

**NATIONAL COUNCIL OF PROVINCES
QUESTION FOR WRITTEN REPLY
QUESTION NUMBER: 106 [CW156E]
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106. Mr J W W Julius (Gauteng: DA) to ask the Minister of Finance:

What is the expected financial impact of a higher fuel levy on the Treasury's income?

CW156E

REPLY:

I refer to Table 4.5 on page 46 of the 2016 Budget Review, which notes that the increase in the general fuel levy is expected to generate an additional R6.8 billion during the 2016/17 fiscal year. It should be noted that 23 percent of this revenue (an estimated R1.56 billion) will be shared with and allocated to the eight metropolitan municipalities in terms of a current revenue sharing formula. This revenue sharing formula was introduced after the abolishment of the Regional Services Council (RSC) levies in 2009.