

Samora House, 2 Samora Machel Street, Private Bag X 54367, Durban, Tel: +27 31 336 5300 Fax:+27 313365286 Web: www.kzndhs.gov.za

To: WHOM IT MAY CONCERN

RE: PROGRAMME TERMINATION IN TERMS OF MEC DIRECTIVE

As a result of the directive by the MEC for Human Settlements, subsidy applications for the Individual Non-Credit Linked programme has been terminated. The subsidy payments for applications that were approved in the 2014/2015 financial year (01 April 2014 - 31 March 2015) will be paid provided that transfers are effected before 30 June 2015.

All approvals granted by the Department for the above mentioned programme prior to 01 April 2014 which have not been registered and transferred as of 17 March 2015 are hereby revoked as the programme was terminated on 27 January 2015, and the non-timeous registration is over one year.

DATE 10/04/2015

HOD: KZN HUMAN SETTLEMENTS



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ANNOUNCEMENT:

The low income individual subsidy programme in the income category (R0-R3500 pm), has been terminated in KZN, after due deliberation and the conclusion that the programme was open widespread abuse and fraud. In addition, it was concluded that the programme did not actively grow the secondary market as formerly subsidized houses were being resold, often within the same family unit, effectively double subsidizing a single house and family. Persons in the income category of R0-R3500 will therefore be assisted via our numerous other subsidy instruments available on projects. The individual subsidy was only one such alternative.

4M Aprelon- Nartadien

2015 -01- 27

Ms G.M. Apelgren-Nakerdien

DATE

HOD: KZN HUMAN SETTLEMENTS