



THE FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME FOR FIRST TIME HOME OWNERS



Houses, Security & Comfort for All



Umuntu Ngumuntu Ngekhaya



The Finance Linked Individual Subsidy Programme (FLISP) was introduced by the Minister of Human Settlements and took effect from 01 April 2012.



WHAT IS THE FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME (FLISP)?

The Finance Linked Individual Subsidy Programme (FLISP) was developed by the Department of Human Settlements to enable sustainable and affordable first time homeownership opportunities to South African citizens and legal permanent residents earning between R3 501 and R22 000 per month, (the 'affordable' or 'gap' market). Individuals in these salary bands generally find it hard to qualify for housing finance; their income is regarded as low for mortgage finance, but too high to qualify for the government 'free-basic house' subsidy scheme.



HOW WILL THE FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME (FLISP) ASSIST A QUALIFYING BENEFICIARY?

Qualifying applicants may use FLISP to do one of the following:-

- Buy an existing, new or old, residential property
- Buy a vacant serviced residential stand, linked to an NHBRC registered homebuilder contract
- Build a residential property on a self-owned serviced residential stand, through an NHBRC registered homebuilder.



WHO IS FLISP TARGETED AT?

Applicants intending to acquire residential property may apply for FLISP if they meet the following qualifying criteria:-

- South African citizen with a valid ID; or permanent residents with a valid permit;
- Over 18 years and competent to legally contract
- Have never benefited from a Government Housing Subsidy Scheme before
- Have an Approval in Principle of home loan from an accredited South African financial institution
- First time home buyer, earning from R3 501 to R22 000 per month.



WHO IS FLISP TARGETED AT?

- Where the application is made for a subsidy on the basis of a legal marriage or cohabitation arrangement, it is required that the property must be registered in the name of both spouses in the Deeds Office.
- Legally married, cohabiting or legally divorced and of sound mind.
- Be single with financial dependents.



Who can apply

FLISP is for residential properties in formal towns where transfer of ownership and registration of mortgage bond is recordable in the Deeds Office.



WHAT IS THE SUBSIDY AMOUNT THAT ONE CAN QUALIFY FOR?

The once-off FLISP subsidy amount ranges between R27 960 and R121 626, depending on the applicant's monthly income.



HOW DO I APPLY FOR FLISP?

- You must be in the market looking for a house and should be able to secure a home loan / bond as it is a requirement to access the FLISP subsidy.
- To apply you must contact or visit the Department of Human Settlements Helpdesk and The Bank



WHAT IS THE OBJECTIVE OF THE FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME?

The objective of the programme is to reduce the initial mortgage loan amount to render the monthly loan repayment instalments affordable over the loan payment term, or mortgage loan period, or can be used as a deposit to purchase the property.



- ❖ If the home loan application is declined by the bank then you will not be able to access the Finance Linked Individual Subsidy Programme (FLISP).
- ❖ If you have already purchased a property, and the property has already been transferred into your name with effect from 01 April 2012 you will also be eligible to apply for FLISP provided that you meet the necessary requirements.
- ❖ The subsidy is also available to civil servants provided that their total household income including their housing allowance does not exceed R22 000 per month, excluding overtime and commission.



CONCLUSION

For enquiries please contact the KZN Department of Human Settlements on the following numbers:

031 336 5300 / 031 336 5396 / 031 336 5277 / 031
336 5262 / 031 336 5285 / 031 336 5418

or visit our offices on
the 11th floor, Eagle Building, Murchies
Passage, 353 – 356 West Street, Durban.
Website: www.kzndhs.gov.za

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FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME

