



**REFERENCE:**

4/1/2/1/ T&PW (2015/16)

**Enquiries:** M Nicholas

**The Head Official: Provincial Treasury**

Department of Transport and Public Works

**VOTE 10: ROLL-OVER OF UNSPENT VOTED FUNDS AND THE RETENTION OF OVER-COLLECTED OWN RECEIPTS FROM 2014/15 TO 2015/16**

1. I refer to the discussion between the Chief Financial Officer and the DDG: Fiscal and Economic Services (Provincial Treasury) on 15 October 2015.
2. As discussed it is hereby requested that the over collection on motor vehicle licence fees R168,711m be retained in the AFR to be allocated in 2016/17 over the MTEF period for transport infrastructure and public transport related infrastructure and matters.
3. The remainder of the roll-over and revenue retention requests allocated in the letter 4/1/2/1T&PW(2015/16) dated 12 October 2015 remains unchanged, indicated below:

<b>Request</b>	<b>Source</b>	<b>R'000</b>
Grant - Road Traffic Management Corporation (RTMC)	Roll-over	17 285
	Revenue Retention	18 806
Demolition Conradie	Roll-over	11 076
Property Rates	Roll-over	10 921
National Conditional Grant - EPWP Integrated Grant for Provinces	Roll-over	1 214
Municipal Services - higher than projected escalation	Roll-over	1 181
<b>Total</b>		<b>60 483</b>

4. Regarding the allocation for the Dorp Street PPP project the funds to be reserved in the AFR from roll-over remains R43,817m and retention of over-collected own

receipts excluding motor vehicle licence (R168,711m) is revised downwards to R154,682m consisting of the following:

<b>Receipts overcollected (source)</b>	<b>R'000</b>
Sale of goods and services other than capital assets	29 411
Interest, dividends and rent on land	1 780
Sale of capital assets	120 536
Remainder of farm no 1499 - SAPS Training college - Phillipi	116 500
Erf 8185 (portion of erf 1209) Matroosfontein	31
Portion 4 of Farm no 22 Bredasdorp	250
Erf 21013 George Die Bult	315
Erf 2835 (portion of Erf 15) Ocean View	107
Erf 2647 Worcester	2 160
Transactions in financial assets and liabilities	2 467
Transfers Received	2
Fines penalties and forfeits	486
<b>Total</b>	<b>154 682</b>

5. The funding available for the capital portion of the Dorp Street PPP project is therefore the following:

	<b>R'000</b>
Allocation in AFR (existing)	261 617
Roll-over	43 817
Revenue retention	154 682
<b>Total</b>	<b>460 116</b>

6. This means that the AFR provision for the Dorp Street PPP project is reduced from R628,827m to R460,116m. In order to compensate for the "loss" of the motor vehicle licence increased revenue to the AFR provision for the Dorp Street PPP project, the yield of R135,000m from the sale of erf 1675 in Sea Point needs to be allocated to the AFR for the Dorp Street PPP project purposes. This will re-instate the AFR provision to R595,116m (R460,116m + R135,000m). Cabinet will have to take a specific decision in this regard, which the Provincial Treasury needs to strongly support. The Cabinet submission regarding the sale of erf 1675 in Sea Point is enroute (copy attached).

**CR Ismay**  
**CHIEF FINANCIAL OFFICER**

**Date:**

**JT Gooch**  
**ACCOUNTING OFFICER/HEAD OF DEPARTMENT**

**Date:**