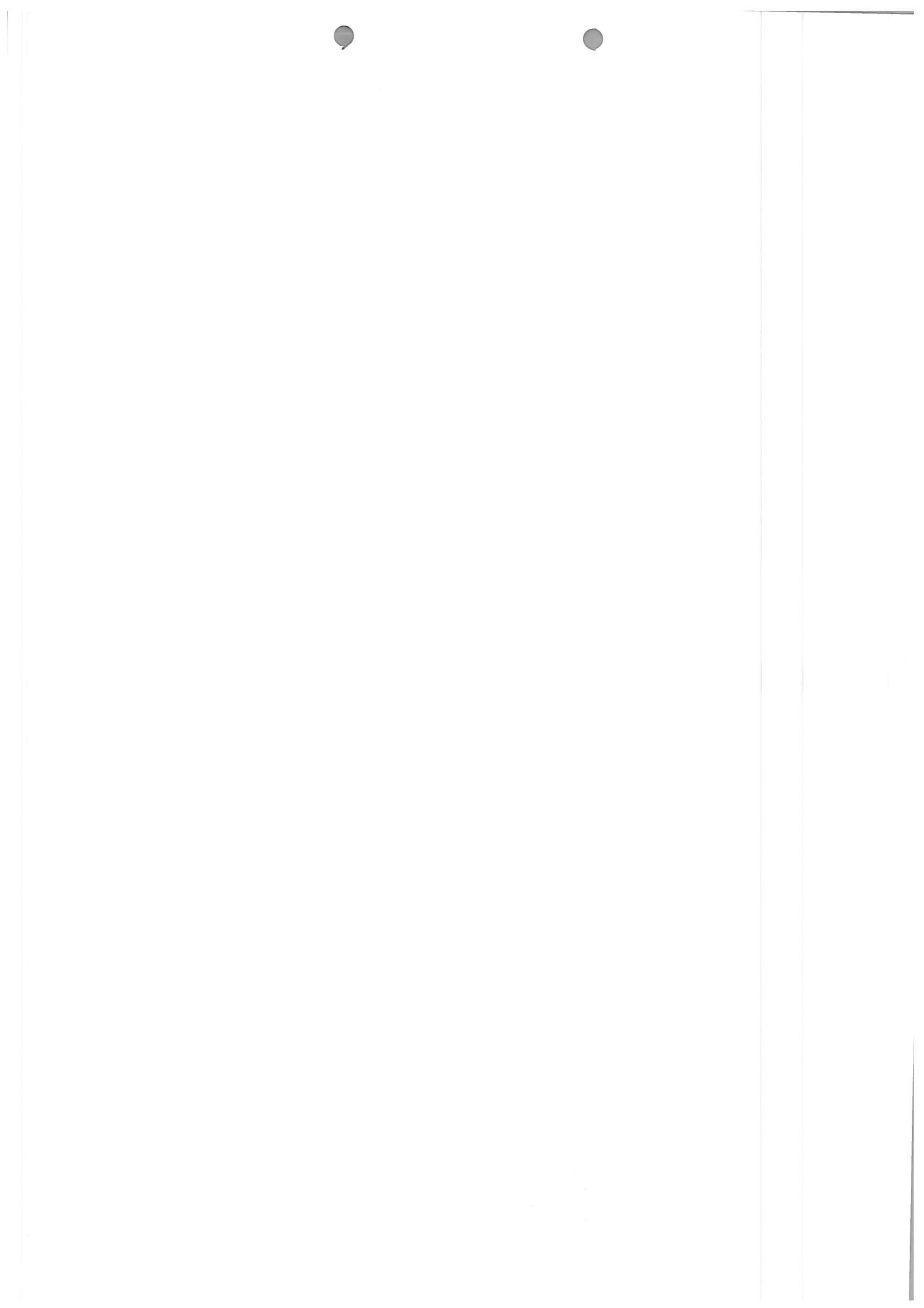


ANNEXURE "D"

GAZETTE 8005



Western Cape Government • Wes-Kaapse Regering • URhulumente wentshona Koloni

PROVINCE OF THE WESTERN CAPE

PROVINSIE WES-KAAP

**Provincial Gazette
Extraordinary**

**Buitengewone
Provisiale Goerant**

8005

8005

Thursday, 22 November 2018

Donderdag, 22 November 2018

Registered at the Post Office as a Newspaper

As 'n Nuusblad by die Postkantoor Geregistreer

CONTENTS

INHOUD

(*Copies are obtainable at Room M21, Provincial Legislature Building, 7 White Street, Cape Town 8001.)

(*Afskrifte is verkrygbaar by Kamer M21, Provinsiale Wetgewer-gebou, Waddisstraat 7, Kaapstad 8001.)

Provincial Notice

Provinsiale Kennisgewing

142 Western Cape Provincial Treasury: Allocations to Municipalities as reflected in the 2018 Western Cape Adjusted Estimates Budget and the Adjusted Appropriation Bill, 2018, which were not listed in the Division of Revenue Act, 2018 (Act 1 of 2018)

142 Wes-Kaapse Provinsiale Tesourie: Toekennings aan Munisipaliteite soos weergegee in die 2018 Wes-Kaap Aansluitingsbegroting en die 2018 Aansluitingsbegrotingswetsontwerp, wat nie gelys is in die "Division of Revenue Act, 2018", nie (Wet 1 van 2018)"

2

50

PROVINCIAL NOTICE

The following Provincial Notice is published for general information.

ADV. B. GERBER,
DIRECTOR-GENERAL

Provincial Legislature Building,
Wale Street,
Cape Town.

PROVINSIALE KENNISGEWING

Die volgende Provinsiale Kennisgewing word vir algemene inligting gepubliseer.

ADV. B. GERBER,
DIREKTEUR-GENERAAL

Provinsiale Wetgewer-gebou,
Waalstraat,
Kaapstad.

PROVINCIAL NOTICE

P.N. 142/2018

22 November 2018

WESTERN CAPE PROVINCIAL TREASURY**ALLOCATIONS TO MUNICIPALITIES AS REFLECTED IN THE 2018 WESTERN CAPE ADJUSTED ESTIMATES BUDGET AND THE ADJUSTED APPROPRIATION BILL, 2018, WHICH WERE NOT LISTED IN THE DIVISION OF REVENUE ACT, 2018 (ACT 1 OF 2018)**

I, Dr Ivan Meyer, Provincial Minister of Finance in the Western Cape, in terms of section 30(3)(a) of the Division of Revenue Act, 2018 (Act 1 of 2018) (2018 DoRA), publish the framework of the indicative allocations per municipality for every allocation to be made by the Province to municipalities from the Province's own funds and from conditional allocations to the Province as set out in the Schedule. In terms of section 30(3)(b) any amendments or additional allocations must be published in a Gazette not later than 8 February 2019.

The framework further sets out—

- (a) the additional and/or amended allocations to those allocations made in terms of the 2018 Budget, which were gazetted in the Provincial Gazette No. 7890 dated 5 March 2018 and Extra Ordinary Gazette No. 7973 dated 24 August 2018;
- (b) the envisaged division of the amendments or additional allocations in respect of each municipality for the 2018/19, financial year; and
- (c) the conditions and other information in respect of the indicative allocations to facilitate performance measurement and the use of the required inputs and outputs.

The publication of this information—

- (a) enables municipalities to effectively budget amend and implement programmes for the 2018/19 budgeting cycle;
- (b) renders the sources and levels of provincial funding predictable, certain and transparent for municipalities; and
- (c) assists the provincial and local spheres of government to align their respective spending priorities and plans.

Allocations reflected for agency services that are delivered in respect of Vote 6: Health on behalf of the Provincial Government, dealt with on a claim-back basis, are not subject to section 10 of the Western Cape Appropriation Act, 2018. Allocations reflected for agency services that are delivered in respect of Vote 8: Human Settlements and reflected as a transfer to households (as beneficiaries) will be subject to the rollover process as set out in section 10 of the Western Cape Appropriation Act, 2018.

This notice takes effect on the date of commencement of the Division of Revenue Act, 2018.

Signed at Cape Town on this 20th day of November 2018.

DR I MEYER
PROVINCIAL MINISTER OF FINANCE

WESTERN CAPE FINANCIAL MANAGEMENT SUPPORT GRANT	
Transferring provincial department	Provincial Treasury (Vote 3)
Strategic goal	Revenue adequacy, optimisation and efficiency of revenue collection, responsive and credible budgets within municipalities, improving municipal audit outcomes, financial governance, strengthening supply chain management, financial system improvements and assisting with improvement in the financial health and sustainability status of the municipalities.
Grant purpose	To provide financial assistance to municipalities to improve overall financial governance within municipalities inclusive of optimising and administration of revenue, improving credibility and responsiveness of municipal budgets, improving of municipal audit outcomes and addressing institutional challenges.
Outcome statements	<ul style="list-style-type: none"> • Improved quality of financial management and reporting processes in municipalities (financial and non-financial). • Improved revenue and expenditure management, inclusive of monthly reporting on debtors and creditors. • Improved responsive budgeting (Service Delivery and Budget Implementation Plans (SDBIPs) and Pre-Determined Objectives (PDOs)). • Developed central databases where data will be integrated to improve reporting and provide credible data for tariff calculation and budgeting. • Improved financial health and sustainability of municipalities. • Improved audit outcomes.
Outputs	<ul style="list-style-type: none"> • Strengthening of IT systems to deliver reports required for financial management improvement. • Improvements in data quality that informs the Integrated Development Plan (IDP) and SDBIPs. • Support municipalities during the implementation process relating to the Municipal Standard Chart of Accounts (mSCOA). • Support to municipalities, in concert with Department of Local Government ICT application and linkages to financial management improvement. • Improvement in revenue streams and transparency in tariff setting. • Improvement in internal and external reporting on financial (budget) and non financial performance (in-year reporting) information. • Compliance with regulatory requirements related to performance management and improvement in the usefulness and reliability of reported information against PDOs. • Improvement in Supply Chain Management compliance and regulatory conformance. • Improvement in financial governance matters, e.g. (updating and creation of municipal websites, improved internal audit and risk functioning). • Improvement in audit outcomes (financial and non-financial).

WESTERN CAPE FINANCIAL MANAGEMENT SUPPORT GRANT	
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 5: A skilled and competent workforce to support an inclusive growth. • National Objective (NO) 9: Build a responsive, accountable, effective and efficient local government system. • National Objective (NO) 12: Generate an efficient, effective and development orientated public service and empowered, fair and inclusive citizenship. • Provincial Strategic Goal (PSG) 1: Create opportunities for growth and jobs. • Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnerships and spatial alignment. • Other Provincial Strategic Goals.
Details contained in business/implementation plan	Improvement in general financial governance (conformance and performance) of municipalities such as improving on reporting requirements, budget management, supply chain management, financial systems, audit outcomes, financial sustainability, asset management etc.
Conditions	<ul style="list-style-type: none"> • Progressive realisation of financial management systems that can assist in producing legislated reports, multi-year budgets, in-year reports, SDBIP, annual reports and automation of financial management practices. • Municipalities to submit credible implementation plans to Provincial Treasury, which will address intended outputs and outcomes as stipulated above. • The implementation plan to indicate that the municipality's commitment to co fund the various projects. • Implementation plans to be approved by the transferring Directorate (respective MFMA directorates) before transfers are made.
Allocation criteria	<ul style="list-style-type: none"> • Funds allocated to municipalities to assist with improvements in financial systems and/or additional modules that will improve the credibility of financial information that is required by the applicable institutions such as AGSA, NT, etc. • There must be evidence that funding will make a positive impact/change within the municipality. • The municipality to not have roll-over on the same project and for the same purpose in the previous financial year. • A municipality should have the capability and capacity to spend the funding within the planned timeframe as indicated in the implementation plan over the MTEF. • Generally, good governance and appropriate controls must be in place within the municipality. • The municipality must demonstrate effort to substantially comply with the minimum MFMA reporting requirements. • Conditions as set out in the respective Service Level Agreements should be adhered to.