28 July 2018

Subsidy Parameters

Maximum Subsidy R 121 626.00

Minimum Subsidy R 27 960.00

Step Number	Lower	Higher	Amount	Step Number	Lower	Higher	Amount	Step Number	Lower	Higher	Amount
1	R 3 501	R 3 700	R 121 626	21	R 7 501	R 7 700	R 100 811	41	R 11 501	R 11 700	R 79 997
2	R 3 701	R 3 900	R 120 585	22	R 7 701	R 7 900	R 99 771	42	R 11 701	R 11 900	R 78 956
3	R 3 901	R 4 100	R 119 545	23	R 7 901	R 8 100	R 98 730	43	R 11 901	R 12 100	R 77 915
4	R 4 101	R 4 300	R 118 504	24	R 8 101	R 8 300	R 97 689	44	R 12 101	R 12 300	R 76 875
5	R 4 301	R 4 500	R 117 463	25	R 8 301	R 8 500	R 96 648	45	R 12 301	R 12 500	R 75 834
6	R 4 501	R 4 700	R 116 422	26	R 8 501	R 8 700	R 95 608	46	R 12 501	R 12 700	R 74 793
7	R 4 701	R 4 900	R 115 382	27	R 8 701	R 8 900	R 94 567	47	R 12 701	R 12 900	R 73 752
8	R 4 901	R 5 100	R 114 341	28	R 8 901	R 9 100	R 93 526	48	R 12 901	R 13 100	R 72 712
9	R 5 101	R 5 300	R 113 300	29	R 9 101	R 9 300	R 92 486	49	R 13 101	R 13 300	R 71 671
10	R 5 301	R 5 500	R 112 259	30	R 9 301	R 9 500	R 91 445	50	R 13 301	R 13 500	R 70 630
11	R 5 501	R 5 700	R 111 219	31	R 9 501	R 9 700	R 90 404	51	R 13 501	R 13 700	R 69 590
12	R 5 701	R 5 900	R 110 178	32	R 9 701	R 9 900	R 89 363	52	R 13 701	R 13 900	R 68 549
13	R 5 901	R 6 100	R 109 137	33	R 9 901	R 10 100	R 88 323	53	R 13 901	R 14 100	R 67 508
14	R 6 101	R 6 300	R 108 097	34	R 10 101	R 10 300	R 87 282	54	R 14 101	R 14 300	R 66 467
15	R 6 301	R 6 500	R 107 056	35	R 10 301	R 10 500	R 86 241	55	R 14 301	R 14 500	R 65 427
16	R 6 501	R 6 700	R 106 015	36	R 10 501	R 10 700	R 85 200	56	R 14 501	R 14 700	R 64 386
17	R 6 701	R 6 900	R 104 974	37	R 10 701	R 10 900	R 84 160	57	R 14 701	R 14 900	R 63 345
18	R 6 901	R 7 100	R 103 934	38	R 10 901	R 11 100	R 83 119	58	R 14 901	R 15 000	R 62 304
19	R 7 101	R 7 300	R 102 893	39	R 11 100	R 11 300	R 82 078	59	R 15 001	R 15 200	R 61 264
20	R 7 301	R 7 500	R 101 852	40	R 11 301	R 11 500	R 81 038	60	R 15 201	R 15 400	R 60 223



Step Number	Lower	Higher	Amount		Step Number	Lower	Higher	Amount
61	R 15 401	R 15 600	R 59 182		81	R 19 801	R 20 000	R 38 367
62	R 15 601	R 15 800	R 58 141		82	R 20 001	R 20 200	R 37 327
63	R 15 801	R 16 000	R 57 101		83	R 20 201	R 20 400	R 36 286
64	R 16 001	R 16 200	R 56 060		84	R 20 401	R 20 600	R 35 245
65	R 16 201	R 16 400	R 55 019		85	R 20 601	R 20 800	R 34 205
66	R 16 401	R 16 600	R 53 979		86	R 20 801	R 21 000	R 33 164
67	R 16 601	R 16 800	R 52 938		87	R 21 001	R 21 200	R 32 123
68	R 16 801	R 17 000	R 51 897		88	R 21 201	R 21 400	R 31 082
69	R 17 001	R 17 200	R 50 856		89	R 21 401	R 21 600	R 30 042
70	R 17 201	R 17 400	R 49 816		90	R 21 601	R 21 800	R 29 001
71	R 17 401	R 17 600	R 48 774		91	R 21 801	R 22 000	R 27 960
72	R 17 601	R 18 000	R 47 734					
73	R 18 001	R 18 200	R 46 693					
74	R 18 201	R 18 400	R 45 653					
75	R 18 401	R 18 600	R 44 612					
76	R 18 601	R 19 000	R 43 571					
77	R 19 001	R 19 200	R 42 531					
78	R 19 201	R 19 400	R 41 490					
79	R 19 401	R 19 600	R 40 449					
80	R 19 601	R 19 800	R 39 408					



