



**DEPARTMENT: PUBLIC SERVICE AND ADMINISTRATION
REPUBLIC OF SOUTH AFRICA**

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**TO ALL NATIONAL AND PROVINCIAL DEPARTMENTS AND PROVINCIAL
ADMINISTRATIONS**

**ADJUSTMENT OF MAXIMUM HOUSING ALLOWANCE WITH EFFECT FROM
1 APRIL 2005**

1. According to PSCBC Resolution 2 of 2004 and the Determination on Housing made by the Minister for the Public Service and Administration, the maximum housing allowance is revised on the first day of each quarter based on the weighed average interest rate levied by the five biggest financial institutions as on 1 January, 1 April, 1 July and 1 October.
2. According to a survey conducted the weighed average interest rate levied by the five biggest financial institutions did not change since the previous revision and was still 11% on 1 January 2005.
3. Consequently, the Minister for the Public Service and Administration has approved that with effect from 1 April 2005, the maximum monthly housing allowance remain at its current level as shown in the attached Annexure.

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DIRECTOR-GENERAL

31/03/2005

ANNEXURE

Date Effective	Weighed Average Interest Rate	Monthly Maximum Housing Allowance
1 July 2004	11.5%	R 403
1 October 2004	11.5%	R 403
1 January 2005	11%	R 374
1 April 2005	11%	R 374