



**STATEMENT OF THE NATIONAL AND PROVINCIAL
GOVERNMENTS' REVENUE, EXPENDITURE AND NATIONAL
BORROWING
AS AT 31 DECEMBER 2005
ISSUED BY THE DIRECTOR-GENERAL:
NATIONAL TREASURY**

The following statements of revenue, expenditure and borrowing are published in terms of Section 32 of the Public Finance Management Act and Section 28(3) of the Division of Revenue Act 1 of 2005.

The information on the budget has been updated to provide details of revenue, expenditure and borrowing after taking into account the Adjusted Estimates of National Expenditure and the Medium Term Budget Policy Statement, 2005.

National government revenue and expenditure are detailed in schedules 1 and 2, respectively. The tables below indicate revenue and expenditure for the reporting month and the year to date, together with comparable figures for the previous year.

Revenue and expenditure for the fiscal year to date are also expressed as percentages of the Budget for the current year and audited outcome for 2004/05.

Revenue Fiscal Year	December R million	Year to date R million	% of Budget
2005/06	47 263	296 249	74,0%
2004/05	41 584	248 708	71,5%

Expenditure Fiscal Year	December R million	Year to date R million	% of Budget
2005/06	37 419	298 104	71,7%
2004/05	29 385	263 855	71,6%

Schedule 3 contains information on extraordinary receipts and payments not included as revenue or expenditure.

Schedule 4 sets out net financing for the reporting month compared with the audited outcome for the previous year. The following table contains a summary of information relating to net financing.

Description	December 2005 R million	Year to date 2005/06 R million	December 2004 R million	Year to date 2004/05 R million
Domestic short-term loans	(1 198)	3 943	850	5 524
Domestic long-term loans	2 316	38 781	3 409	45 857
Foreign loans	102	1 834	24	4 313
Change in cash and other balances ¹⁾	(11 289)	(42 538)	(16 734)	(35 083)
Net Financing ²⁾	(10 069)	2 020	(12 451)	20 611

1) A positive change indicates a reduction in cash balances

2) Net financing has been rounded to the nearest million

A cash flow schedule for the Exchequer Account is included as schedule 5, summarising exchequer revenue to and departmental requisitions from the National Revenue Fund. These flows differ from the actual receipts and outlays in schedules 1 and 2, mainly because of timing differences between the cashbook transactions of departments and the South African Revenue Service.

Schedules 1-5 are available on the website of National Treasury @www.treasury.gov.za – click on the Press Releases link.

The following provincial statements are included for each of the nine provinces:

- Provincial Revenue Fund;
- Transfers and actual expenditure for Conditional Grants; and
- Additional information on the Social Assistance Transfers Grant, published in terms of Section 28(3) of the Division of Revenue Act 1 of 2005.

Care should be taken when using the National and Provincial information, as timing differences in recording transfers between the different spheres could result in the incorrect consolidation of revenue and expenditure information. The head of the relevant provincial treasury furnished the information on provincial revenue funds.

For the attached schedules in Excel format, contact Ms. R. Hurn at (012) 315-5567.