WESTERN CAPE FINANCIAL MANAGEMENT SUPPORT GRANT	
Reason not incorporated in equitable share	<ul style="list-style-type: none"> • Provincial Support Programme (Grant) to: <ul style="list-style-type: none"> - Provide direct support to enhance municipal financial reporting for the implementation of the MFMA related activities and regulations; and - Improve overall financial governance in municipalities. • Support identified as a result of Local Government Medium Term Expenditure Committee (LG MTEC), Municipal Governance Review & Outlook (MGRO), Technical Integrated Municipal Engagements (TIME), quarterly municipal engagements and other intergovernmental engagements etc.
Past performance	2015/16: R29.147 million 2016/17: R18.194 million 2017/18: R26.766 million
Projected life	2018/19 MTEF
MTEF allocations	2018/19: R27.511 million; 2019/20: R22.886 million; 2020/21: R25.489 million
Payment schedule	The grant will be disbursed to municipalities based on credible implementation plans, between July 2018 and March 2019.
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial department</p> <ul style="list-style-type: none"> • Monitoring and management of the programme (outputs and intended outcomes). • Transfer funds to municipalities to assist implementation of the MFMA and its supporting regulations. • Finalise and agree on implementation plans with affected municipalities. • Periodic visits to monitor the impact and the appropriateness of the assistance in terms of the spending performance of the funds allocated and general compliance to conditions as set out in the grant framework and Memorandum of Agreements (MoAs). <p>Responsibilities of the municipalities</p> <ul style="list-style-type: none"> • Prepare credible implementation plans that are aligned to intended outputs and outcomes. • Signed MoA between the relevant Accounting Officers. • Recipient municipalities to submit monthly financial (spending) and quarterly non-financial reports on the performance of the grant in line with the conditions as stated above. • Demonstrate results/impact. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	The process for approval is the Medium Term Expenditure Framework for budget approval and the departmental budget process.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC4	WC041	Kannaland	1 400
B	DC5	WC051	Laingsburg	2 170
B	DC5	WC053	Beaufort West	2 170
C	DC5	DC5	Central Karoo	1 343
TOTAL				7 083

Note TOTAL		WESTERN CAPE FINANCIAL MANAGEMENT SUPPORT GRANT
		2018/19 Allocation R'000
		7 083

The purpose of this Provincial gazette is to allocate R7.083 million of the R16.467 million, which previously reflected as unallocated in Gazette No. 7890 dated 5 March 2018.

RESOURCING FUNDING FOR ESTABLISHMENT AND SUPPORT OF A K9 UNIT	
Transferring provincial department	Community Safety (Vote 4)
Strategic goal	Increase wellness, safety and reducing social ills.
Grant purpose	To provide resource funding for the establishment and support of a K9 unit.
Outcome statements	Improve wellness and safety of the community within priority areas.
Outputs	A functional K9 dog unit within the municipality.
Priority outcome(s) of government that this grant primarily contributes to	National Development Plan, and more specifically: <ul style="list-style-type: none"> • National Outcome (NO) 3: All people in SA are and feel safe; • Provincial Strategic Goal (PSG) 3: Increase wellness, safety and tackle social ills; and • Reducing social ills by creating economic opportunity.
Details contained in the business/ implementation plan	Implementation of agreed resource funding Plan: <ul style="list-style-type: none"> - Targets to be achieved - Outputs to be achieved - Breakdown of expenditure reports - Reporting and Monitoring timeframes
Conditions	<ul style="list-style-type: none"> • Roll out of the resource funding plan for the K9 unit. • Ensure quarterly Executive Forum meetings transpire, decisions are implemented, minutes are compiled and distributed. • Ensure the achievement of the outputs listed in the resource funding Plan. Municipality to submit written progress reports including supporting document(s) substantiating the achieved targets and outputs to the relevant programme manager of the Department within 30 (thirty) days after end of each quarter: <ul style="list-style-type: none"> • Quarter 1: December 2018 to February 2019 • Quarter 2: March to May 2019 • Quarter 3: June to August 2019 • Quarter 4: September to November 2019
Allocation criteria	Western Cape Government (WCG) Departments together with Local Government have been grappling with complex and seemingly perennial societal issues such as poverty, substance abuse, crime and human development within a specific area. The resourcing of the K9 unit aims to tackle safety and social challenges relating to narcotics and the poaching of marine resources that are prevalent in the Western Cape.
Reason not incorporated in equitable share	This is a conditional transfer to address challenges in a specific area relating to safety, wellness and social ills.
Past performance	This is a new allocation
Projected life	1 st December 2018 to 30 November 2019
MTEF allocations	2018/19: R11.000 million
Payment schedule	Once-off payments disbursed to various municipalities as listed below after signing of the Memorandum of Agreement with the department.

RESOURCING FUNDING FOR ESTABLISHMENT AND SUPPORT OF A K9 UNIT	
Responsibilities of the provincial department and municipalities	<p>Responsibilities of the provincial department:</p> <ul style="list-style-type: none"> • Enter into an agreement with the Municipality after consideration of relevant business plan. • Monitoring progress of implementation of the resource Plan for the establishment and support of K9 unit, progress reports and on-site visits at operations. <p>Responsibilities of the municipalities:</p> <ul style="list-style-type: none"> • Enter into an agreement with the department after providing relevant business plan. • To establish and support a K9 dog unit in the Municipal area. • Provide progress reports to the department in line with the requirements stipulated above. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of 2019/20 financial year allocations	Not applicable

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
A		Metro	City of Cape Town	3 000
B	DC1	WC015	Swartland	4 000
B	DC3	WC032	Overstrand	4 000
TOTAL				11 000

SAFETY PLAN IMPLEMENTATION - WHOLE OF SOCIETY APPROACH (WOSA)	
Transferring provincial department	Community Safety (Vote 4)
Strategic goal	Increase wellness, safety and reducing social ills.
Grant purpose	To enable a resilient, sustainable, quality living environment through the operationalisation of a Safety Plan.
Outcome statements	Improve wellness and safety of the community within priority areas.
Outputs	Roll-out of the WOSA Safety Plan.
Priority outcome(s) of government that this grant primarily contributes to	<p>National Development Plan, and more specifically:</p> <ul style="list-style-type: none"> • National Outcome (NO) 3: All people in SA are and feel safe. • Provincial Strategic Goal (PSG) 3: Increase wellness, safety and tackle social ills. • Reducing social ills by creating economic opportunity.
Details contained in the business/ implementation plan	<p>Implementation of agreed Safety Plan:</p> <ul style="list-style-type: none"> - Targets to be achieved - Outputs to be achieved - Breakdown of expenditure reports - Reporting and Monitoring timeframes
Conditions	<ul style="list-style-type: none"> • Roll out of the approved Safety Plan • Ensure quarterly Executive Forum meetings transpire, decisions are implemented, minutes are compiled and distributed. • Ensure the achievement of the outputs listed in the Safety Plan. <p>Municipality to submit written progress reports including supporting document(s) substantiating the achieved targets and outputs to the relevant programme manager of the Department within 30 (thirty) days after end of the following quarters:</p> <ul style="list-style-type: none"> • Quarter 1: December 2018 to February 2019 • Quarter 2: March to May 2019 • Quarter 3: June to August 2019 • Quarter 4: September to November 2019
Allocation criteria	<p>Western Cape Government (WCG) Departments together with Local Government have been grappling with complex and seemingly perennial societal issues such as poverty, substance abuse, crime and human development within a specific area. The WOSA approach aims to form partnerships to tackle safety and social challenges being experienced and to implement the Safety Plan which will be an effective opportunity to create better, safer living spaces.</p>
Reason not incorporated in equitable share	This is a conditional transfer to address challenges in a specific area relating to safety, wellness and social ills.
Past performance	This is a new allocation
Projected life	1 st December 2018 to 30 November 2019
MTEF allocations	2018/19: R6,272 million
Payment schedule	Once-off payment of R6,272 million will be disbursed after signing of the Memorandum of Agreement with the department.

SAFETY PLAN IMPLEMENTATION - WHOLE OF SOCIETY APPROACH (WOSA)				
Responsibilities of the provincial department and municipalities		<p>Responsibilities of the provincial department:</p> <ul style="list-style-type: none"> Enter into an agreement with the Municipality after consideration of relevant business plan. Monitoring progress of implementation of the Safety Plan, progress reports and on-site visits at operations. <p>Responsibilities of the municipalities:</p> <ul style="list-style-type: none"> Enter into an agreement with the department after providing relevant business plan. Assist and support the feasibility study on the establishment of a youth development center within the municipality and district municipality areas. Provide progress reports to the department in line with the requirements stipulated above. The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury. 		
Process for approval of 2019/20 financial year allocations		Not applicable		
Category	District Municipality	Number	Municipality	2018/19 Allocation R'000
B	DC1	WC014	Saldanha Bay	1 272
C	DC 1	DC 1	West Coast	800
C	DC 2	DC 2	Cape Winelands	1 000
C	DC 3	DC 3	Overberg	1 000
C	DC 4	DC 4	Garden Route	1 200
C	DC 5	DC 5	Central Karoo	1 000
TOTAL				6 272

HIV/AIDS	
Transferring provincial department	Health (Vote 6)
Strategic goal	The implementation of the National Strategic Plan on HIV/TB and STIs 2017 - 2022.
Grant purpose	To enable the health sector to develop and implement an effective response to HIV/AIDS, TB and STIs.
Outcomes statements	<ul style="list-style-type: none"> • Scale up combination prevention interventions to reduce new infections, including HCT, male medical circumcision (MMC) and condom distribution. • Expand PMTCT coverage to pregnant women by ensuring all HIV positive antenatal clients are placed on ARV's and reduce the positivity rate to below 1 per cent. • Improve life expectancy through the increasing number of people on ARV's. • Strengthen management and oversight of the HIV/AIDS and TB sub-programmes to achieve improved cost effectiveness and clinical outcomes. • Increase the proportion of TB/HIV co-infected patients on ARV to 90 per cent. • Reduce maternal and neonatal mortality rates through quality assured sexual and reproductive health services. • Increased access to TB services for HIV positive clients.
Outputs	<ul style="list-style-type: none"> • Increase access to male and female condoms. • Scaled up combination prevention services in high transmission areas. • Scaled up HIV counselling and testing services. • Improved access to MMC services. • Improved access to package of services for victims of sexual assault. • Increased access to and quality of PMTCT services. • Increased access to ARV and retention programmes. • Increased access to care and adherence support services. • Improved capacity of healthcare workers to provide quality HIV, STI and TB services. • Improved systems and resources for managing the HIV and AIDS response. • Implement the 90-90-90 strategy for TB. • Improved effectiveness and efficiency of routine TB control programme. • Improved functioning of the MDR-TB control programme including earlier initiation and decentralised treatment. • Improved mother postnatal visit 6 days' rate.
Priority outcome(s) of government that this grant primarily contributes to	By 2030 zero new HIV and TB infections, zero new infections due to vertical transmission, zero preventable deaths associated with HIV and TB and zero discrimination associated with HIV, STI and TB.
Details contained in business/implementation plan	<p>Services are rendered in accordance with the National Health Act, Act No. 61 of 2003 and National Package of services:</p> <ul style="list-style-type: none"> • Comprehensive package of care being provided at City of Cape Town health facilities.