RETROSPECTIVE



FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME

1 April 2014

Subsidy parameters

Maximum Subsidy R87 000.00

Minimum Subsidy R20 000.00

Step Number	Lower	Higher	Amount	Step Number	Lower	Higher	Amount	Step Number	Lower	Higher	Amount
1	R 3 501	R 3 700	R 87 000	21	R 7 501	R 7 700	R 63 500	41	R 11 501	R 11 700	R 40 000
2	R 3 701	R 3 900	R 85 825	22	R 7 701	R 7 900	R 62 325	42	R 11 701	R 11 900	R 38 825
3	R 3 901	R 4 100	R 84 650	23	R 7 901	R 8 100	R 61 150	43	R 11 901	R 12 100	R 37 650
4	R 4 101	R 4 300	R 83 475	24	R 8 101	R 8 300	R 59 975	44	R 12 101	R 12 300	R 36 475
5	R 4 301	R 4 500	R 82 300	25	R 8 301	R 8 500	R 58 800	45	R 12 301	R 12 500	R 35 300
6	R 4 501	R 4 700	R 81 125	26	R 8 501	R 8 700	R 57 625	46	R 12 501	R 12 700	R 34 125
7	R 4 701	R 4 900	R 79 950	27	R 8 701	R 8 900	R 56 450	47	R 12 701	R 12 900	R 32 950
8	R 4 901	R 5 100	R 78 775	28	R 8 901	R 9 100	R 55 275	48	R 12 901	R 13 100	R 31 775
9	R 5 101	R 5 300	R 77 600	29	R 9 101	R 9 300	R 54 100	49	R 13 101	R 13 300	R 30 600
10	R 5 301	R 5 500	R 76 425	30	R 9 301	R 9 500	R 52 925	50	R 13 301	R 13 500	R 29 425
11	R 5 501	R 5 700	R 75 250	31	R 9 501	R 9 700	R 51 750	51	R 13 501	R 13 700	R 28 250
12	R 5 701	R 5 900	R 74 075	32	R 9 701	R 9 900	R 50 575	52	R 13 701	R 13 900	R 27 075
13	R 5 901	R 6 100	R 72 900	33	R 9 901	R 10 100	R 49 400	53	R 13 901	R 14 100	R 25 900
14	R 6 101	R 6 300	R 71 725	34	R 10 101	R 10 300	R 48 225	54	R 14 101	R 14 300	R 24 725
15	R 6 301	R 6 500	R 70 550	35	R 10 301	R 10 500	R 47 050	55	R 14 301	R 14 500	R 23 550
16	R 6 501	R 6 700	R 69 375	36	R 10 501	R 10 700	R 45 875	56	R 14 501	R 14 700	R 22 375
17	R 6 701	R 6 900	R 68 200	37	R 10 701	R 10 900	R 44 700	57	R 14 701	R 14 900	R 21 200
18	R 6 901	R 7 100	R 67 025	38	R 10 901	R 11 100	R 43 525	58	R 14 901	R 15 000	R 20 000
19	R 7 101	R 7 300	R 65 850	39	R 11 100	R 11 300	R 42 350				
20	R 7 301	R 7 500	R 64 675	40	R 11 301	R 11 500	R 41 175				



human settlements

Department:
Human Settlements
PROVINCE OF KWAZULU-NATAL

THANK YOU

