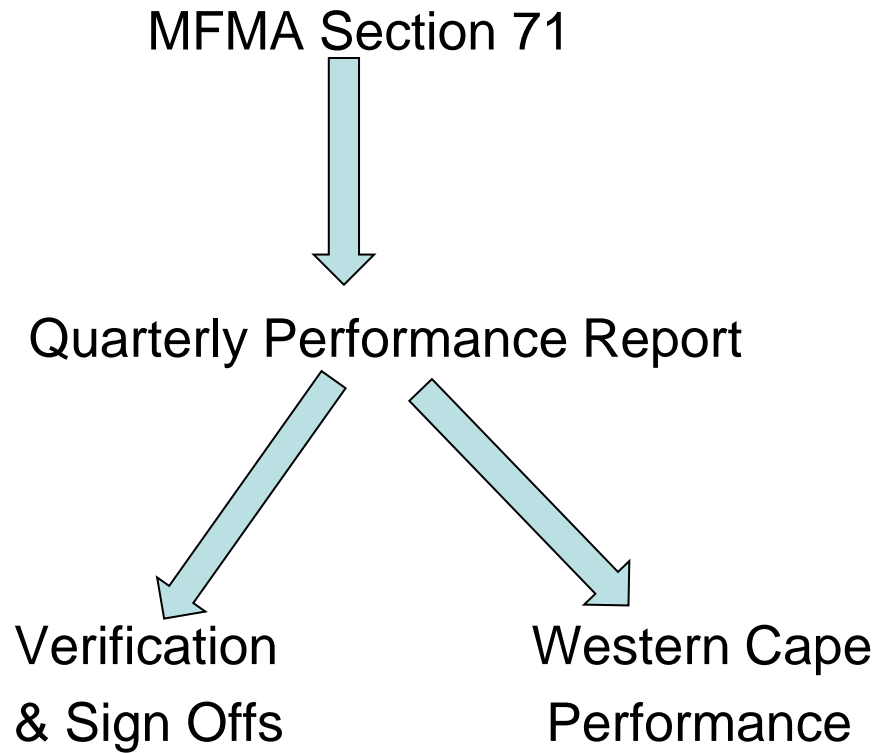
- Page 110- 169 framework for Provincial CG
- Section 29 / SLA / Gazette
- Page 170-204 framework for municipal CG

The frameworks outline responsibilities as per grant

CGs and their responsible NTOs

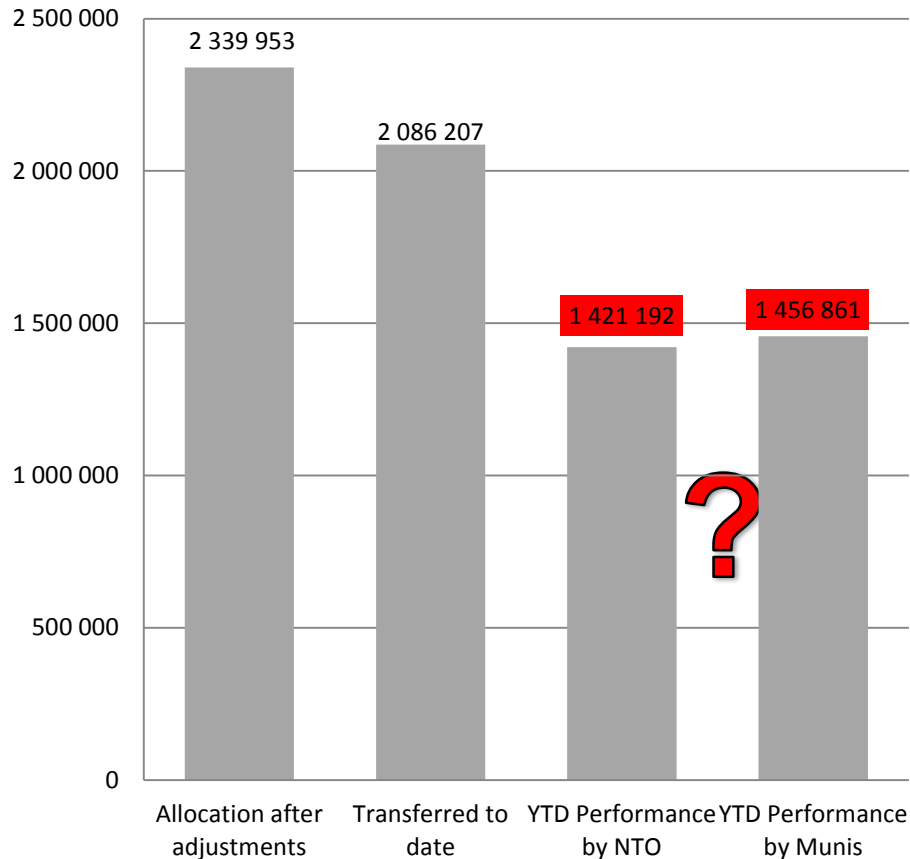
Conditional Grant	National Transferring Officer (NTO)
Urban Settlement Development Grant	Department of Human Settlements
Rural Road Asset Management Grant	Department of Transport
Integrated National Electrification Programme	Department of Energy
Regional Bulk Infrastructure Grant	Department of Water Affairs
Municipal Infrastructure Grant	Department of Cooperative Governance and Traditional Affairs
Expanded Public Works Programme Integrated Grant for Municipalities	Department of Public Works
Neighbourhood Development Partnership Grant	National Treasury