HIV/AIDS	
Conditions	<p>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 No. 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. Municipality administers the funds in terms of section 71(1) of the Municipal Finance Management Act, 2003 (Act 56 of 2003).</p> <p>An agreed and signed SLA.</p>
Allocation criteria	<p>Allocations are based on:</p> <ul style="list-style-type: none"> • Projected spending; • Geographic areas in which services are to be rendered; • Number of patients receiving antiretroviral therapy; • Number of patients on TB treatment; • Available funding; and • Service level agreement framework.
Reason not incorporated in equitable share	<p>Rendering a primary health care service in respect of the Comprehensive HIV and AIDS Plan is a provincial function, but has historically proportionately been provided by the City of Cape Town.</p>
Past performance	<p>2015/16: R133.515 million 2016/17: R176.059 million 2017/18: R217.701 million</p> <p>The expenditure and performance outputs are in accordance with the signed SLA and therefore merited the budget allocation.</p>
Projected life	<p>On-going in terms of current political and administrative agreements.</p>
MTEF allocations	<p>2018/19: R224.414 million; 2019/20: R244.224 million; 2020/21: R270.814 million</p>
Payment schedule	<p>The condition for payment is to submit monthly claims after the service is rendered.</p>
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial department</p> <p>A compliance certificate (written assurance) is issued annually before the start of the Financial year to the City of Cape Town which enquires whether it implements effective, efficient and transparent financial systems.</p> <p>The Metro District Health Services Branch of the Western Cape Government shall pay monthly claims within 30 days after receipt thereof.</p>

HIV/AIDS

Responsibilities of the municipality

The City of Cape Town shall sign the written assurance certificate annually in order to ensure the Metro District Health Services Branch of the Western Cape Government that it indeed implements effective, efficient and transparent financial systems.

The City of Cape Town shall submit monthly claims for its actual expenditure as contemplated in the service level agreement.

The City of Cape Town shall submit quarterly reports on its expenditure as contemplated in the service level agreement, which shall record:

- Actual patient numbers;
- The actual costs in accordance with agreed protocols; and
- External factors influencing the actual costs of rendering the services, as may be agreed to in writing by the parties from time to time.

Process for approval of allocations for the 2019/20 financial year

National Conditional Grant Business Plan for 2019/20 to be submitted and signed off by the Head of Department and Provincial Treasury by 31 January 2019.
A service level agreement will be entered into by April 2019, for the period 1 April 2019 to 31 March 2020.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
A		Metro	City of Cape Town	6 144
TOTAL				6 144

HUMAN SETTLEMENTS DEVELOPMENT GRANT (BENEFICIARIES)	
Transferring provincial department	Human Settlements (Vote 8)
Strategic goal	The creation of sustainable human settlements that enables an improved quality of household life. Enable a resilient, sustainable, quality and inclusive living environment.
Grant purpose	To provide funding for the creation of sustainable human settlements.
Outcome statements	The facilitation and provision of basic infrastructure, top structures and basic social and economic amenities that contribute to the establishment of sustainable human settlements.
Outputs	<ul style="list-style-type: none"> • Financial interventions and measures that improve access to human settlement development and the property market. • Number of informal settlement households upgraded. • Number of social and rental housing units developed. • Hectares of well-located land and property acquired and developed. • Number of Rural Housing units developed. • Number of serviced sites developed and provided.
Priority outcome(s) of government that this grant primarily contributes to	National Outcome (NO) 8: Sustainable human settlements and improved quality of household life. Provincial Strategic Goal (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> • Outcome indicators • Outputs • Key activities • Monitoring and reporting
Conditions	<p>Funds for this grant will only be released upon:</p> <ul style="list-style-type: none"> • Receipt of signed off municipal or provincial business plans supported by a project list per housing programme that indicate the readiness of projects for implementation, including cash flow projections report and compliance certificates. • Municipalities to sign a service delivery agreement with the department on their delivery targets. • Allocations to municipalities will only be gazetted for projects that are being implemented and new projects that are ready to be implemented. • Payments to municipalities will be contingent on their performance as assessed in reports submitted through the Housing Subsidy System (HSS) for project and programme administration.

HUMAN SETTLEMENTS DEVELOPMENT GRANT (BENEFICIARIES)

	<ul style="list-style-type: none"> • Western Cape Provincial Government may, if a proven need exists, utilise up to 5 per cent (5%) of the provincial allocation for the Operational Capital Budget Programme (OPSCAP) to support the implementation of the approved national and provincial housing, and accredited municipal programmes and priorities. • The Minister of Human Settlements may identify and approve a project as a priority project upon pronouncement by the State President, Cabinet, the Minister and/or Human Settlements MinMec. • A national priority project will satisfy one or more of the following conditions: <ul style="list-style-type: none"> - The project promotes a national development interest including poverty eradication, equality, sustainable development and/or dignity of communities and citizens; - The project promotes the targets and outputs contained in National Outcome (NO) 8; - The project promotes a good national practice in human settlement development; and - The approval of the project would result in the alleviation of an emergency and/or a life threatening situation. • All new projects must form part of the Performance and Delivery Agreements signed in terms of National Outcome (NO) 8, Provincial Strategic Goal (PSG) 4, Provincial Multi-year Housing Plans, National, Provincial and Local Spatial Development Frameworks and Human Settlement Sector Plans and complies with the Housing Code and readiness criteria for implementation. • Provinces must make appropriate budget allocations to the National Upgrading Support Programme to improve capacity to upgrade informal settlement households. • The targets per province and accredited municipalities must be consistent with the outputs and targets contained in the Delivery Agreements between the Minister, MECs and, where appropriate, with Mayors. • The Department reserves the right to transfer or pay third parties directly if the municipality is underperforming or having governance issues. • The Department reserves the right to shift funding from non-performing projects to performing projects in consultation with municipalities, including allocating funds to other municipalities. An allocation letter or official correspondence, countersigned by the affected municipality, will confirm agreement in terms of the shifts and allow the municipalities to start with the procurement process while gazetting will follow as per the budget process.
Allocation criteria	<ul style="list-style-type: none"> • This is a grant to beneficiaries/households and not to municipalities. The allocation is indicative to assist the municipalities, as agents of the department, in planning. • The allocations to municipalities will only be made if their business plans will contribute to National Outcome (NO) 8 and Provincial Strategic Goal (PSG) 4. • Funding will be allocated based on the readiness of projects contained in the business plans.

HUMAN SETTLEMENTS DEVELOPMENT GRANT (BENEFICIARIES)	
Reason not incorporated in equitable share	A conditional grant enables the national department to provide effective oversight, ensure compliance with the housing code and direct portions of the grant to accredited municipalities.
Past performance	Actual expenditure as per Annual Report: 2015/16: R1.951 billion 2016/17: R1.989 billion 2017/18: R2.320 billion
Projected life	It is a long term grant of which the exact life span cannot be stipulated as the government has an obligation to assist the poor with the provision of human settlements.
MTEF allocations	2018/19: R2.012 billion 2019/20: R2.096 billion 2020/21: R2.245 billion
Payment schedule	Installments are done as per the approved payment schedule to the City of Cape Town. The final tranche will be based on actual delivery against previous transfers, taking into account payments done by the Department on behalf of the CoCT. As stipulated in contracts with municipalities, approved business plans and/or according to the tranche payment policy. The Department will pay contractors directly from the respective municipal allocations if a municipality does not comply to section 38(1)(j) of the PFMA. In most cases the HSDG is exempt from VAT. In cases where it is not exempt, all VAT claimed from SARS must be allocated to the projects and not utilised as own revenue.
Responsibilities of the Provincial transferring officer and receiving officer	<p>Responsibilities of the provincial department</p> <ul style="list-style-type: none"> • Gazette the indicative budget allocations determined for municipalities and enter into payment schedule arrangements/agreements. This grant is classified as a transfer to households and not as transfers to municipalities. • Support accredited municipalities in carrying out the functions delegated as per the accreditation framework. • Monitor the provincial and municipal performance on grant, financial and non-financial, and control systems related to the human settlements conditional grant. • Provide support to municipalities with regards to human settlement delivery as may be required. • Undertake structured and other visits to municipalities. • Facilitate regular strategic interaction between national and provincial departments of human settlements and accredited municipalities. • Submit 2017/18 annual report to the national department on or before 30 September 2018. • Utilise the Housing Subsidy System (HSS) for the administration of all human settlement delivery processes. • Ensure the effective and efficient utilisation of the Housing Subsidy System at municipal level.

HUMAN SETTLEMENTS DEVELOPMENT GRANT (BENEFICIARIES)

- Comply with the responsibilities of the receiving officer outlined in the annual DoRA.
- Comply with the terms and conditions of the national performance agreements and provincial and local delivery agreements.
- Submit quarterly reports on funds allocated and utilised on programmes and projects in respect of OPSCAP.

Responsibilities of the municipality

- Comply with the terms and conditions of the provincial and municipal performance agreements.
- City of Cape Town (CoCT) to submit monthly reports on funds allocated and utilised on programmes and projects.
- Other municipalities to submit claims or progress reports to access funding.
- Provide the Department with reports on actual delivery.
- Submit business plans aligned with Provincial Strategic Goal (PSG) 4 and National Outcome (NO) 8.
- All procurement processes must be in line with the MFMA and government prescripts. All contractors must be registered with the NHBRC and CIDB.
- Allow provincial and national officials access to all financial records pertaining to the grant.
- Must have effective and efficient internal control processes in place.
- Municipalities are to ensure that contractors are paid within 30 days of certification of invoices.
- The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.

