

**PRESENTATION ON THE OVERVIEW
OF THE DIVISION OF REVENUE
BILL 2020**

To

Western Cape Provincial Legislature

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OVERALL BUDGET 2020 OVERVIEW

- The 2020 budget proposes total consolidated spending of R1.95 trillion, R2.04 trillion and R2.14 trillion over the MTEF;
- Excluding conditional grants, provinces received R538 billion (42.2%), R573 billion (43.2%) and R607 billion (43.5%) over the MTEF. Local government receives R74.6 billion (8.6%), R81.0 billion (8.9%) and R87.2 billion (9.0%) over the MTEF;
- The overall provincial direct conditional grants amount to R118 billion and indirect conditional grant amount to R4.1 billion for 2020; and the overall municipal direct conditional grants amounts to R132.5 billion and R7.6 billion for indirect conditional grants;

NB: Western Cape Province received an overall allocation of R79.0 billion from the 2020 budget proposals as follows:

- ***Provincial Equitable share - R55.2 billion***
- ***Provincial Conditional Grants – R13.1 billion***
- ***Overall Local Government allocations (equitable share & grants) – R10.7 billion***

WESTERN CAPE PROVINCE



Social Development: Early Childhood Development Grant	R87.1 million
- Maintenance	R8.3 million
- Subsidy Component	R78.8 million
Health: HIV, TB, Malaria and Community Outreach Grant	R1.8 billion
HIV & AIDs Component	R1.5 billion
HIV/AIDs (Life Skills)	R19.8 million
Learners with Profound Intellectual Disabilities	R28.4 million
TB Component	R66.4 million
Malaria Component	R0.0 million
Community Outreach Component	R179.5 million
HPV Component	R21.8 million
National Tertiary Services	R3.4 billion
Provincial Road Maintenance Grant	R1.0 billion
Public Transport Operations Grant	R1.0 billion

WESTERN CAPE PROVINCE



Health: Statutory Human Resources, Training and Development Grant	R881.3 million
- Statutory component	R245.0 million
- Training and Development Component	R636.3 million
Health: NHI Indirect Grant	R2.7 million
- Direct Grant	R19.4 million
Health Facility Revitalisation: Indirect component	R0.0 million
- Direct Component	R698.7 million
- Non- Personal Service Component	R2.7 million
Public Works: Expanded Public Works Programme Integrated Grant	<i>R25.9 million</i>
- Social Sector: EPWP Incentive Grant	<i>R42.9 million</i>
Agriculture: Ilima/Letsema Grant: direct grant	<i>R50.4 million</i>
- Indirect Grant:	<i>R4.6 million</i>
- CASP Grant	<i>R111.5 million</i>
- Land Care Programme Grant: Poverty Relief and Infrastructure	<i>R5.0 million</i>

WESTERN CAPE PROVINCE



PARLIAMENT
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Education: School Infrastructure Backlogs	<i>R0.0 million</i>
Education Infrastructure Grant	<i>R1.0 billion</i>
National Schools Nutrition Programme	<i>R412.5 million</i>
Maths, Science and Technology Grant	<i>R35.4 million</i>
Community Library Services Grant	<i>R186.1 million</i>
Mass Participation and Sport Development	<i>R83.4 million</i>
Human Settlements: Human Settlements Dev. Grant	<i>R1.9 billion</i>
- Urban Settlements Development Grant - City of Cape Town	<i>R1.4 billion</i>
- Integrated City Development Grant – City of Cape Town	<i>R65.9 million</i>
- Title Deeds Restoration Grant	<i>R67.9 million</i>

WESTERN CAPE MUNICIPALITIES



PARLIAMENT
OF THE REPUBLIC OF SOUTH AFRICA

The overall allocation to Western Cape Municipalities for 2020/21 MTEF Period:

For : 2020/21	R10.7 billion
For : 2021/22	R10.7 billion
For : 2022/23	R11.4 billion

NB: Of note is that these budget allocations include the two streams of allocations namely equitable share and conditional grant allocations for both districts and local municipalities. This provides a global picture of resources allocated to local government of the province, however, I will be happy to provide a breakdown for specific municipality should it be necessary.

SOURCES

- National Treasury (2020) Budget Review: 2020 – Parliament
- National Treasury (2020) Division of Revenue Bill – Parliament
- National Treasury (2019) Medium Term Budget Policy Statement – Parliament
- T. Mboweni (2020) Budget Speech – Parliament



THANK
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