

# Vote 33

## Transport

R thousand	2007/08			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	15 857 923	16 543 932	–	686 009
of which:				
Current payments	722 666	757 062	–	34 396
Transfers and subsidies	15 093 723	15 744 736	–	651 013
Payments for capital assets	41 534	42 134	–	600
Executive authority	Minister of Transport			
Accounting officer	Director-General of Transport			

### Aim

*The aim of the Department of Transport is to lead the provision of an integrated, sustainable, reliable and safe transport system, through safety and economic regulation, planning, development, co-ordination, promotion and the implementation of transport policies and strategies.*

## Adjusted Estimates of National Expenditure 2007

Table 33.1: Adjusted estimates

Programme	2007/08						
	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
R thousand							
1. Administration	144 408	–	–	–	–	–	144 408
2. Transport Policy, Research and Economic Analysis	31 536	–	–	–	–	–	31 536
3. Transport Regulation and Accident and Incident Investigation	243 805	869	–	(13 300)	–	(12 431)	231 374
4. Integrated Planning and Inter-sphere Co-ordination	5 379 934	2 100	–	–	–	2 100	5 382 034
5. Freight Logistics and Corridor Development	18 488	2 196	–	–	–	2 196	20 684
6. Public Transport	9 895 225	364 000	300 000	–	–	664 000	10 559 225
7. Public Entity Oversight and Economic Regulation	144 527	16 844	–	13 300	–	30 144	174 671
<b>Total</b>	<b>15 857 923</b>	<b>386 009</b>	<b>300 000</b>	<b>–</b>	<b>–</b>	<b>686 009</b>	<b>16 543 932</b>

Table 33.1: Adjusted estimates (continued)

Programme	2007/08						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
R thousand		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
<b>Economic classification</b>							
<b>Current payments</b>	<b>722 666</b>	<b>43 296</b>	<b>–</b>	<b>(8 900)</b>	<b>–</b>	<b>34 396</b>	<b>757 062</b>
Compensation of employees	180 826	–	–	–	–	–	180 826
Goods and services	541 840	43 296	–	(8 900)	–	34 396	576 236
<b>Transfers and subsidies</b>	<b>15 093 723</b>	<b>342 713</b>	<b>300 000</b>	<b>8 300</b>	<b>–</b>	<b>651 013</b>	<b>15 744 736</b>
Provinces and municipalities	4 203 411	–	–	–	–	–	4 203 411
Departmental agencies and accounts	3 667 152	2 844	–	8 300	–	11 144	3 678 296
Universities and technikons	7 439	–	–	–	–	–	7 439
Public corporations and private enterprises	6 967 194	–	300 000	–	–	300 000	7 267 194
Foreign governments and international organisations	4 641	869	–	–	–	869	5 510
Non-profit institutions	12 775	–	–	–	–	–	12 775
Households	231 111	339 000	–	–	–	339 000	570 111
<b>Payments for capital assets</b>	<b>41 534</b>	<b>–</b>	<b>–</b>	<b>600</b>	<b>–</b>	<b>600</b>	<b>42 134</b>
Buildings and other fixed structures	38 221	–	–	–	–	–	38 221
Machinery and equipment	3 313	–	–	600	–	600	3 913
<b>Total</b>	<b>15 857 923</b>	<b>386 009</b>	<b>300 000</b>	<b>–</b>	<b>–</b>	<b>686 009</b>	<b>16 543 932</b>

## Details of adjustments to Estimates of National Expenditure 2007

### Roll-overs – R386.009 million

Programme 3: Transport Regulation and Accident and Incident Investigation

R869 000 has been rolled over for the annual membership fee to the International Maritime Organisation.

Programme 4: Integrated Planning and Inter-sphere Co-ordination

R2.1 million has been rolled over to pay consultants for the development of the National Land Transport Bill.

Programme 5: Freight Logistics and Corridor Development

R2.196 million has been rolled over to alleviate the freight congestion in the Port of Durban precinct and to determine the future of Durban International Airport after its decommissioning.

Programme 6: Public Transport

R25 million has been rolled over for marketing and communications for the taxi recapitalisation project.

R252 million has been rolled over for the operations of the Taxi Scrapping Agency.

R87 million has been rolled over for the scrapping allowance for the taxi recapitalisation project.

Programme 7: Public Entity Oversight and Economic Regulation

R14 million has been rolled over for the Road Accident Fund Amendment Act regulations and communications programme and the strategy to restructure the Road Accident Fund.