Process for approval of allocations for the 2019/20 financial year

First draft municipal business plans to be submitted to the provincial department by 15 October 2018.
Submit final municipal business plans, project lists including cash flow projections, and compliance certificates to the provincial department by 15 January 2019.
Department must submit the approved 2019/20 provincial plan to National Department of Human Settlements by 15 February 2019.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC1	WC012	Cederberg	40 220
B	DC1	WC013	Bergivier	(3 100)
B	DC1	WC014	Saldanha Bay	18 997
B	DC1	WC015	Swartland	1 000
B	DC1	WC022	Witzenberg	(5 000)
B	DC2	WC023	Drakenstein	(7 730)
B	DC2	WC025	Breede Valley	(13 260)
B	DC2	WC026	Langeberg	23 340
B	DC3	WC031	Theewaterskloof	(17 610)
B	DC3	WC032	Overstrand	(20 000)

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC3	WC034	Swellendam	(4 000)
B	DC4	WC041	Kannaland	23 335
B	DC4	WC042	Hessequa	632
B	DC4	WC044	George	(50 082)
B	DC4	WC045	Oudshoorn	16 390
B	DC4	WC047	Bitou	12 127
B	DC5	WC052	Prince Albert	(6 500)
B	DC5	WC053	Beaufort West	24 320
TOTAL ALLOCATED				33 079
Funds retained by the Department				(33 079)
TOTAL				-

Note	HUMAN SETTLEMENTS DEVELOPMENT GRANT (BENEFICIARIES)
	Municipal Financial Year
Funds retained by the Department	2018/19 Allocation R'000
Departmental priority projects	(33 079)
TOTAL	(33 079)

PROVINCIAL CONTRIBUTION TOWARDS THE ACCELERATION OF HOUSING DELIVERY	
Transferring provincial department	Human Settlements (Vote 8)
Strategic goal	The creation of sustainable human settlements that enables an improved quality of household life.
Grant Purpose	To fund housing within municipalities that demonstrated capacity to plan and deliver housing rapidly, with emphasis on rural areas.
Outcome statements	Improvement in the quality of human settlements by funding projects, which will address dysfunctionalities in such settlements.
Outputs	<ul style="list-style-type: none"> • Upgraded infrastructure in the depressed areas and number of employment opportunities created; • The number of existing depressed areas re-planned and re-developed and informal settlement upgrading; and • Completed plans of areas which could promote social, racial and functional integration.
Priority outcome(s) of government that this grant primarily contributes to	National Outcome (NO) 8: Sustainable human settlements and improved quality of household life. Provincial Strategic Goal (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment.
Details contained in implementation/business plan	<ul style="list-style-type: none"> • Outcome indicators • Outputs • Key Activities • Monitoring and Reporting
Conditions	<ul style="list-style-type: none"> • Provincial Department of Human Settlements and accredited municipalities must submit comprehensive reports to the Provincial Treasury on individual projects as specified in the monitoring guidelines by the 15th of each and every month. • To form part of the contract between the provincial government and municipalities. • Any Value Added Tax (VAT) claimed by the municipality must be credited against the project. • The department reserves the right to shift funding from non-performing projects to performing projects in consultation with municipalities, including allocating funds to other municipalities. A new allocation letter, countersigned by the municipality, will confirm agreement in terms of the shifts and allow the municipalities to start with the procurement process while gazetting will follow as per the budget process.
Allocation criteria	Based on the business plans submitted to the Provincial Department of Human Settlements as well as past performance.
Reason not incorporated in equitable share	Funds are provided in terms of the provincial own financing.
Past performance	2015/16: R19.149 million 2016/17: R20.173 million 2017/18: R112.295 million

PROVINCIAL CONTRIBUTION TOWARDS THE ACCELERATION OF HOUSING DELIVERY	
Projected life	The projects will be important in achieving sustainable human settlements. Other funding for the projects have been incorporated in the Human Settlements Development Grant over future financial years.
MTEF allocations	2018/19: R32.011 million Outer years funding for the projects have been incorporated in the Human Settlements Development Grant over future financial years.
Payment schedule	Payments will depend on the submission of approved business plans. The department will pay contractors directly from the respective municipal allocations if a municipality does not comply with section 38(1)(j) of the Public Finance Management Act.
Responsibilities of the provincial transferring officer and the receiving officer	<p>Responsibilities of the provincial department</p> <ul style="list-style-type: none"> • Gazette the budget allocations determined for municipalities and enter into payment schedule arrangements/agreements. • Monitor the municipal performance on grant, financial and non-financial, and control systems related to the grant. • Provide support to municipalities with regard to human settlement delivery as may be required. • Undertake structured and other visits to municipalities. <p>Responsibilities of the municipalities</p> <ul style="list-style-type: none"> • Comply with the terms and conditions of the provincial and municipal performance agreements. • All procurement processes must be in line with the MFMA and government prescripts. • Allow provincial and national officials access to all financial records pertaining to the grant. • Must have effective and efficient internal control processes in place. • Municipalities are to ensure that contractors are paid within 30 days of certification of invoices. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of 2019/20 financial year allocations	Business plans to be evaluated and recommended by Grant Allocation Advisory Committee for approval by the Provincial Minister if funding is available in 2019/20.

Category	District Municipality	Number	Municipality	2018/19 Allocation R'000
B	DC2	WC023	Drakenstein	17 325
B	DC2	WC024	Stellenbosch	9 686
B	DC4	WC045	Oudtshoorn	5 000
TOTAL				32 011

TITLE-DEEDS RESTORATION GRANT

Transferring provincial department	Human Settlements (Vote 8)
Strategic goal	The creation of security of tenure and well-functioning equitable residential property market.
Grant purpose	To provide funding for the eradication of the pre-2014 title-deeds registration backlog and the professional fees associated with it, including beneficiary verification.
Outcome statements	<ul style="list-style-type: none"> • Tenure security for all recipients of government-subsidized houses. • Functioning of the secondary property market. • Improved quality of life.
Outputs	<ul style="list-style-type: none"> • Number of title-deeds registered in favour of beneficiaries of government subsidised housing (pre 1994 and post 1994 for projects completed by 31 March 2014). • Number of title-deeds issued to beneficiaries of government subsidised housing (pre 1994 and post 1994 for projects completed by 31 March 2014). • Number of townships proclaimed and register opened. • Number of beneficiaries confirmed as title deed holders. • Enhanced institutional capacity of municipalities and provinces in respect of property registration.
Priority outcome(s) of government that this grant primarily contributes to	National Outcome (NO) 8: Sustainable human settlements and improved quality of household life. Provincial Strategic Goal (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> • Medium term strategic framework, Medium Term Expenditure Framework targets, outputs and outcomes. • Implementation Agreement between national, provincial and local government. • Proof of joint planning with municipalities. • Title-deeds project pipeline matrix. • Annual and quarterly Outputs and targets. • Project social facilitation plan. • Cash flow projections (payment schedule). • Quarterly reporting. • Procurement plan, confirming the appointment of requisite service providers.
Conditions	<ul style="list-style-type: none"> • These funds cannot be used to fund title-deeds for housing for projects completed after 31 March 2014. • Provinces must submit implementation business plans approved by the Accounting Officers (AO) by pre-agreed dates. • The transfer of the first tranche of funds, to be paid at the beginning of the financial year, is conditional on approval by the national Department of Human Settlements (DHS) of provincial business plans. • The transfer of subsequent tranches is conditional on provinces submitting a detailed report on the delivery and expenditure on the previous transfer. Said report is to include: <ul style="list-style-type: none"> - Agreed deliverables supported by evidence.

TITLE-DEEDS RESTORATION GRANT	
	<ul style="list-style-type: none"> - Actual expenditure against the planned cash flows for the same period. - Compliance with the Housing Subsidy System and the Title Restoration Project Dashboard. - Cash flows for the remainder of the year. • Provinces must capture the targets and budget and capturing delivery statistics and expenditure monthly on the housing subsidy system (HSS) ; the basic accounting system (BAS), the Title Restoration Project Dashboard and the Project Readiness Matrix. • Provincial Heads of Human Settlements Departments (HoDs) must sign-off and confirm that projects captured in the implementation plans are assessed and approved for implementation in the 2018/19 financial year. • Provinces may only spend funds in line with the approved business plans. • Provinces must submit monthly and quarterly financial and non-financial reports to the national Department of Human Settlements. • Provinces which do not spend 60 per cent of their transferred funds by the end of each quarter, may have subsequent transfers stopped and reallocated in terms of sections 18 and 19 of the Division of Revenue Act, 2018. • Provinces may request in writing to the transferring officer approval to amend their approved business plan. Requests must be submitted between 15 August and 15 October 2018. This will be the only time that provinces can request amendment to the approved business plan. Revised plans will be approved by 30 October 2018.
Allocation criteria	The grant is allocated per province on the basis of a comprehensive business plan informed by the confirmed title deed backlog per province.
Reason not incorporated in equitable share	New Grant
Past performance	Actual expenditure as per Annual Report: 2017/18: N/A
Projected life	Three years, ending in 2020/21
MTEF allocations	2018/19: R50.361 million 2019/20: R53.177 million 2020/21: R56.099 million
Payment schedule	Monthly instalments as per the payment schedule approved by National Treasury.

TITLE-DEEDS RESTORATION GRANT	
Responsibilities of the Provincial transferring officer and receiving officer	<p style="text-align: center;">Responsibilities of the provincial department</p> <ul style="list-style-type: none"> • Provinces must ensure alignment of financial and non-financial reporting in terms of reporting in BAS, HSS, approved provincial business plans, and provincial quarterly reports. • The monthly expenditure report, as contemplated in section 12(3) of the 2018, 2019 and 2020 DoRA and section 40(4)(c) of the Public Finance Management Act (PFMA), must be submitted by the 15th of every month for the preceding month. • The monthly DoRA expenditure and quarterly financial and non-financial reports must be signed by both the HoD and the relevant provincial treasury HoD. • Submit the reports on the outputs as mentioned on this framework above by the 15th of every month for the preceding month. • Facilitate regular interaction between DHS and provincial departments of human settlements and municipalities.
	<p style="text-align: center;">Responsibilities of the municipality</p> <ul style="list-style-type: none"> • Comply with the terms and conditions of the provincial and municipal performance agreements. • Municipalities to submit monthly reports on funds allocated and utilised on programmes and projects. • Submit business plans aligned with Provincial Strategic Goal (PSG) 4 and National Outcome (NO) 8. • All procurement processes must be in line with the MFMA and government prescripts. All contractors must be registered with the NHBRC and CIDB. • Allow provincial and national officials access to all financial records pertaining to the grant. • Must have effective and efficient internal control processes in place. • Municipalities are to ensure that contractors are paid within 30 days of certification of invoices. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	<ul style="list-style-type: none"> • Draft provincial implementation plans 2019/20 financial year and project readiness matrix to be submitted to the national department of human settlements by 31 August 2018, with second draft plans submitted before end of October 2018 and the final plans submitted before 15 February 2019 for consideration. • Consideration (assessment and possible approval) of the final provincial business must finalised before 15 March 2019. • National department to assess and inform provinces by pre-agreed dates, whether provinces are allocated direct or indirect allocations in 2019/20.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
A		Metro	City of Cape Town	26 757
B	DC1	WC011	Matzikama	2 745
B	DC1	WC012	Cederberg	714
B	DC1	WC014	Saldanha Bay	600
B	DC1	WC015	Swartland	245
B	DC2	WC023	Drakenstein	2 784
B	DC2	WC024	Stellenbosch	1 650
B	DC2	WC025	Breede Valley	1 334
B	DC2	WC026	Langeberg	845
B	DC3	WC031	Theewaterskloof	862
B	DC3	WC033	Cape Agulhas	280
B	DC3	WC034	Swellendam	14
B	DC4	WC041	Kannaland	1 998
B	DC4	WC042	Hessequa	2 214
B	DC4	WC043	Mossel Bay	699
B	DC4	WC044	George	2 732
B	DC4	WC047	Bitou	2 054
B	DC4	WC048	Krystna	1 462
B	DC5	WC052	Prince Albert	372
TOTAL				50 361