Section 71



WC Performance

Western Cape Performance as at the end of the third quarter 2012/13 (R000')

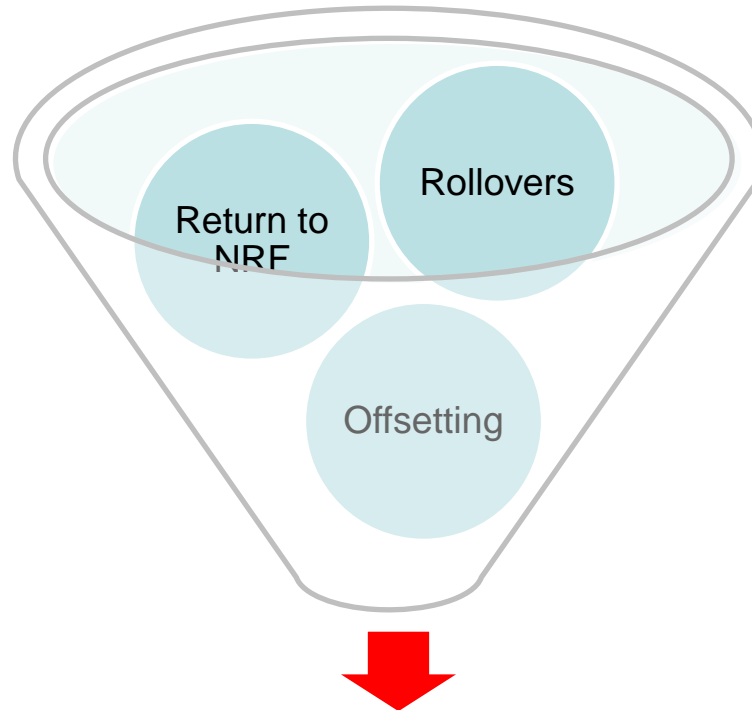


- 70% of the transferred amount spent
- 1.4million v/s 1.5million

What can we do about this?

