

# Errata to 2006 Budget Review

*Page 19* – First bullet point (top of page) should read as follows:

- “Provincial governments receive R30,9 billion over the next three years for the provincial equitable share, and R12,4 billion to supplement conditional grants.”

*Page 19* – Third bullet point (top of page) should read as follows:

- “National departments are allocated an additional R30,1 billion.”

*Page 19* - Table 1.8 *Division of Revenue* should be replaced by table below:

**Table 1.8 Division of revenue**

R billion	2005/06	2006/07	2007/08	2008/09
National allocations	196,4	215,0	234,0	254,5
Provincial allocations	154,5	176,7	196,4	217,5
<i>Equitable share</i>	135,3	150,8	167,7	187,1
<i>Conditional grants</i>	19,2	25,9	28,6	30,4
Local government allocations	16,9	26,5	30,5	35,6
<b>Total allocations</b>	<b>367,8</b>	<b>418,2</b>	<b>460,8</b>	<b>507,6</b>
<b>Changes to baseline</b>				
National allocations	4,1	6,2	9,3	14,6
Provincial allocations	0,5	7,9	13,5	22,0
<i>Equitable share</i>	–	3,5	9,5	17,9
<i>Conditional grants</i>	0,5	4,4	3,9	4,1
Local government allocations	0,5	8,3	10,5	13,9
<b>Total</b>	<b>5,1</b>	<b>22,4</b>	<b>33,3</b>	<b>50,4</b>

Page 123 - Table 7.2 Additional allocations in the 2006 MTEF should be replaced by table below:

**Table 7.2 Additional allocations in the 2006 MTEF**

R million	2006/07	2007/08	2008/09	Total
<b>Funds available over 2005 Budget</b>				
<b>National departments</b>	<b>6 223</b>	<b>9 323</b>	<b>14 581</b>	<b>30 127</b>
<b>Provinces</b>	<b>7 871</b>	<b>13 465</b>	<b>21 967</b>	<b>43 303</b>
Equitable share	3 511	9 517	17 853	30 881
Conditional grants	4 360	3 948	4 114	12 422
<b>Local government</b>	<b>8 292</b>	<b>10 549</b>	<b>13 887</b>	<b>32 728</b>
Equitable share	7 543	8 705	9 967	26 215
<i>RSC levy replacement</i>	7 000	8 000	9 000	24 000
Conditional grants	749	1 844	3 920	6 513
<b>Total</b>	<b>22 386</b>	<b>33 337</b>	<b>50 435</b>	<b>106 158</b>
<i>Total excluding RSC levy replacement</i>	15 386	25 337	41 435	82 158

Page 123 – First paragraph should read as follows:

“Over the next three years additional allocations of R30,1 billion are earmarked for national departments, R43,3 billion for provinces and R32,7 billion for local government. The sizeable allocation to local government includes R24 billion in compensation for the abolition of the RSC levies.”

Page 130 - Table 7.8 Social services: expenditure by vote, 2002/03 – 2008/09 should be replaced by table below:

**Table 7.8 Social services: expenditure by vote, 2002/03 – 2008/09**

R million	2002/03	2003/04 Outcome	2004/05	2005/06 Revised estimate	2006/07	2007/08	2008/09
					Medium-term estimates		
<b>Appropriation by vote<sup>1</sup></b>							
Arts and Culture	610	924	1 114	1 129	1 318	1 534	1 976
Education	9 326	10 557	11 340	12 612	14 129	15 343	16 690
<i>Grants to provinces</i>	936	1 136	991	1 248	1 713	1 900	2 195
Health	<b>7 136</b>	<b>7 736</b>	<b>8 455</b>	<b>9 789</b>	<b>11 270</b>	<b>12 015</b>	<b>12 703</b>
<i>Grants to provinces</i>	6 353	6 783	7 444	8 907	10 033	10 721	11 343
Labour	1 337	1 072	1 164	1 350	1 513	1 597	1 677
Social Development <sup>2</sup>	30 223	39 357	47 766	55 789	62 005	67 222	73 347
<i>Grants to provinces</i>	11	–	–	–	–	–	–
Sport and Recreation SA	173	224	283	459	352	399	450
<i>Grants to local government</i>	84	122	134	–	–	–	–
<i>Grants to provinces</i>	–	–	9	24	119	154	205
	<b>48 805</b>	<b>59 870</b>	<b>70 121</b>	<b>81 127</b>	<b>90 588</b>	<b>98 110</b>	<b>106 844</b>
<b>Statutory appropriations</b>							
Labour: Skills development	3 259	3 777	4 725	4 934	5 500	6 000	6 500
<b>Total</b>	<b>52 064</b>	<b>63 647</b>	<b>74 847</b>	<b>86 061</b>	<b>96 088</b>	<b>104 110</b>	<b>113 344</b>

1. Departmental MTEF allocations now include provision for government accommodation costs, formerly budgeted on the Public Works vote. The reported outcomes for 2002/03 - 2005/06 in this table include corresponding shifts of expenditure from Public Works to other departments, for comparability.

2. Includes provision for social grants. The reported outcomes for 2002/03 - 2005/06 in this table include corresponding shifts of expenditure for comparability.

Page 225 - Table E.11 *Calculation of poverty component* should be replaced by table below:

**Table E.11 Calculation of poverty component**

Thousands	IES Survey 2000 (Q1+Q2) percentage	Basic component value	Poverty index <sup>1</sup>	Weighted share percentage
Eastern Cape	56,4	6 614	3 732	21,0
Free State	45,7	2 778	1 270	7,1
Gauteng	21,9	9 051	1 982	11,2
KwaZulu-Natal	43,0	9 576	4 113	23,1
Limpopo	56,3	5 402	3 041	17,1
Mpumalanga	36,9	3 188	1 175	6,6
Northern Cape	44,0	839	369	2,1
North West	37,9	3 748	1 422	8,0
Western Cape	14,6	4 610	671	3,8
<b>Total</b>	<b>100,0</b>	<b>45 807</b>	<b>17 777</b>	<b>100,0</b>

1. IES Survey 2000 (Q1% + Q2%) multiply by Basic Component value.

Page 230 – Second paragraph under “*Housing grants*” should read as follows:

“To implement the comprehensive housing strategy, R3 billion is added to the new *integrated housing and human settlement redevelopment grant* over the next three years. The **grant** is allocated R6,4 billion in 2006/07, R7,9 billion in 2007/08 and R8,7 billion in 2008/09.”

Page 230 – Paragraph under “*National Treasury grants*” should read as follows:

“In line with government’s commitment to sustain social and economic infrastructure investment in provinces the *provincial infrastructure grant* is allocated R15,1 billion **over the next three years**. The grant is allocated R4,1 billion in 2006/07, R5,3 billion in 2007/08 and R5,7 billion in 2008/09.”

Page 237 – First paragraph under “*Conditional grants to local government*” should read as follows:

“Schedules 4, 6 and 7 of the Division of Revenue Bill provide for the conditional grants to municipalities.”