REGIONAL SOCIO-ECONOMIC PROJECT/VIOLENCE PREVENTION THROUGH URBAN UPGRADING (RSEP/VPUU) - MUNICIPAL PROJECTS	
Transferring provincial department	Environmental Affairs and Development Planning (Vote 9)
Strategic goal	To implement 'whole-of-society' approach and to uplift social and urban conditions and improve safety.
Grant purpose	To implement and enhance programmes to interact with stakeholders and empower communities to partner with government in implementing socio-economic and urban upgrading programmes.
Outcome statements	Facilitate the implementation of RSEP/VPUU projects in municipalities.
Outputs	<ul style="list-style-type: none"> • Projects as approved by the community and stakeholders. • Projects must comply with selection criteria.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 10: Environmental assets and natural resources that are well protected and continually enhanced. • Provincial Strategic Goal (PSG) 3: Increase wellness and safety and tackle social ills. • Provincial Strategic Goal (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment. • Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnerships and spatial alignment.
Details contained in business/implementation plan	<p>A-type projects: Urban upgrading</p> <p>Projects reflecting the RSEP/VPUU Programme goals, namely pro poor, community-centred, human scale, innovative, inspiring, functional and visible urban upgrading. The whole neighbourhood or sub-area should benefit. At least 50 per cent of value of municipality's projects should fall within this category.</p> <p>B-type projects: "Social" projects</p> <p>Projects focusing on activities, programmes or facilities for specific groups or to address specific social challenges within communities, for instance early childhood, youth, education, learning, self-improvement, safety, recreation, health, cleanliness, or economic development, with benefits at the neighbourhood scale.</p>
Conditions	Adherence to the requirements of the Public Finance Management Act, 1999 (Act No. 1 of 1999), section 71(1) of the Municipal Finance Management Act, 2003 (Act 56 of 2003) and other conditions as determined by the Department of Environmental Affairs and Development Planning. Municipality must be part of RSEP/VPUU Programme and must contribute through co-funding.
Allocation criteria	All projects should strengthen and promote the RSEP/VPUU theme and be potential examples/pilots/best practice for other towns and municipalities. All projects should reflect 'value for money' with high impact relative to cost. All projects should be supported by the residents; as verbalised by appropriate community structures. At least 80 per cent of projects should involve actual implementation or construction; i.e. excluding planning and design.
Reason not incorporated in equitable share	The amounts are subject to implementation readiness.

REGIONAL SOCIO-ECONOMIC PROJECT/VIOLENCE PREVENTION THROUGH URBAN UPGRADING (RSEP/VPUU) - MUNICIPAL PROJECTS	
Past performance	2015/16: R8.650 million 2016/17: R26.500 million 2017/18: R9.850 million
Projected life	2018/19 MTEF
MTEF allocations	2018/19: R15 million; 2019/20: R21.650 million; 2020/21: R11.450 million
Payment schedule	Payment will depend on the submission of approved business plan/signed agreement.
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial department</p> <ul style="list-style-type: none"> Approval of the business plan of the municipality. Monitoring and support to the municipalities. <p>Responsibilities of the municipalities</p> <ul style="list-style-type: none"> Funds to be utilised in accordance with the approved business plan. The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	Allocation as per submission and approval of project templates, compliance with project selection criteria and approval by Vote 9 accounting officer.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC1	WC015	Swartland	2 000
B	DC2	WC022	Witzenberg	(2 000)
TOTAL				-

FINANCIAL ASSISTANCE TO MUNICIPALITIES FOR MAINTENANCE AND CONSTRUCTION OF TRANSPORT INFRASTRUCTURE	
Transferring provincial department	Transport and Public Works (Vote 10)
Strategic goal	Maximise empowerment and job creation in the Western Cape.
Grant purpose	To financially assist/subsidise municipalities with the maintenance/construction of proclaimed municipal main roads, where the municipality is the Road Authority (Section 50 of Ordinance 19 of 1976).
Outcomes statements	Safe and maintained municipal road network.
Outputs	Projects: 24 maintenances, 3 resed, 4 upgrade.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> National Outcome (NO) 4: Decent employment through inclusive growth. Provincial Strategic Goal (PSG) 1: Create opportunities for growth and jobs. Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnerships and spatial alignment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> Adherence to quality and engineering standards. Memorandum of Agreement with municipalities. Timeous implementation of projects within the cost sharing proportions.
Conditions	<ul style="list-style-type: none"> Compliance to section 38(1)(j) of the Public Finance Management Act, 1999 (Act 1 of 1999). Compliance to section 71(1) of the Municipal Finance Management Act, 2003 (Act 56 of 2003). Project may not exceed approved budget. Municipality to provide for 20 per cent or relevant agreed sharing percentage of costs. Relevant municipality to approve the projects. Concluded performance agreements (financial and non-financial). Quarterly non-financial performance reporting. Monthly financial performance reporting. In-year monitoring reporting. Annual internal and external auditing. District Roads Engineers (DRE) monitor and inspect projects in-process and after completion certify the prescribed claim form before sending it to Head Office for payment. Contractual variation orders that impact on subsidies to be paid, need to be monitored by the DRE to ensure compliance with the memorandums of agreement. Obtain Public Finance Management Act, 1999 section 38(1)(j) certificate.
Allocation criteria	<ul style="list-style-type: none"> Allocations are based on outputs of the Pavement Management System which are then prioritised. Consideration of municipal Integrated Transport Plans is used as inputs in the decision-making.
Reason not incorporated in equitable share	Assistance in terms of the Pavement Management System.

FINANCIAL ASSISTANCE TO MUNICIPALITIES FOR MAINTENANCE AND CONSTRUCTION OF TRANSPORT INFRASTRUCTURE	
Past performance	2015/16: R30.880 million 2016/17: R41 699 million 2017/18: R67.495 million
Projected life	On-going, reviewed annually.
MTEF allocations	2018/19: R64.954 million; 2019/20: R72.500 million; 2020/21: R95.500 million
Payment schedule	Second, third and fourth quarter.
Responsibilities of the Provincial transferring officer and receiving officer	<p>Responsibilities of the provincial transferring officer</p> <ul style="list-style-type: none"> • Effect transfer payments. • Comply with agreements. • Comply with subsidy governance framework. • Adherence to departmental standards. • Approval or rejection of contractual variation orders. • Evaluate reports. • Conduct site visits. • Obtain Public Finance Management Act, 1999 section 38(1)(j) certificates. <p>Responsibilities of the receiving officer</p> <ul style="list-style-type: none"> • Adherence to departmental standards. • Comply with agreements. • Submit required reports. • Submit variation applications. • Submit audited annual financial statements. • Submit Public Finance Management Act, 1999 section 38(1)(j) certificates. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	Applications from municipalities received for construction, reseal and routine maintenance, assessed in terms of the Pavement Management System and budget limitations with municipality Integrated Transport Plans taken as input into final allocations.
Category	2018/19 Allocation R'000
B	6 048
TOTAL	6 048

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC1	WC015	Swartland	6 048
TOTAL				6 048

TRANSPORT SAFETY AND COMPLIANCE – RAIL SAFETY (SOUTH PENINSULA TRANSPORT CORRIDOR)	
Transferring provincial department	Transport and Public Works (Vote 10)
Strategic goal	Deliver safe, efficient and integrated transport systems in the Western Cape.
Grant purpose	To assist Passenger Rail Authority of South Africa (PRASA) and the City of Cape Town with interventions in the immediate, short and long term to improve rail safety along the South Peninsula Transport Corridor.
Outcomes statements	<ul style="list-style-type: none"> • Provision of public transport services that are efficient, accessible, reliable and safe. • Improved levels of safety within the railway environment.
Outputs	Intervention to protect rail and road infrastructure at Glencain Beach using geotextile container revetment, dune rehabilitation and to repair the existing wall on the southern side of Glencain Beach.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 6: An efficient, competitive and responsive economic infrastructure network. • National Outcome (NO) 8: Sustainable human settlements and improved quality of household life. • Provincial Strategic Goal (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> • Project management responsibilities for the duration of the Project. • Working relationship between the Parties as it relates to the appointment of a service provider, and the spending of associated budgets. • Financial contributions by the Parties to ensure the successful implementation of the Project. • Decision making process for the Project. • Membership and roles of members in the Steering Committee.
Conditions	<ul style="list-style-type: none"> • Compliance with section 38(1)(j) of the Public Finance Management Act, 1999 (Act 1 of 1999). • Compliance with section 71(1) of the Municipal Finance Management Act, 2003 (Act 56 of 2003). • Concluded performance agreement (financial and non-financial) • Monthly performance reports to be provided (Financial and Non-Financial). • Establishment of Steering Committee to manage the project. • Approval of projects by the relevant Executive Management Structure of PRASA and the City of Cape Town.
Allocation criteria	Degree to which project will contribute to the creation of a safe environment.
Reason not incorporated in equitable share	Assistance in terms of National Land Transport Act, 2009 (Act 5 of 2009).
Past performance	This is a new grant.
Projected life	10 years but subject to detailed designs.
MTEF allocations	2018/19: R3,666 million
Payment schedule	Once off.

TRANSPORT SAFETY AND COMPLIANCE – RAIL SAFETY (SOUTH PENINSULA TRANSPORT CORRIDOR)				
Responsibilities of the Provincial transferring officer and receiving officer	<p>Responsibilities of the provincial transferring officer:</p> <ul style="list-style-type: none"> • Comply with agreements. • Effect transfer payments. • Evaluate performance reports. • Conduct site visits. • Attend monthly steering committee meetings. • Obtain section 38(1)(j) certificate. <p>Responsibilities of the receiving officer:</p> <ul style="list-style-type: none"> • Process the claims received from the operator and ensure that it is consistent with the contract entered into with the operator. • Develop and implement service monitoring standards. • Monthly reporting on project performance (Financial and Non-Financial). • Provision of audited annual financial statements. • Provide section 38(1)(j) certificates. • Establish Steering Committee. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury. 			
Process for approval of allocations for the 2019/20 financial year	<p>The City of Cape Town in conjunction with the Department of Transport and Public Works and the Passenger Rail Agency of South Africa entered into a Memorandum of Agreement on the 13th December 2011 to jointly fund and manage a study to understand risks posed by coastal processes (coastal erosion, storm surges and windblown sand) to the South Peninsula Transport Corridor. The study has provided recommendations on the most effective remedial intervention and costing thereof.</p>			
Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
A		Metro	City of Cape Town	3 666
TOTAL				3 666

DISASTER MANAGEMENT GRANT	
Transferring provincial department	Local Government (Vote 14)
Strategic goal	Co-ordinate and support local, provincial and national government in preventing or reducing the risk of disaster and ensuring rapid and effective response to potential disasters and post-disaster recovery.
Grant purpose	To provide financial assistance to the affected municipalities and to ensure adequate post fire recovery and to enable continued capacity to respond to fires in the affected areas.
Outcomes statements	<p>Response to Disastrous Fires</p> <ul style="list-style-type: none"> • Mitigate the risk to loss of lives, property and deterioration of the environment due to fires. • To capacitate the municipalities with their disaster response and recovery. <p>General Outcomes</p> <ul style="list-style-type: none"> • Ensure rapid and effective response and support to potentially disastrous fires and ensuring post-fire recovery.
Outputs	Effective risk reduction, rapid response to disastrous fires and post fire recovery. Increased municipal capacity to deal with fires.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 9: Build a responsive, accountable, effective and efficient local government system. • Provincial Strategic Goal (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment. • Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnerships, and spatial alignment.
Details contained in business/implementation plan	<p>This grant uses the template/framework developed by the Provincial Department of Local Government which must include:</p> <ul style="list-style-type: none"> • Project Scope • Technical design specifications • Output indicators • Outcomes • Key Activities • Implementation Strategy • Timeframes • Cash flows • Monitoring and Reporting
Conditions	<p>Applicable to municipalities:</p> <ul style="list-style-type: none"> • Business Plans to be agreed to by the Department of Local Government. • Business Plans to be evaluated in terms of the following criteria: <ul style="list-style-type: none"> - Project implementation Plans; - Monitoring and Evaluation Plan; and - Progress Reports to the Department of Local Government. <p>Allocation criteria</p> <ul style="list-style-type: none"> • A transfer Payment Agreement (TPA) will be signed between the Department and Municipality.
Reason not incorporated in equitable share	The Department of Local Government received special request from the affected municipalities to support with the post fire recovery, risk reduction and suppression costs following the devastating fires in the Province.
Past performance	2017/18: R2 million
Projected life	Once off allocation.

