

# FUNDING AND FINANCING OPTIONS

## THERE ARE 4 MAIN SOURCES OF FUNDING FOR THE PSET SYSTEM

**1** Appropriations, these include DHET subsidies, Transfer from NSFAS, earmarked grants and non-earmarked subsidies.

Much of the public funding of the PSET system flows as transfers from the DHET budget to universities, colleges and the NSFAS

IN 2014/15 THESE FUNDS AMOUNTED TO **R37.9 BILLION** = **60%** OF THE INCOME OF TVET COLLEGES = **R5.8 BILLION**

THE NUMBERS FOR UNIVERSITIES WERE

**R24.2 BILLION**  
40%

THE NUMBERS FOR NSFAS WERE

**R5.7 BILLION**  
66%

NSFAS LOANS AND GRANTS TO STUDENTS FINANCED THROUGH ALLOCATIONS FROM GOVERNMENT CONTRIBUTED JUST UNDER

**R7 BILLION** TO UNIVERSITIES (13% OF INCOME)  
**R2 BILLION** TO TVET COLLEGES (20% OF INCOME)

**2** SKILLS DEVELOPMENT LEVY SETAS ALLOCATION AND NSF ALLOCATION

IN 2014/15 THE SDL **R13.8 BILLION** GENERATED IN REVENUE

WHICH WAS DIVIDED AMONG THE **21** SETAS WHICH RECEIVED AND THE NSF **R2.8 BILLION**

**4** PRIVATE INVESTMENTS AND OTHER GOVERNMENT DEPARTMENTS

**3** PRIVATE FUNDING FEES FROM STUDENTS AND OTHER STREAMS DONATIONS & COMMISSIONED RESEARCH

TUITION FEES GENERATED **R14.2 BILLION**

**R37.7 BILLION** 20% OF INCOME ACCRUED TO UNIVERSITIES  
**R500 MILLION** 5% OF INCOME ACCRUED TO TVET COLLEGES

IN 2014/15 THIRD-STREAM INCOME AMOUNTED TO JUST UNDER **R15 BILLION**

OF WHICH ALL BUT **R500 MILLION** 27% OF INCOME ACCRUED TO UNIVERSITIES

IN THE TVET COLLEGES IT ACCOUNTED FOR **5%** OF INCOME