



# higher education & training

Department:  
Higher Education and Training  
REPUBLIC OF SOUTH AFRICA

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**To: SETA Administrators and Chief Executive Officers**

**Skills Development Circular No. 16/2016**

**BUSINESS UNITY SOUTH AFRICA'S CONCERNS REGARDING NON-PAYMENT OF MANDATORY GRANT BY SECTOR EDUCATION AND TRAINING AUTHORITIES (SETAs)**

1. On 8 September 2016, the Business Unity South Africa (BUSA) wrote to the Minister of Higher Education and Training raised concerns about the manner in which the SETAs are disbursing the 20% Mandatory Grant.
2. The letter is attached to this Circular for your easy reference.
3. The Minister has instructed the Skills Development Branch to work with the SETAs and BUSA to establish the magnitude of the matter.
4. SETAs must submit a report on their Mandatory Grant for financials year 2014/15, 2015/2016 and 2016/2017 to Skills Branch as per the attached reporting template.

5. Reports must be forwarded to the respective Sector Liaison Managers by no later than 14 October 2016. Failure to submit on the said date will be regarded as a confirmation that a SETA has not paid Mandatory Grant in full.



**Mr ZC Mvalo**

**Deputy Director-General: Skills Development Branch**

**Date:** 27/09/2016