

Vote 33

Transport

Adjusted budget summary

2009/10				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	23 734 829	24 238 517	–	503 688
<i>of which:</i>				
Current payments	794 364	1 020 765	–	226 401
Transfers and subsidies	22 936 773	23 214 002	–	277 229
Payments for capital assets	3 692	3 750	–	58
Executive authority	Minister of Transport			
Accounting officer	Director-General of Transport			
Website address	www.transport.gov.za			

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, coordination, promotion and the implementation of transport policies and strategies.

Reorganisation of department

A deputy ministry has been created.

Mid-year performance status

Indicator	Programme	Annual performance		
		Projected for 2009/10 as published in the 2009 ENE	Achieved in the first six months of 2009/10 (April to September)	Change of estimate for 2009/10
As published in the 2009 ENE	Programme linked to the indicator			
Total number of integrated rapid public transport networks and operational plans developed in metros and large cities	Public Transport	9	0	–
Number of taxis scrapped each year	Public Transport	11 901	3 561	–
Number of fatal road accidents each year	Transport Regulation and Accident and Incident Investigation	9 439	3 767	–
Number of credit card format driving licences manufactured and delivered each year	Transport Regulation and Accident and Incident Investigation	1.7 million	1.218 million	–
Number of bicycles procured and distributed each year	Integrated Planning and Inter-sphere Coordination	12 338	0	15 000
Total number of district with improved rural transport in 15 integrated sustainable rural development nodes	Integrated Planning and Inter-sphere Coordination	11	6	–

The estimated number of bicycles procured and distributed in 2009/10 has been increased. The bicycles will all be procured at the same time towards the end of the current financial year.

Adjusted Estimates of National Expenditure 2009

Programme	2009/10							
		Additional appropriation						
	Main appropriation	Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments	Total additional appropriation	Adjusted appropriation
R thousand								
1. Administration	231 023	–	6 045	2 702	–	–	8 747	239 770
2. Transport Policy and Economic Regulation	51 592	4 683	890	(2 702)	–	–	2 871	54 463
3. Transport Regulation and Accident and Incident Investigation	195 580	–	1 279	–	–	198 835	200 114	395 694
4. Integrated Planning and Inter-sphere Coordination	8 855 424	13 100	116 900	18 800	–	6 934	155 734	9 011 158
5. Transport Logistics and Corridor Development	31 809	–	–	(2 500)	–	–	(2 500)	29 309
6. Public Transport	14 191 689	–	144 029	(10 000)	–	–	134 029	14 325 718
7. Public Entity Oversight and Border Operations and Control	177 712	7 793	3 200	(6 300)	–	–	4 693	182 405
Total	23 734 829	25 576	272 343	–	–	205 769	503 688	24 238 517
Economic classification								
Current payments	794 364	12 476	8 214	(58)	–	205 769	226 401	1 020 765
Compensation of employees	212 798	–	8 214	–	–	–	8 214	221 012
Goods and services	581 566	12 476	–	(58)	–	205 769	218 187	799 753
Transfers and subsidies	22 936 773	13 100	264 129	–	–	–	277 229	23 214 002
Provinces and municipalities	8 836 993	–	260 929	–	–	–	260 929	9 097 922
Departmental agencies and accounts	5 958 099	13 100	3 200	–	–	–	16 300	5 974 399
Universities and technikons	8 178	–	–	–	–	–	–	8 178
Public corporations and private enterprises	7 482 393	–	–	–	–	–	–	7 482 393
Foreign governments and international organisations	5 114	–	–	–	–	–	–	5 114
Non-profit institutions	15 109	–	–	–	–	–	–	15 109
Households	630 887	–	–	–	–	–	–	630 887
Payments for capital assets	3 692	–	–	58	–	–	58	3 750
Machinery and equipment	3 692	–	–	58	–	–	58	3 750
Total	23 734 829	25 576	272 343	–	–	205 769	503 688	24 238 517

Details of adjustments to Estimates of National Expenditure 2009

Roll-overs – R25.576 million

Programme 2: Transport Policy and Economic Regulation

R4.683 million has been rolled over for service providers for various projects.

Programme 4: Integrated Planning and Inter-sphere Coordination

R13.1 million has been rolled over for the transfer payment to the South African National Road Agency.