DISASTER MANAGEMENT GRANT	
MTEF allocations	2018/19: R20 million
Payment schedule	Transfer payments to the municipalities in accordance with the agreement between the Department and municipalities.
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial transferring officer</p> <ul style="list-style-type: none"> • Consult with the relevant municipalities. • Draft and circulated the Transfer Payment Agreement (TPA) and ensure that municipalities sign and return TPA to the Department. • Monitor the project by means of: <ul style="list-style-type: none"> - six monthly expenditure and progress reports. <p>Responsibilities of the receiving officer</p> <ul style="list-style-type: none"> • Municipalities must ensure that the abovementioned conditions are met. • Submission of quarterly non-financial and financial reports within 7 days after the end of each quarter to the transferring Provincial officer. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of 2019/20 financial year allocations	<ul style="list-style-type: none"> • Not applicable, once off allocation.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
A		Metro	City of Cape Town	5 000
B	DC 4	WC048	Knysna	5 000
C	DC 4	DC4	Garden Route	10 000
TOTAL				20 000

COMMUNITY DEVELOPMENT WORKERS (CDW) OPERATIONAL SUPPORT GRANT	
Transferring provincial department	Local Government (Vote 14)
Strategic goal	To provide financial assistance to municipalities to cover the operational and capital expenses into the functions of the community development workers including the supervisors and regional organisers.
Grant purpose	To provide financial assistance to municipalities to cover the operational and capital costs pertaining to the line functions of the community development workers including the supervisors and regional coordinators.
Outcome Statements	To fund the working operations of staff placed at municipalities.
Outputs	<ul style="list-style-type: none"> • Administrative support to 151 community development workers and 14 supervisors and 8 regional managers; • Provision of sufficient transportation for 151 community development workers, 14 supervisors and 8 regional managers; • Provision of office space to staff community development workers; • Assisting with Ward based planning and support; • Assist with smooth delivery of government services; • Assist and reduce the rate at which community concerns and problems are passed to government structures; and • Noticeable improvement on government-community networks.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 9: Build a responsive, accountable, effective and efficient local government system. • Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnerships and spatial alignment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> • Provision of sufficient transportation, office space and administrative support for 151 community development workers, 14 supervisors and 8 regional managers.
Conditions	<ul style="list-style-type: none"> • An agreement must be signed between the Department and the District municipality, the Metro, and local municipalities; • The municipality must procure goods and services under the applicable statutory procurement processes that apply; • Further conditions as per agreement; and • Compliance with section 71(1) of the Municipal Finance Management Act, 2003 (Act 56 of 2003).
Allocation criteria	<p>Allocations should be based on the following:</p> <ul style="list-style-type: none"> • The municipality having identified a need for the CDW services. • Identified challenges in service delivery. • The need to exchange information between communities and government. • The need to link communities with government services.
Reason not incorporated in equitable share	Reimbursement to municipality based on claims.
Past performance	2015/16: R3,060 million 2016/17: R3,060 million 2017/18: R3,060 million
Projected life	Annual allocation revised annually.
MTEF allocations	Not applicable

COMMUNITY DEVELOPMENT WORKERS (CDW) OPERATIONAL SUPPORT GRANT	
Payment schedule	Payments to municipalities are dependent on a signed agreement and a signed annual expenditure report submitted by municipalities.
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial transferring officer</p> <ul style="list-style-type: none"> • Inform municipalities of the transfers. • Obtain annual expenditure reports from municipalities. • Attend quarterly meetings when issues arise with municipalities. • Circulate the Memorandum of Agreement (MoA) and ensure that municipalities sign and return to the department. <p>Responsibilities of the receiving officer</p> <ul style="list-style-type: none"> • Return signed MoA's to the department. • Submit annual expenditure report and spend allocated funds in terms of conditions. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	Not applicable

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
A		Metro	City of Cape Town	(1 036)
B	DC1	WC011	Matzikama	(111)
B	DC1	WC012	Cederberg	(167)
B	DC1	WC014	Saldanha Bay	(74)
B	DC1	WC015	Swartland	(37)
C	DC1	DC1	West Coast	(37)
B	DC2	WC022	Witzenberg	(148)
B	DC2	WC023	Drakenstein	(111)
B	DC2	WC024	Stellenbosch	(56)
B	DC2	WC025	Breede Valley	(93)
B	DC2	WC026	Langeberg	(19)
C	DC2	DC2	Cape Winelands	(74)
B	DC3	WC031	Theewaterskloof	(130)
B	DC3	WC032	Overstrand	(74)
B	DC3	WC033	Cape Agulhas	(56)
C	DC3	DC3	Overberg	(56)
B	DC4	WC041	Kannaland	(111)
B	DC4	WC042	Hessequa	(19)
B	DC4	WC043	Mossel Bay	(56)
B	DC4	WC044	George	(93)
B	DC4	WC045	Oudtshoorn	(56)

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC4	WC047	Bitou	(19)
B	DC4	WC048	Knysna	(56)
B	DC5	WC051	Laingsburg	(93)
B	DC5	WC052	Prince Albert	(74)
B	DC5	WC053	Beaufort West	(204)
TOTAL>Note				(3 060)

Note TOTAL	COMMUNITY DEVELOPMENT WORKERS (CDW) OPERATIONAL SUPPORT GRANT
	Municipal Financial Year 2018/19 Allocation R'000 (3 060)

The outcome of the 2017/18 audit, requires the reclassification in terms of the financial/accounting treatment of this allocation and will be dealt with on a claims basis.

MUNICIPAL ELECTRICAL MASTER PLAN GRANT	
Transferring provincial department	Local Government (Vote 14)
Strategic goal	Planning for municipal electrical infrastructure with the purpose of increasing access to municipal services.
Grant purpose	Financial assistance to municipalities to ensure effective functioning of municipal electrical infrastructure and to maximise the provision of basic electricity to citizens.
Outcomes statements	Improved functioning of municipal electrical infrastructure and access to basic electricity for citizens.
Outputs	<ul style="list-style-type: none"> • Electrical Master Plans.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 9: Build a responsive, accountable, effective and efficient local government system. • Provincial Strategic Goals (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment. • Provincial Strategic Goals (PSG) 5: Embed good governance and integrated service delivery through partnership and spatial alignment.
Details contained in business/ implementation plan	<p>This grant uses the template/framework developed by the Provincial Department of Local Government which must include a project implementation plan highlighting:</p> <ul style="list-style-type: none"> • Project scope • Technical design specifications • Output indicators • Outcomes • Key Activities • Implementation strategy • Timeframes • Cashflows • Monitoring and Reporting
Conditions	<ul style="list-style-type: none"> • Municipalities to submit credible business plans to the Department of Local Government which will address intended outputs and outcomes detailing a budget and roll out plan. • Business plans to be approved by the Department of Local Government before transfers are made inclusive of payment arrangements. • The grant may only be utilised for the projects as detailed in the approved business plan. • Transparent and fair procurement processes compliant with the MFMA must be followed. • Appropriate financial and non-financial performance reports must be submitted to the Department as stipulated in the Transfer Payment Agreement.
Allocation criteria	<ul style="list-style-type: none"> • A business plan to be submitted by individual municipalities and approved by the Department. • A Transfer Payment Agreement (TPA) will be signed between the Department and the individual beneficiary municipalities.
Reason not incorporated in equitable share	<ul style="list-style-type: none"> • Support identified as a result of municipal engagements and other intergovernmental engagements, for example Municipal Governance Review Outlook, Regional Management Team, Back to Basics, Local Government Medium Term Expenditure Committee, etc

MUNICIPAL ELECTRICAL MASTER PLAN GRANT	
Past performance	2016/17: R 1.330 million; 2017/18: R 1.397 million
Projected life	Project to be reviewed annually
MTEF allocations	2018/19: R1.417 million; 2019/20: R1.490 million; 2020/21: R1.570 million
Payment schedule	Transfer payment to the municipalities in accordance with the agreement between the Department and Municipality.
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the transferring officer</p> <ul style="list-style-type: none"> • Consult with relevant municipalities. • Consider and approve business plans. • Draft and circulate the Transfer Payment Agreement (TPA) and ensure that municipalities sign and return to the Department. • Minuted meetings that will assist in monitoring and management of the programme (outputs and intended outcomes), as and when necessary. • Monitoring the project execution by means of: <ul style="list-style-type: none"> - Expenditure and progress reports by receiving municipalities. <p>Responsibilities of the receiving officer</p> <ul style="list-style-type: none"> • Prepare credible business plans that are aligned to outputs and outcomes. • Ensure active ownership of the project at the highest level of authority. • Secure Council support for the programme. • Submit suitable financial and non-financial performance reports as stipulated in the TPA. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	<ul style="list-style-type: none"> • Submission of business plans. • Areas of support identified through scheduled local government engagements.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC1	WC014	Saldanha Bay	800
B	DC4	WC045	Oudtshoorn	617
TOTAL Note				1 417

Note Total	Municipal Electrical Master Plan Grant	
	Municipal Financial Year	2018/19 Allocation (R'000)
R1.417 million was published as unallocated in the Provincial Gazette No. 7890 dated 5 March 2018, of which the full amount is allocated in this gazette.	1 417	1 417

MUNICIPAL SERVICE DELIVERY AND CAPACITY BUILDING GRANT	
Transferring provincial department	Local Government (Vote 14)
Strategic goal	To strengthen and improve municipal service delivery and capacity building to enable municipalities to manage their own affairs, to exercise their own powers and to perform their functions as prescribed by local government legislation. To promote effective access to integrated government services and information.
Grant purpose	To provide financial assistance to municipalities to improve infrastructure, systems, structures, corporate governance and service delivery.
Outcome statements	<p>Overall outcome:</p> <ul style="list-style-type: none"> • Improve the capacity of municipalities to deliver services; • Strengthen infrastructure, processes, systems and structures; • Improve corporate governance in municipalities; • Maximising efficiency gains in service delivery; • To achieve cost effective service delivery outcomes as envisaged by specific strategic objectives which is outlined in the Municipal Integrated Development Plans; • To enable the Municipalities to comply with the legislative requirements in maximising efficiency gains; • To bring government information and services closer to the people to promote access to opportunities as a basis for improved livelihoods; • To provide cost-effective, integrated, efficient and sustainable service provision to better serve the needs of citizens; and • To build sustainable partnerships with government, business and civil society.
Outputs	<ul style="list-style-type: none"> • Improved infrastructure, systems, structures and processes; • Improved level of corporate governance in municipalities; • Higher level of linkage between municipal strategies and municipal systems, processes and structures; and • Higher level of productivity and improved service delivery.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 9: Build a responsive, accountable, effective and efficient local government system. • Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnerships and spatial alignment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> • To support municipalities to strengthen their governance structures. • To support municipalities to improve infrastructure and strengthen service delivery. • To ensure municipalities are compliant to applicable legislation. • To promote and elevate the use of best practices.

