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TO ALL NATIONAL AND PROVINCIAL DEPARTMENTS AND PROVINCIAL ADMINISTRATIONS

ADJUSTMENT OF MAXIMUM HOUSING ALLOWANCE WITH EFFECT FROM 1 JULY 2006

- 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 monthly 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 01 January, 01 April, 01 July and 01 October of each year.
2. According to a survey conducted, the weighed average interest rate levied by the five biggest financial institutions as on 01 April 2006 remained at 10.5%.
3. Consequently, the Minister for the Public Service and Administration has approved that with effect from 01 July 2006, the maximum monthly housing allowance remain at its current level as shown in the attached Annexure.

FOX

DIRECTOR-GENERAL

DATE: 19/6/2006

ANNEXURE A

REVISION OF THE MAXIMUM HOUSING ALLOWANCE

Date effective	Weighed Average Interest Rate	Monthly Maximum Housing Allowance
1 April 2005	11%	R374
1 July 2005	11%	R374
1 October 2005	10.5%	R346
1 January 2006	10.5%	R346
1 April 2006	10.5%	R346
1 July 2006	10.5%	R346