R2.844 million has been rolled over for the operationalisation of the Independent Ports Regulator.

## Unforeseeable and unavoidable expenditure – R300 million

Programme 6: Public Transport

R300 million has been allocated for additional funding for bus subsidies to cover increases for the growing demand for and use of public transport.

### Virements

**Table 33.2: Details on virements per programme and economic classification**

Programme / Economic classification	R thousand		Motivation
	From	To	
3. Transport Regulation and Accident and Incident Investigation	(13 900)	600	
<b>Current payments</b>	<b>(8 900)</b>	–	
Goods and services	(8 900)	–	Savings of R8.3 million due to the change in the department's role in relation to the Independent Port Regulator and the Administrative Adjudication of Road Traffic Offences Act have been shifted to departmental agencies and accounts in programme 7. Savings of R600 000 on travel and subsistence have been shifted to machinery and equipment in this programme.
<b>Transfers and Subsidies</b>	<b>(5 000)</b>	–	
Departmental agencies and accounts	(5 000)	–	Savings due to the change in the department's role in relation to the Independent Port Regulator have been shifted to departmental agencies and accounts in programme 7.
<b>Payments for capital assets</b>	–	<b>600</b>	
Machinery and equipment	–	600	Funds shifted from goods and services will be used to buy computers and office furniture for new posts.
7. Public Entity Oversight and Economic Regulation	–	13 300	
<b>Transfers and Subsidies</b>	–	<b>13 300</b>	
Departmental agencies and accounts	–	13 300	Funds shifted from goods and services (R3.3 million) and departmental agencies and accounts (R5 million) in programme 3 will be used for operationalisation of the Independent Port Regulator. R5 million shifted from goods and services in programme 3 will be used to implement the Administrative Adjudication of Road Traffic Offences Act.
<b>Total for Vote</b>	<b>(13 900)</b>	<b>13 900</b>	

## Expenditure 2006/07 and preliminary expenditure 2007/08

**Table 33.3: Expenditure trends**

Programme	2006/07				2007/08		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr - Sep
1. Administration	136 849	52 797	156 045	114.0	144 408	56 143	6.3
2. Transport Policy, Research and Economic Analysis	27 590	9 287	18 891	68.5	31 536	8 267	(11.0)
3. Transport Regulation and Accident and Incident Investigation	214 829	112 287	187 577	87.3	231 374	63 525	(43.4)
4. Integrated Planning and Inter-sphere Co-ordination	3 159 594	1 347 760	3 103 543	98.2	5 382 034	2 139 324	58.7
5. Freight Logistics and Corridor Development	26 394	9 442	17 918	67.9	20 684	7 246	(23.3)
6. Public Transport	10 032 998	2 682 351	9 745 224	97.1	10 559 225	4 362 211	62.6
7. Public Entity Oversight and Economic Regulation	148 536	15 595	131 244	88.4	174 671	22 870	46.6
<b>Total</b>	<b>13 746 790</b>	<b>4 229 519</b>	<b>13 360 442</b>	<b>97.2</b>	<b>16 543 932</b>	<b>6 659 586</b>	<b>57.5</b>

Table 33.3: Expenditure trends (continued)

R thousand	2006/07 Expenditure outcome				2007/08 Preliminary expenditure		
	Adjusted appropriation	Apr 2006 - Sep 2006	Apr 2006 - Mar 2007	Apr 06 - Mar 07 % of adjusted appropriation	Adjusted appropriation	Apr 2007 - Sep 2007	% change 06/07 - 07/08 Apr - Sep
<b>Current payments</b>	<b>724 802</b>	<b>288 737</b>	<b>558 949</b>	<b>77.1</b>	<b>757 062</b>	<b>185 295</b>	<b>(35.8)</b>
Compensation of employees	143 678	52 407	111 192	77.4	180 826	69 710	33.0
Goods and services	581 124	236 261	447 697	77.0	576 236	115 685	(51.0)
Financial transactions in assets and liabilities	–	69	60	–	–	(100)	(244.9)
<b>Transfers and subsidies</b>	<b>12 984 052</b>	<b>3 937 987</b>	<b>12 798 757</b>	<b>98.6</b>	<b>15 744 736</b>	<b>6 472 220</b>	<b>64.4</b>
Provinces and municipalities	3 760 086	181 346	3 793 881	100.9	4 203 411	1 294 858	614.0
Departmental agencies and accounts	2 423 953	1 167 250	2 459 508	101.5	3 678 296	1 910 879	63.7
Universities and technikons	10 085	4 403	10 085	100.0	7 439	2 271	(48.4)
Public corporations and private enterprises	6 421 207	2 580 438	6 420 207	100.0	7 267 194	2 989 920	15.9
Foreign governments and international organisations	4 420	1 367	2 846	64.4	5 510	3 133	129.2
Non-profit institutions	12 195	1 650	12 186	99.9	12 775	3 777	128.9
Households	352 106	1 533	100 044	28.4	570 111	267 382	17 341.7
<b>Payments for capital assets</b>	<b>37 936</b>	<b>2 795</b>	<b>2 736</b>	<b>7.2</b>	<b>42 134</b>	<b>2 071</b>	<b>(25.9)</b>
Buildings and other fixed structures	34 779	2 795	2 736	7.9	38 221	–	(100.0)
Machinery and equipment	3 157	–	–	–	3 913	2 071	(100.0)
<b>Total</b>	<b>13 746 790</b>	<b>4 229 519</b>	<b>13 360 442</b>	<b>97.2</b>	<b>16 543 932</b>	<b>6 659 586</b>	<b>57.5</b>

### Selected expenditure trends for the first half of 2007/08

Expenditure in the first six months of 2007/08 was R6.66 billion, or 40.3 per cent of the adjusted appropriation of R16.544 billion for the year as a whole. Expenditure in the first six months of 2007/08 increased by 57.5 per cent compared to the first six month of 2006/07.

The main increases compared to 2006/07 are related to the transfer of conditional grant funding to local government for public transport infrastructure and systems as well as substantial increases in transfers to households for the taxi recapitalisation project that was initiated in October 2006.

Expenditure in 2006/07 was 97.2 per cent of the adjusted appropriation for that year.

## Changes to transfers and subsidies

Table 33.4: Summary of changes to transfers and subsidies per programme

R thousand	2007/08						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
<b>3. Transport Regulation and Accident and Incident Investigation</b>	<b>15 404</b>	<b>869</b>	<b>-</b>	<b>(5 000)</b>	<b>-</b>	<b>(4 131)</b>	<b>11 273</b>
<b>Departmental agencies and accounts</b>							
<b>Departmental agencies (non-business entities)</b>							
<b>Current</b>	<b>9 786</b>	<b>-</b>	<b>-</b>	<b>(5 000)</b>	<b>-</b>	<b>(5 000)</b>	<b>4 786</b>
Independent Port Regulator	5 000	-	-	(5 000)	-	(5 000)	-
Foreign governments and international organisations							
<b>Current</b>	<b>4 641</b>	<b>869</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>869</b>	<b>5 510</b>
Membership Fees: International Maritime Organisation	912	869	-	-	-	869	1 781
<b>6. Public Transport</b>	<b>9 763 403</b>	<b>339 000</b>	<b>300 000</b>	<b>-</b>	<b>-</b>	<b>639 000</b>	<b>10 402 403</b>
<b>Public corporations and private enterprises</b>							
<b>Private enterprises</b>							
<b>Subsidies on products and production</b>							
<b>Current</b>	<b>2 535 997</b>	<b>-</b>	<b>300 000</b>	<b>-</b>	<b>-</b>	<b>300 000</b>	<b>2 835 997</b>
Bus subsidies	2 535 997	-	300 000	-	-	300 000	2 835 997
Households							
Other transfers							
<b>Current</b>	<b>231 000</b>	<b>339 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>339 000</b>	<b>570 000</b>
Taxi Recapitalisation	231 000	339 000	-	-	-	339 000	570 000
<b>7. Public Entity Oversight and Economic Regulation</b>	<b>135 279</b>	<b>2 844</b>	<b>-</b>	<b>13 300</b>	<b>-</b>	<b>16 144</b>	<b>151 423</b>
<b>Departmental agencies and accounts</b>							
<b>Departmental agencies (non-business entities)</b>							
<b>Current</b>	<b>135 279</b>	<b>2 844</b>	<b>-</b>	<b>13 300</b>	<b>-</b>	<b>16 144</b>	<b>151 423</b>
Road Traffic Management Corporation	92 774	-	-	5 000	-	5 000	97 774
Independent Port Regulator	-	2 844	-	8 300	-	11 144	11 144