MUNICIPAL SERVICE DELIVERY AND CAPACITY BUILDING GRANT	
Conditions	<ul style="list-style-type: none"> • Municipalities to submit credible business plans to the Department of Local Government which will address intended outputs and outcomes detailing a budget and roll out plan. • Business plans to be agreed to by the Department of Local Government before transfers are made inclusive of payment arrangements. • Business Plans to be evaluated in terms of the criteria stated below: <ul style="list-style-type: none"> - Transparent and fair procurement processes undertaken by municipalities; - The nature of the project and estimated cost of the project; and - The Municipality's capacity to implement the project. • The transfers are based on the principle of co-funding of projects in municipalities. • Quarterly progress reports are to be provided to the Department of Local Government.
Allocation criteria	<ul style="list-style-type: none"> • A business plan to be submitted by individual municipalities and approved by the Department. • A Transfer Payment Agreement (TPA) will be signed between the Department and the individual beneficiary municipalities.
Reason not incorporated in equitable share	Support identified as a result of municipal engagements and other intergovernmental engagements, for example the Municipal Governance Review Outlook, Regional Management Team, Local Government Turnaround Strategy, Local Government Medium Term Expenditure Committee, etc.
Past performance	2016/17: R15.286 million 2017/18: R2.696 million
Projected life	Project to be reviewed annually
MTEF allocations	2018/19: R9.415 million; 2019/20: R19.055 million; 2020/21: R20.081 million
Payment schedule	Transfer payment to the municipalities in accordance with the agreement between the Department and Municipality.

MUNICIPAL SERVICE DELIVERY AND CAPACITY BUILDING GRANT																																																																																											
Responsibilities of the provincial transferring officer and receiving officer	Responsibilities of the provincial transferring officer <ul style="list-style-type: none"> • Consult with relevant municipalities; • Consider and approve business plans; • Draft and circulate the TPA and ensure that municipalities sign and return to the Department; • Set up a Steering Committee that will monitor and manage the programme (outputs and intended outcomes); and • Monitoring the project execution by means of: <ul style="list-style-type: none"> - Quarterly expenditure and progress reports by receiving municipalities; and - Quarterly steering committee meetings. Responsibilities of the receiving officer <ul style="list-style-type: none"> • Prepare credible business plans that are aligned to outputs and outcomes; • All the recipient municipalities are required to submit monthly progress reports and spending as set out in the memorandum of understanding; • Ensure active ownership of the project at the highest level of authority; and • Secure Council support for the programme. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury. 																																																																																										
Process for approval of 2019/120 financial year allocations	<ul style="list-style-type: none"> • Submission of Business plans. • Areas of support identified through scheduled local government engagement. 																																																																																										
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Category</th> <th style="text-align: left;">District Municipality</th> <th style="text-align: left;">Demarcation code</th> <th style="text-align: left;">Municipality</th> <th style="text-align: right;">2018/19 Allocation R'000</th> </tr> </thead> <tbody> <tr><td>C</td><td>DC1</td><td>DC1</td><td>West Coast</td><td style="text-align: right;">450</td></tr> <tr><td>B</td><td>DC2</td><td>WC025</td><td>Breede Valley</td><td style="text-align: right;">750</td></tr> <tr><td>C</td><td>DC2</td><td>DC2</td><td>Cape Winelands</td><td style="text-align: right;">400</td></tr> <tr><td>B</td><td>DC3</td><td>WC031</td><td>Theewaterskloof</td><td style="text-align: right;">570</td></tr> <tr><td>B</td><td>DC3</td><td>WC032</td><td>Overstrand</td><td style="text-align: right;">200</td></tr> <tr><td>B</td><td>DC3</td><td>WC033</td><td>Cape Agulhas</td><td style="text-align: right;">750</td></tr> <tr><td>B</td><td>DC3</td><td>WC034</td><td>Swellendam</td><td style="text-align: right;">750</td></tr> <tr><td>C</td><td>DC3</td><td>DC3</td><td>Overberg</td><td style="text-align: right;">1 700</td></tr> <tr><td>B</td><td>DC4</td><td>WC041</td><td>Kannaland</td><td style="text-align: right;">1 300</td></tr> <tr><td>B</td><td>DC4</td><td>WC042</td><td>Hessequa</td><td style="text-align: right;">716</td></tr> <tr><td>B</td><td>DC4</td><td>WC043</td><td>Mossel Bay</td><td style="text-align: right;">200</td></tr> <tr><td>B</td><td>DC4</td><td>WC044</td><td>George</td><td style="text-align: right;">250</td></tr> <tr><td>B</td><td>DC4</td><td>WC045</td><td>Oudtshoorn</td><td style="text-align: right;">900</td></tr> <tr><td>B</td><td>DC5</td><td>WC051</td><td>Laingsburg</td><td style="text-align: right;">130</td></tr> <tr><td>B</td><td>DC5</td><td>WC052</td><td>Prince Albert</td><td style="text-align: right;">99</td></tr> <tr><td>B</td><td>DC5</td><td>WC053</td><td>Beaufort West</td><td style="text-align: right;">250</td></tr> <tr> <td colspan="4" style="text-align: right;">TOTAL Note</td> <td style="text-align: right;">9 415</td> </tr> </tbody> </table>	Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000	C	DC1	DC1	West Coast	450	B	DC2	WC025	Breede Valley	750	C	DC2	DC2	Cape Winelands	400	B	DC3	WC031	Theewaterskloof	570	B	DC3	WC032	Overstrand	200	B	DC3	WC033	Cape Agulhas	750	B	DC3	WC034	Swellendam	750	C	DC3	DC3	Overberg	1 700	B	DC4	WC041	Kannaland	1 300	B	DC4	WC042	Hessequa	716	B	DC4	WC043	Mossel Bay	200	B	DC4	WC044	George	250	B	DC4	WC045	Oudtshoorn	900	B	DC5	WC051	Laingsburg	130	B	DC5	WC052	Prince Albert	99	B	DC5	WC053	Beaufort West	250	TOTAL Note				9 415	
Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000																																																																																							
C	DC1	DC1	West Coast	450																																																																																							
B	DC2	WC025	Breede Valley	750																																																																																							
C	DC2	DC2	Cape Winelands	400																																																																																							
B	DC3	WC031	Theewaterskloof	570																																																																																							
B	DC3	WC032	Overstrand	200																																																																																							
B	DC3	WC033	Cape Agulhas	750																																																																																							
B	DC3	WC034	Swellendam	750																																																																																							
C	DC3	DC3	Overberg	1 700																																																																																							
B	DC4	WC041	Kannaland	1 300																																																																																							
B	DC4	WC042	Hessequa	716																																																																																							
B	DC4	WC043	Mossel Bay	200																																																																																							
B	DC4	WC044	George	250																																																																																							
B	DC4	WC045	Oudtshoorn	900																																																																																							
B	DC5	WC051	Laingsburg	130																																																																																							
B	DC5	WC052	Prince Albert	99																																																																																							
B	DC5	WC053	Beaufort West	250																																																																																							
TOTAL Note				9 415																																																																																							

TOTAL ^{Ms6}	Municipal Service Delivery and Capacity Building Grant
	Municipal Financial Year 2018/19 Allocation (R'000)
<p>The unallocated amount of R18,138 million for the Municipal Service Delivery and Capacity Building Grant, published in the Provincial Gazette No.7890 dated 5 March 2018, are being allocated in this gazette with the following grants:</p> <ul style="list-style-type: none"> - Municipal Service Delivery and Capacity Building Grant (R9,415 million); - Local Government Graduate Internship Grant (R1,296 million); and - Municipal Drought Relief Grant (R250 000). <p>The remaining R7,177 million will be utilised internally for municipal support projects.</p>	9 415

LOCAL GOVERNMENT INTERNSHIP GRANT	
Transferring provincial department	Local Government (Vote 14)
Strategic goal	To strengthen and improve municipal service delivery and capacity building to enable municipalities to manage their own affairs, to exercise their own powers and to perform their functions as prescribed by local government legislation. To address the shortage of administrative and institutional capacity by providing opportunities to young unemployed graduates to gain practical workplace training, whilst assisting with capacity constraints within municipalities.
Grant purpose	To provide financial assistance to municipalities in support of capacity building for the future by means of internship programme.
Outcomes statements	Overall outcome: <ul style="list-style-type: none"> • Improve the capacity of municipalities to deliver services; • To transfer the institutional knowledge to the interns; • Maximising of efficiency gains through the internship programme; and • Contribution to the future sustainability of the municipalities by investing in human capital.
Outputs	<ul style="list-style-type: none"> • Capacitated interns who are technically ready to be absorbed by the Municipality; and • Improve the ability of the Municipality to ensure continuous service delivery;
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 9: Build a responsive, accountable, effective and efficient local government system. • Provincial Strategic Goal (PSG) 5: To embed integrated service delivery through partnerships, good governance and spatial alignment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> • Intern to meet requirements as stipulated in the programme guideline. • Stipend and Internship Development Plan.
Conditions	<p>Municipalities to submit approved Municipal Internship applications to be evaluated in terms of the criteria stated below:</p> <ul style="list-style-type: none"> • Compliance to programme guideline. • Bi-annual progress reports are to be provided to the Department of Local Government.
Allocation criteria	A Transfer Payment Agreement (TPA) will be signed between the Department and the individual beneficiary municipalities.
Reason not incorporated in equitable share	Support identified as a result of municipal engagements and other intergovernmental engagements, for example the Municipal Governance Review Outlook, Regional Management Team, Local Government Turn-around Strategy, Local Government Medium Term Expenditure Committee, etc.
Past performance	2016/17: R1.740 million 2017/18: R1.254 million
Projected life	Project to be reviewed annually
MTEF allocations	2018/19: R1.296 million
Payment schedule	Transfer payment to the municipalities in accordance with the agreement between the Department and Municipality.

LOCAL GOVERNMENT INTERNSHIP GRANT	
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial transferring Officer</p> <ul style="list-style-type: none"> • Consult with relevant municipalities. • Consider Municipal Internship application. • Draft and circulate the Transfer Payment Agreement (TPA) and ensure that municipalities sign and return to the Department. • Monitoring the project execution by means of: <ul style="list-style-type: none"> - Quarterly expenditure and progress reports by receiving municipalities. <p>Responsibilities of the receiving officer</p> <ul style="list-style-type: none"> • Conduct recruitment and selection of interns • Prepare a Development Plan for the intern. • Prepare Internship application. • Ensure active ownership of the project at the highest level of authority. • Secure Council support for the programme. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of 2019/20 financial year allocations	Submission of Intern recruitment procedure.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC1	WC012	Cederberg	72
B	DC1	WC015	Swariland	72
C	DC1	DC1	West Coast	72
B	DC2	WC023	Dirkenstein	72
B	DC2	WC024	Stellenbosch	72
B	DC2	WC025	Breede Valley	72
C	DC2	DC2	Cape Winelands	72
B	DC3	WC032	Overstrand	72
B	DC3	WC034	Swellendam	72
C	DC3	DC3	Overberg	72
B	DC4	WC042	Hessequa	72
B	DC4	WC043	Mossel Bay	72
B	DC4	WC044	George	72
B	DC4	WC045	Oudishoorn	72
B	DC4	WC047	Bitou	72
B	DC5	WC051	Lingsburg	72
B	DC5	WC052	Prince Albert	72
C	DC5	DC5	Central Karoo	72
TOTAL Note				1 296

Total	Municipal Service Delivery and Capacity Building Grant
	Municipal Financial Year
	2018/19 Allocation (R'000)
	1 296

The R1.296 million is a portion of the unallocated amount of the Municipal Service Delivery and Capacity Building Grant, published in the Provincial Gazette No. 7890 dated 5 March 2018 and should not be viewed as additional funding.

MUNICIPAL DROUGHT RELIEF GRANT	
Transferring provincial department	Local Government (Vote 14)
Strategic goal	Development of municipal water infrastructure with the purpose of augmenting water supply, bulk water infrastructure capacity and demand reduction in municipalities.
Grant purpose	Drought relief financial assistance to municipalities to augment water supply, bulk infrastructure capacity and demand reduction in drought stricken municipalities.
Outcomes statements	Water supply assurance.
Outputs	Water security in drought stricken towns.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 9: Build a responsive, accountable, effective and efficient local government system. • Provincial Strategic Goal (PSG) 4: Enable a resilient, sustainable, quality and inclusive living environment. • Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnership and spatial alignment.
Details contained in business/implementation plan	<p>This grant uses the template/framework developed by the Provincial Department of Local Government which must include a project implementation plan highlighting:</p> <ul style="list-style-type: none"> • Project scope • Technical design specifications • Output indicators • Outcomes • Key Activities • Implementation strategy • Timeframes • Cash flows • Monitoring and Reporting
Conditions	<ul style="list-style-type: none"> • Municipalities to submit credible business plans to the Department of Local Government which will address intended outputs and outcomes detailing a budget and roll out plan. • Business plans to be approved by the Department of Local Government before transfers are made inclusive of payment arrangements. • The grant may only be utilised for the projects as detailed in the approved business plan. • Transparent and fair procurement processes compliant with the MFMA must be followed. • Appropriate financial and non-financial performance reports must be submitted to the Department as stipulated in the Transfer Payment Agreement.
Allocation criteria	<ul style="list-style-type: none"> • A business plan to be submitted by individual municipalities and approved by the Department. • A Transfer Payment Agreement (TPA) will be signed between the Department and the individual beneficiary municipalities.
Reason not incorporated in equitable share	Support identified as a result of municipal engagements and on consensus agreement by the Western Cape Disaster Management Centre Steering Committee.
Past performance	2016/17: R9 million

MUNICIPAL DROUGHT RELIEF GRANT	
	2017/18: R90.110 million
Projected life	Project to be reviewed annually.
MTEF allocations	2018/19: R1.750 million
Payment schedule	Transfer payment to the municipalities in accordance with the agreement between the Department and municipalities.
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial transferring officer</p> <ul style="list-style-type: none"> • Consult with relevant municipalities; • Consider and approve business plans; • Draft and circulate the Transfer Payment Agreement (TPA) and ensure that municipalities sign and return to the Department; • Convene meetings that will assist in monitoring and management of the programme (outputs and intended outcomes), as and when necessary; and • Monitoring the project execution by means of: <ul style="list-style-type: none"> - Expenditure and progress reports by receiving municipalities. <p>Responsibilities of the receiving officer</p> <ul style="list-style-type: none"> • Prepare credible business plans that are aligned to outputs and outcomes; • Ensure active ownership of the project at the highest level of authority; • Secure Council support for the programme; and • Submit suitable financial and non-financial performance reports as stipulated in the TPA. • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	<ul style="list-style-type: none"> • Submission of business plans. • Areas of support identified through scheduled local government engagements.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC5	WC053	Beaufort West	1 750
TOTAL				1 750

TOTAL Note	Municipal Drought Capacity Support Grant
	Municipal Financial Year
	2018/19 Allocation (R'000)
	1 500
	250

The R1.750 million consist of the following funds:

- R1.5 million, which is an additional amount towards drought relief, and
- R250 000 is a portion of the unallocated amount of the Municipal Service Delivery and Capacity Building Grant, published in the Provincial Gazette No. 7890 dated 5 March 2018, and should not be viewed as additional funding.

THUSONG SERVICE CENTRES GRANT (Sustainability: Operational Support Grant)	
Transferring provincial department	Local Government (Vote 14)
Strategic goal	To support the operational sustainability of Thusong Service Centres, this will ensure effective access to integrated government services and information.
Grant purpose	To provide financial assistance to municipalities and ensuring the financial sustainability of the Thusong Service Centres.
Outcome statements	<ul style="list-style-type: none"> • To bring government information and services closer to the people to promote access to opportunities as a basis for improved livelihoods; • To provide cost-effective, integrated, efficient and sustainable service provision to better serve the needs of citizens; • To build sustainable partnerships with government, business and civil society; and • To create a platform for greater dialogue between citizens and government.
Outputs	Effective and efficient management of Thusong Service Centres.
Priority outcome(s) of government that this grant primarily contributes to	<ul style="list-style-type: none"> • National Outcome (NO) 9: Build a responsive, accountable, effective and efficient local government system. • Provincial Strategic Goal (PSG) 5: Embed good governance and integrated service delivery through partnerships and spatial alignment.
Details contained in business/implementation plan	<ul style="list-style-type: none"> • Detailed Annual Budget; • Basket of services provided; • Service delivery statistics; • Gaps in service delivery; • Status on conclusion of lease agreements with tenants within the Thusong Service Centre; and • Annexure of Infrastructural Maintenance Plan.
Conditions	<p>Applicable to municipalities:</p> <ul style="list-style-type: none"> • Municipalities to submit credible business plans to the Department of Local Government which will address intended outputs and outcomes detailing a budget and roll out plan; • Thusong Service Centre Manager function dedicated to a post on the Local Municipality Organisational Establishment and the post preferably filled; • Submission of quarterly narrative progress reports; • Submission of a mid-year expenditure report; • Thusong Service Centre to be included in the IDP and Municipal Budget; • Conclusion of lease agreements with tenants within the Thusong Service Centre; • Infrastructural Maintenance Plan to ensure the infrastructure is well maintained, to attract and retain stakeholders/tenants. Plan specifies what repairs will be prioritised during their financial year; and • Signed Transfer Payment Agreement (TPA) and declaration of compliance with section 71(1) of the Municipal Finance Management Act, 2003 (Act 56 of 2003).
Allocation criteria	Funds are allocated to Local Municipalities managing the Thusong Service Centres to support with the financial viability of the Thusong Service Centres.

THUSONG SERVICE CENTRES GRANT (Sustainability: Operational Support Grant)	
Reason not incorporated in equitable share	Provincial Government contribution to enhance integrated service delivery across the Province.
Past performance	2015/16: R2.918 million 2016/17: R1.046 million 2017/18: R1.275 million
Projected life	The funds will be incorporated into a grant per annum for direct transfer to the municipality.
MTEF allocations	2018/19: R1.046 million; 2019/20: R1.046 million; 2020/21: R1.046 million
Payment schedule	Payment will depend on the submission of all relevant documentation (approved business plan, quarterly reports, detailed projected budget, signed agreement). Payment will be made in one (1) tranche per annum.
Responsibilities of the provincial transferring officer and receiving officer	<p>Responsibilities of the provincial transferring officer:</p> <ul style="list-style-type: none"> • Provincial co-ordination of the Thusong Programme; • Facilitate and provide platforms for engagement between the three (3) spheres of government; • Support and monitor implementation of the Thusong Programme; and • Transfer operational and maintenance funds to Municipalities to assist with the sustainability (operational support) of the Thusong Service Centres. <p>Responsibilities of the receiving officer:</p> <ul style="list-style-type: none"> • Municipalities must ensure that the operational and maintenance conditions of the funds listed above are met; • Submission of quarterly narrative and mid-year expenditure reports to the transferring Provincial officer; and • The Municipal Manager to apply for roll-overs and if necessary to pay back unspent funds to the Provincial Treasury.
Process for approval of allocations for the 2019/20 financial year	The allocations will be based on the submission of the above-mentioned conditions that must be submitted by Municipalities and agreements that must be signed by the transferring officer and Municipalities as outlined in the conditions.

Category	District Municipality	Demarcation code	Municipality	2018/19 Allocation R'000
B	DC3	WC034	Swellendam	110
B	DC5	WC053	Beaufort West	(110)
TOTAL				-

Category	DC	Demarcation code	Municipality	Grant total: Allocations	
				Provincial Financial Year 2018/19 Allocation (R'000)	Municipal Financial Year 2018/19 Allocation (R'000)
A Cape Town					
			City of Cape Town	43 531	43 531
B	DC1	WC011	Matielkama	2 634	2 634
B	DC1	WC012	Cederberg	40 839	40 839
B	DC1	WC013	Bergivier	(3 100)	(3 100)
B	DC1	WC014	Saldanha Bay	21 595	21 595
B	DC1	WC015	Swartland	13 328	13 328
C	DC1	DC1	West Coast	1 285	1 285
Total: West Coast District				76 581	76 581
B	DC2	WC022	Witzenberg	(7 148)	(7 148)
B	DC2	WC023	Droekstein	12 340	12 340
B	DC2	WC024	Stellenbosch	11 352	11 352
B	DC2	WC025	Breede Valley	(11 197)	(11 197)
B	DC2	WC026	Langeberg	24 166	24 166
C	DC2	DC2	Cape Wineands	1 398	1 398
Total: Cape Wineands District				30 911	30 911
B	DC3	WC031	Theewaterskloof	(16 308)	(16 308)
B	DC3	WC032	Overstrand	(15 802)	(15 802)
B	DC3	WC033	Cape Agulhas	974	974
B	DC3	WC034	Swellendam	(3 054)	(3 054)
C	DC3	DC3	Overberg	2 716	2 716
Total: Overberg District				(31 474)	(31 474)
B	DC4	WC041	Kannaland	27 922	27 922
B	DC4	WC042	Hessequa	3 615	3 615
B	DC4	WC043	Mossel Bay	915	915
B	DC4	WC044	George	(47 121)	(47 121)
B	DC4	WC045	Oudishoorn	22 923	22 923
B	DC4	WC047	Bitou	14 234	14 234
B	DC4	WC048	Krystna	6 406	6 406
C	DC4	DC4	Garden Route	11 200	11 200
Total: Garden Route District				40 094	40 094
B	DC5	WC051	Lalingsburg	2 279	2 279
B	DC5	WC052	Prince Albert	(6 031)	(6 031)
B	DC5	WC053	Beaufort West	28 176	28 176
C	DC5	DC5	Central Karoo	2 415	2 415
Total: Central Karoo District				26 839	26 839
Total transfers				186 482	186 482
Funds retained by the Department Note 1				(33 079)	(33 079)
Total Note 2				153 403	153 403

Note:

- Department of Human Settlements (Vote 8): Funds retain by the department amounts to R33 079 million, which was shifted to municipalities for Human Settlements Development grant (Beneficiaries).
- Department of Local Government (Vote 14): The total allocated amount of R30 818 million consist of an additional allocation of R11 263 million and R12 378 million from the unallocated allocation of the 2018 Budget as published in the Provincial Gazette No.7890 dated 5 March 2018. The remaining R7 177 million will be utilised internally for municipal support projects.