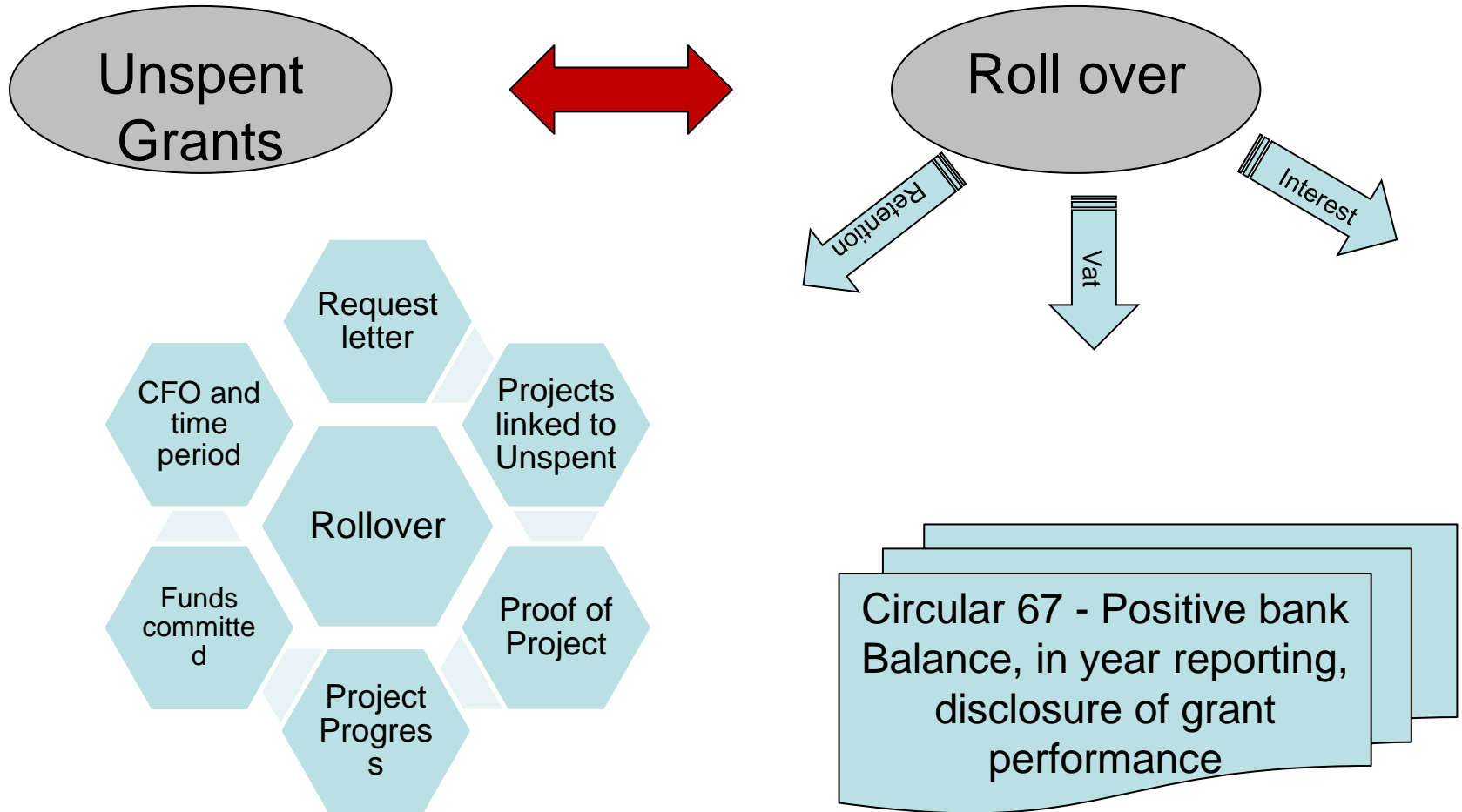
Unspent Conditional Grants

- Treatment of unspent grants derived from Section 21 of DoRA

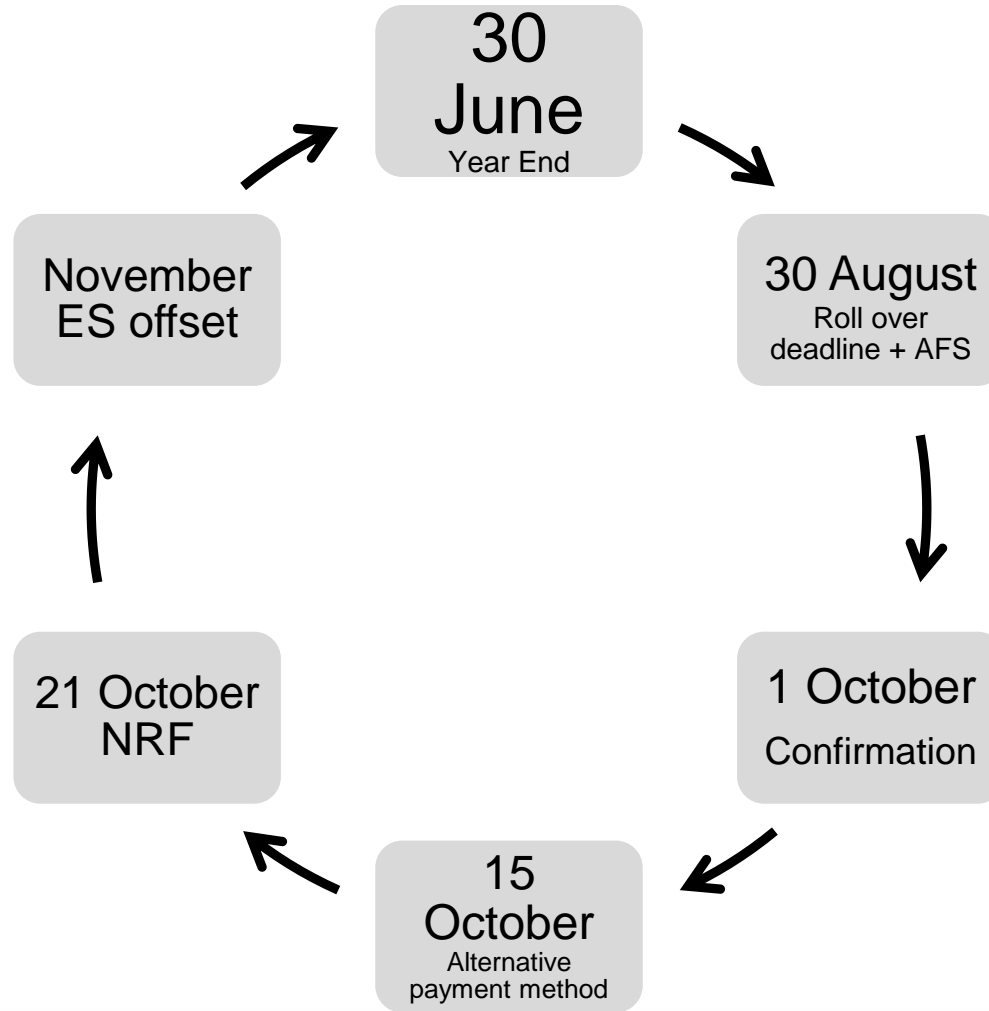


Due to unspent CG

Roll Overs



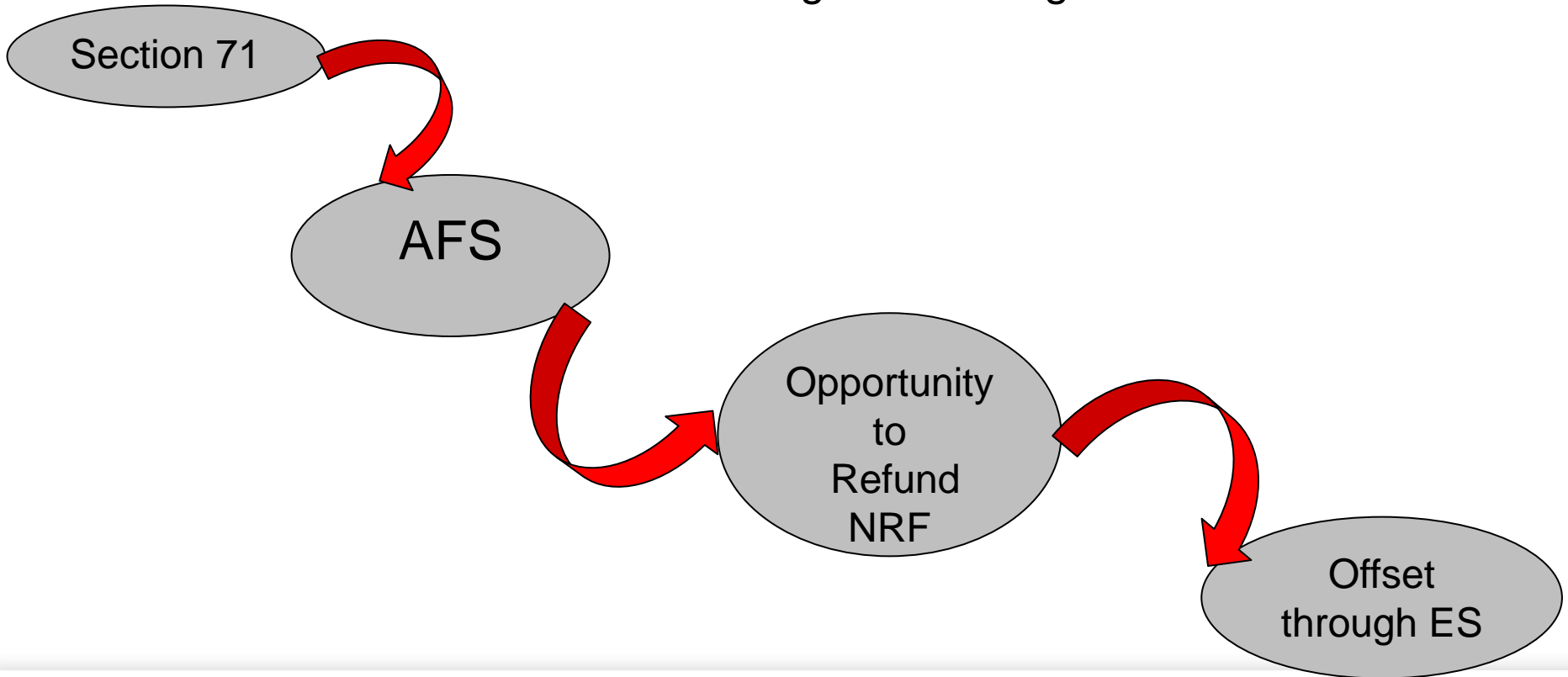
Time line



Offsetting Unspent CG

- National Treasury offsets following failure of repayment to NRF

Process leading to offsetting:



Adjustment

With-holding

DoRA Chapter 3 Section 17



Due to:

1. Non Compliance
2. Unspent Roll-over
3. Under-Expenditure

Stopping and Reallocation

DoRA




Chapter 3



Section
18-19

- Exhausted points 1-3
- Best practice standards and guidelines

Communication
prior action



THANK YOU

Questions?



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA