

Vote 33

Transport

Amount to be appropriated	Main appropriation R7 602 159 000	Adjusted appropriation R8 029 654 000	Decrease	Increase R427 495 000
Responsible minister	Minister of Transport			
Administering department	Department of Transport			
Accounting officer	Director-General of Transport			

Aim

The aim of the Department of Transport is to establish a national transport system that enables national, provincial and local provision of efficient, affordable and fully integrated infrastructure and services that best meet the needs of transport users and promote economic and social development while being environmentally and economically sustainable.

Changes to programme purposes and measurable objectives

There were no changes to programme purposes and measurable objectives

Adjusted Estimates of National Expenditure 2005

Table 33.1: Transport

Programme	2005/06						
	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virement	Other adjustments		
R thousand							
1.Administration	120 532	–	–	(2 100)	–	(2 100)	118 432
2.Transport Policy and Regional Integration	26 770	7 784	–	7 500	–	15 284	42 054
3.Transport Regulation and Public Entity Oversight	316 951	27 937	–	(5 400)	–	22 537	339 488
4.Integrated Planning and Inter-sphere Co-ordination	1 833 303	4 213	–	–	241 710	245 923	2 079 226
5.Freight Logistics and Corridor Development	19 023	–	–	–	–	–	19 023
6.Public Transport	5 285 580	–	19 230	–	126 621	145 851	5 431 431
Total	7 602 159	39 934	19 230	–	368 331	427 495	8 029 654

2005/06							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
Economic classification							
Current payments	534 675	35 721	-	(2 700)	-	33 021	567 696
Compensation of employees	111 318	-	-	2 700	-	2 700	114 018
Goods and services	423 357	35 721	-	(5 400)	-	30 321	453 678
Transfers and subsidies to:	7 057 209	-	19 230	2 700	368 331	390 261	7 447 470
Provinces and municipalities	350	-	-	15	241 710	241 725	242 075
Departmental agencies and accounts	1 888 020	-	-	2 685	-	2 685	1 890 705
Universities and technikons	6 684	-	-	-	-	-	6 684
Foreign governments and international organisations	4 170	-	-	-	-	-	4 170
Public corporations and private enterprises	4 996 579	-	19 230	-	126 621	145 851	5 142 430
Non-profit institutions	11 306	-	-	-	-	-	11 306
Households	150 100	-	-	-	-	-	150 100
Payments for capital assets	10 275	4 213	-	-	-	4 213	14 488
Buildings and other fixed structures	7 249	4 213	-	-	-	4 213	11 462
Machinery and equipment	3 026	-	-	-	-	-	3 026
Total	7 602 159	39 934	19 230	-	368 331	427 495	8 029 654

Details of adjustments to Estimates of National Expenditure 2005

Roll-overs – R39,934 million

Programme 2: Transport Policy and Regional Integration

A contract for R2,083 million was issued for drafting a White Paper on aviation policy. Only one payment of R199 000 was made during 2004/05, and R1,884 million has been rolled over for the rest.

R5,9 million has been rolled over for the African Union ministers' conference in May 2005, following a January 2005 Cabinet decision that the department should host the conference.

Programme 3: Transport Regulation and Public Entity Oversight

R4 million has been rolled over for a late invoice for oil pollution prevention services.

R4 million has been rolled over for setting up an office and accommodation and resettling the new South African representative on the IMO council.

R19,937 million has been rolled over to settle outstanding payments for Arrive Alive activities.

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

R4,213 million has been rolled over to complete projects to upgrade overloading control facilities in Limpopo, North West and KwaZulu-Natal.

Unforeseeable and unavoidable expenditure – R19,23 million

Programme 6: Public Transport

R19,23 million has been allocated to cover the difference between the 6 per cent budgeted escalation for bus subsidies and the anticipated escalation of 8,1 per cent, due, among other things, to increases in the price of fuel.

Virements

Table 33.2: Transport (Net effect of all virements)

To	R thousand	From	R thousand
Programme			
1 Administration	17 100	1 Administration	15 000
3 Transport Regulation and Public Entity Oversight	15 000	2 Transport Policy and Regional Integration	7 500
		3 Transport Regulation and Public Entity Oversight	9 600
Economic classification item			
Compensation of employees	2 700	Goods and services	5 400
Transfers and subsidies	2 700		

Details of savings

Programme 1: Administration

Savings of R17,1 million are due to over-budgeting for communications functions in the director-general's office which were shifted to the ministry.

Programme 3: Transport Regulation and Public Entity Oversight

Savings of R15 million are due to the shift of some of the communications functions for the Arrive Alive campaign to *Programme 1: Administration*.

Utilisation of savings

Programme 1: Administration

R15 million was shifted from programme 3 following the shift of some of the communications functions for the Arrive Alive campaign to programme 1.

Programme 2: Transport Policy and Regional Integration

R7,5 million has been used to cover the shortfall for costs for hosting the African Union conference.

Programme 3: Transport Regulation and Public Entity Oversight

R9,6 million has been used to supplement the budget for road traffic safety and education communications.

Virements within a programme

Programme 3: Transport Regulation and Public Entity Oversight

R45,315 million was shifted from transfers and subsidies to other economic classification items for operational costs for functions that were supposed to have been transferred to the Road Traffic Management Corporation. (RTMC).

R48 million was shifted from goods and services to transfers to the RTMC following the shift of Arrive Alive functions to the RTMC.

Other adjustments – R368,331 million

Shifting of funds between votes

Programme 6: Public Transport

R20 million has been transferred to the Department of Safety and Security following the South African Rail Commuter Corporation's (SARCC) commitment to jointly fund, with the South African Police Services, a pilot project to provide security for rail commuters.

Self-financing expenditure

Programme 6: Public Transport

R146,621 million is an adjustment for VAT for the SARCC, resulting from new tax legislation.

Expenditure announced in the 2005 budget but not allocated

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

R241,71 million has been allocated, which will be transferred to municipalities for infrastructure projects.

Expenditure 2004/05 and preliminary expenditure 2005/06

Table 33.3: Transport

Programme	2004/05				2005/06		
	Expenditure outcome				Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 2004 - Sep 2004	Apr 2004 - Mar 2005	Apr 04 - Mar 05 % of adjusted appropriation	Adjusted appropriation	Apr 2005 - Sep 2005	% change 04/05 - 05/06 Apr - Sep
1.Administration	78 551	35 585	80 245	102,2	118 432	38 751	8,9
2.Transport Policy and Regional Integration	31 523	9 908	16 574	52,6	42 054	8 886	(10,3)
3.Transport Regulation and Public Entity Oversight	394 808	131 881	364 627	92,4	339 488	103 499	(21,5)
4.Integrated Planning and Inter-sphere Co-ordination	1 557 862	750 983	1 509 911	96,9	2 079 226	885 281	17,9
5.Freight Logistics and Corridor Development	8 695	756	3 755	43,2	19 023	3 388	348,1
6.Public Transport	4 697 732	2 407 570	4 694 267	99,9	5 431 431	2 236 441	(7,1)
Total	6 769 171	3 336 683	6 669 379	98,5	8 029 654	3 276 246	(1,8)

R thousand	2004/05 Expenditure outcome				2005/06 Preliminary expenditure		
	Adjusted appropriation	Apr 2004 - Sep 2004	Apr 2004 - Mar 2005	Apr 04 - Mar 05 % of adjusted appropriation	Adjusted appropriation	Apr 2005 - Sep 2005	% change 04/05 - 05/06 Apr - Sep
Current payments	515 323	176 040	440 353	85,5	567 696	162 846	(7,5)
Compensation of employees	99 633	36 773	82 934	83,2	114 018	47 453	29,0
Goods and services	415 690	139 246	330 856	79,6	453 678	115 363	(17,2)
Financial transactions in assets and liabilities	-	21	26 563	-	-	30	42,9
Transfers and subsidies to:	6 231 395	3 158 877	6 214 951	99,7	7 447 470	3 111 715	(1,5)
Provinces and municipalities	2 399	105	225	9,4	242 075	164	56,2
Departmental agencies and accounts	1 531 361	750 079	1 519 616	99,2	1 890 705	878 207	17,1
Universities and technikons	8 106	2 899	8 106	100,0	6 684	4 721	62,8
Foreign governments and international organisations	4 970	2 888	3 316	66,7	4 170	2 322	(19,6)
Public corporations and private enterprises	4 671 290	2 402 778	4 672 890	100,0	5 142 430	2 215 527	(7,8)
Non-profit institutions	13 184	-	10 524	79,8	11 306	10 555	-
Households	85	128	274	322,4	150 100	219	71,1
Payments for capital assets	22 453	1 766	14 075	62,7	14 488	1 685	(4,6)
Buildings and other fixed structures	17 938	-	3 433	19,1	11 462	-	-
Machinery and equipment	4 515	1 766	10 642	235,7	3 026	1 685	(4,6)
Total	6 769 171	3 336 683	6 669 379	98,5	8 029 654	3 276 246	(1,8)

Selected expenditure trends for first half of 2005/06 financial year

Expenditure in the first six months of 2005/06 was R3,276 billion, or 40,8 per cent of the adjusted appropriation of R8,029 billion for the whole year.

Expenditure is lagging behind the allocated budget for the first half of the financial year but will increase substantially in the latter half.

Summary of transfers and subsidies and conditional grants

Table 33.4 Summary of transfers and subsidies per programme

Table 33.5 Summary of conditional grants to local government

Table 33.4: Summary of transfers and subsidies per programme

R thousand	2005/06					Adjusted appropriation
	Main appropriation	Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments	
1. Administration	6 927	-	-	-	-	6 927
Provinces and municipalities						
Municipalities						
Municipal bank accounts						
Current	143	-	-	-	-	143
Regional services council levy	143	-	-	-	-	143
Universities and technikons						
Current	6 684	-	-	-	-	6 684
Universities of Pretoria, KwaZulu-Natal and Stellenbosch	6 684	-	-	-	-	6 684
Households						
Social benefits						
Current	100	-	-	-	-	100
Leave Gratuity	100	-	-	-	-	100

R thousand	2005/06						Adjusted appropriation
	Main appropriation	Additional appropriation				Total additional appropriation	
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
2. Transport Policy and Regional Integration	35	-	-	-	-	-	35
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	35	-	-	-	-	-	35
Regional Service Council Levy	35	-	-	-	-	-	35
3. Transport Regulation and Public Entity Oversight	136 495	-	-	2 700	-	2 700	139 195
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	78	-	-	15	-	15	93
Regional Service Council Levy	78	-	-	15	-	15	93
Departmental agencies and accounts							
Public entities							
Current	131 541	-	-	2 685	-	2 685	134 226
Railway Safety Regulator	20 000	-	-	-	-	-	20 000
Road Traffic Management Corporation	93 543	-	-	2 685	-	2 685	96 228
South African Maritime Safety Authority	7 308	-	-	-	-	-	7 308
South African Maritime Safety Authority - MRCC	4 300	-	-	-	-	-	4 300
South African Civil Aviation Authority	6 390	-	-	-	-	-	6 390
Foreign governments and international organizations							
Current	4 170	-	-	-	-	-	4 170
Membership Fees: African Civil Aviation Commission	600	-	-	-	-	-	600
Membership Fees: International Civil Aviation Organisation	2 300	-	-	-	-	-	2 300
Membership Fees: International Maritime Organisation	820	-	-	-	-	-	820
Membership Fees: Indian Ocean Memorandum of Understanding	180	-	-	-	-	-	180
Membership Fees: Cospas Sarsat Contribution	270	-	-	-	-	-	270
Non-profit institutions							
Current	706	-	-	-	-	-	706
National Sea Rescue Institute	556	-	-	-	-	-	556
Memberships: Mountain Rescue	50	-	-	-	-	-	50
Memberships: Hamnet	50	-	-	-	-	-	50
Memberships: Off Road Rescue	50	-	-	-	-	-	50
4. Integrated Planning and Inter-sphere Co-ordination	1 756 514	-	-	-	241 710	241 710	1 998 224
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	35	-	-	-	-	-	35
Regional Services Council Levy	35	-	-	-	-	-	35
Capital	-	-	-	-	241 710	241 710	241 710
Public Transport Infrastructure Systems Fund	-	-	-	-	241 710	241 710	241 710
Departmental agencies and accounts							
Public entities							
Current	1 191 146	-	-	-	-	-	1 191 146
South African National Roads Agency Ltd	1 187 387	-	-	-	-	-	1 187 387
South African National Roads Agency Ltd NMT (bicycle)	3 759	-	-	-	-	-	3 759
Capital	565 333	-	-	-	-	-	565 333
South African National Roads Agency Ltd	565 333	-	-	-	-	-	565 333

2005/06							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
5. Freight Logistics and Corridor Development	18	-	-	-	-	-	18
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	18	-	-	-	-	-	18
Regional Service Council Levy	18	-	-	-	-	-	18
6. Public Transport	5 157 220	-	19 230	-	126 621	145 851	5 303 071
Provinces and municipalities							
Municipalities							
Municipal bank accounts							
Current	41	-	-	-	-	-	41
Regional Service Council Levy	41	-	-	-	-	-	41
Public corporations and private enterprises							
Public corporations							
Subsidies on production							
Current	2 029 756	-	-	-	126 621	126 621	2 156 377
South African Rail Commuter Corporation	2 029 756	-	-	-	126 621	126 621	2 156 377
Capital	688 300	-	-	-	-	-	688 300
South African Rail Commuter Corporation	688 300	-	-	-	-	-	688 300
Private enterprises							
Subsidies on production							
Current	2 278 523	-	19 230	-	-	19 230	2 297 753
Bus subsidies	2 278 523	-	19 230	-	-	19 230	2 297 753
Non-profit institutions							
Current	10 600	-	-	-	-	-	10 600
Taxi : Santaco	10 600	-	-	-	-	-	10 600
Households							
Other transfers							
Current	150 000	-	-	-	-	-	150 000
Taxi Recapitalisation	150 000	-	-	-	-	-	150 000
Total	7 057 209	-	19 230	2 700	368 331	390 261	7 447 470

Table 33.5: Summary of conditional grants to local government (municipalities)¹

2005/06							
R thousand	Main appropriation	Additional appropriation				Total additional appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable /unavoidable	Virement	Other adjustments		
4. Integrated Planning and Inter-sphere Coordination							
Integrated Infrastructure and Network Development							
Public Transport Infrastructure and Systems Fund	-	-	-	-	241 710	241 710	241 710
Total	-	-	-	-	241 710	241 710	241 710

¹ Main appropriation detail provided in the Division of Revenue Act, 2005