Programme 7: Public Entity Oversight and Border Operations and Control

R7.793 million has been rolled over as follows:

R681 000 for the electronic management system project

R1.112 million for consultants on the no-fault policy for the Road Accident Fund

R6 million for legal services for the Road Accident Amendment Act (2005) and regulations.

Unforeseeable and unavoidable expenditure – R272.343 million

Of the additional allocation of R272.343 million, R5.214 million is for higher salary increases than the main budget provided for.

Programme 1: Administration

An additional R3 million is allocated for compensation of employees and goods and services expenditure for the office of the new deputy minister.

An additional R3.045 million is allocated for higher salary increases than the main budget provided for.

Programme 2: Transport Policy and Economic Regulation

An additional R890 000 is allocated for higher salary increases than the main budget provided for.

Programme 3: Transport Regulation Accident and Incident Investigation

An additional R1.279 million is allocated for higher salary increases than the main budget provided for.

Programme 4: Integrated Planning and Intersphere Coordination

An additional R116.9 million is allocated as a transfer payment for the transport disaster management grant for the rehabilitation of infrastructure destroyed by flooding in Western Cape in November 2008.

Programme 6: Public Transport

An additional R144.029 million is allocated as a transfer payment for the Gautrain Rapid Rail Link grant for inflation and foreign exchange adjustments in terms of the PPP contract.

Programme 7: Public Entity Oversight and Border Operations and Control

An additional R3.2 million is allocated as a transfer payment to the South African Maritime Safety Authority for the long range identification and tracking system.

Virements

Programmes					
1. Administration 2. Transport Policy and Economic Regulation 3. Transport Regulation and Accident and Incident Investigation 4. Integrated Planning and Inter-sphere Coordination 5. Transport Logistics and Corridor Development 6. Public Transport 7. Public Entity Oversight and Border Operations and Control					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(1 425)	Programme 2		1 425
Goods and services	Reduction in administration costs	(1 425)	Goods and services	For the black economic empowerment project	1 425
Programme 2		(4 127)	Programme 1		4 127
Goods and services	Reduction in administration costs	(4 127)	Goods and services	For internal audit	1 900
				For skills development in the department	2 227
Programme 3		(5 348)	Programme 3		5 348
Goods and services	Reduction in administration costs	(5 348)	Machinery and equipment	For capital assets	93
			Goods and services	For maritime conference	1 410
				For civil aviation conference	3 845

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 4		(335)	Programme 4		335
Machinery and equipment	Reduction in computer and office equipment	(335)	Goods and services	For operational costs	335
Programme 5		(2 789)	Programme 5		289
Goods and services	Reduction in administration costs	(2 789)	Goods and services	For capital assets	289
			Programme 4		2 500
			Machinery and equipment	For projects related to the road infrastructure strategic framework for South Africa	2 500
Programme 6		(10 000)	Programme 4		10 000
Goods and services	Reduction in administration costs	(10 000)	Goods and services	For monitoring and evaluating public transport infrastructure system grant	10 000
Programme 7		(6 311)	Programme 4		6 300
Goods and services	Reduction in administration costs	(6 300)	Goods and services	For projects related to the road infrastructure strategic framework for South Africa	6 300
			Programme 7		11
		(11)	Machinery and equipment	For a printer and desk top computer	11
Total		(30 335)			30 335

Other adjustments - R205.769 million

Self-financing expenditure

Programme 3: Transport Regulation and Accident and Incident Investigation

Departmental revenue of R198.835 million from transaction fees for vehicle registrations will be used for the maintenance of the electronic national transport information system (eNaTIS).

Programme 4: Integrated Planning and Intersphere Coordination

Departmental revenue of R6.934 million will be used for meeting the remaining liabilities of the Urban Transport Fund (UTF), which is in the process of closing down. The revenue is from unspent UTF funds previously returned to the National Revenue Fund.

Expenditure for 2008/09 and preliminary expenditure for 2009/10

Programme	2008/09					2009/10		
	Expenditure outcome					Preliminary expenditure		
R thousand	Adjusted appropriation	Apr 08 - Sep 08	Apr 08 - Sep 08 % of adjusted appropriation	Apr 08 - Mar 09	Apr 08 - Mar 09 % of adjusted appropriation	Adjusted appropriation	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted appropriation
1. Administration	245 165	89 031	36.3	235 901	96.2	239 770	129 759	54.1
2. Transport Policy and Economic Regulation	47 211	15 480	32.8	32 649	69.2	54 463	20 617	37.9
3. Transport Regulation and Accident and Incident Investigation	432 563	129 918	30.0	466 733	107.9	395 694	106 416	26.9
4. Integrated Planning and Inter-sphere Coordination	8 767 012	3 313 571	37.8	8 297 732	94.6	9 011 158	4 528 759	50.3
5. Transport Logistics and Corridor Development	35 076	8 006	22.8	22 193	63.3	29 309	5 571	19.0
6. Public Transport	12 277 229	7 906 807	64.4	13 120 209	106.9	14 325 718	8 062 960	56.3
7. Public Entity Oversight and Border Operations and Control	2 688 584	77 872	2.9	2 663 227	99.1	182 405	73 980	40.6
Total	24 492 840	11 540 685	47.1	24 838 644	101.4	24 238 517	12 928 062	53.3
Economic classification								
Current payments	1 044 394	332 722	31.9	1 003 718	96.1	1 020 765	400 550	39.2
Compensation of employees	230 190	82 365	35.8	182 631	79.3	220 012	113 897	51.8
Goods and services	814 204	250 346	30.7	806 953	99.1	800 753	286 493	35.8
Transactions in financial assets and liabilities	–	11	0.0	14 134	0.0	–	160	0.0
Transfers and subsidies	23 444 952	11 204 971	47.8	23 829 274	101.6	23 214 002	12 523 096	53.9
Provinces and municipalities	7 519 162	4 357 712	58.0	7 269 003	96.7	9 097 922	5 452 691	59.9
Departmental agencies and accounts	6 828 493	2 111 300	30.9	6 814 138	99.8	5 974 399	2 953 388	49.4
Universities and technikons	7 796	4 051	52.0	7 797	100.0	8 178	2 063	25.2
Public corporations and private enterprises	8 611 421	4 723 985	54.9	9 258 163	107.5	7 482 393	4 108 930	54.9
Foreign governments and international organisations	4 871	4 193	86.1	4 851	99.6	5 114	3 761	73.5
Non-profit institutions	14 093	1 000	7.1	14 075	99.9	15 109	2 000	13.2
Households	459 116	2 730	0.6	461 247	100.5	630 887	263	0.0
Payments for capital assets	3 494	2 992	85.6	5 652	161.8	3 750	4 416	117.8
Machinery and equipment	3 494	2 992	85.6	5 652	161.8	3 750	4 416	117.8
Total	24 492 840	11 540 685	47.1	24 838 644	101.4	24 238 517	12 928 062	53.3

Main expenditure trends for the first half of 2009/10

Total expenditure for 2008/09 was 101.4 per cent of the 2008/09 adjusted appropriation mainly due to the over expenditure on payment for bus subsidies of R325 million. Expenditure in the first six months of 2009/10 was R12.928 billion, or 53.3 per cent of the adjusted appropriation of R24.239 billion for the year as a whole. In comparison, mid-year expenditure in 2008/09 was R11.541 billion, or 47.1 per cent of the 2008/09 adjusted appropriation. Expenditure in the first six months of 2009/10 increased by R1.387 billion or 12.0 per cent, compared to expenditure in the first six months of 2008/09.

The main expenditure increases compared to 2008/09 are due to accelerated payments of earmarked funds to the Public Transport Operations Grant, the South African National Roads Agency Limited, the Passenger Rail Agency of South Africa, the Public Transport Infrastructure and Systems grant and the Gautrain Rapid Rail Link grant.

Departmental receipts

R thousand	2008/09					2009/10			
	Adjusted estimate	Audited outcome				Actual receipts			
		Apr 08 - Sep 08	Apr 08 - Sep 08 % of adjusted estimate	Apr 08 - Mar 09	Apr 08 - Mar 09 % of adjusted estimate	Budget estimate	Adjusted estimate	Apr 09 - Sep 09	Apr 09 - Sep 09 % of adjusted estimate
Departmental receipts	186 528	25 531	13.7	208 206	111.6	122 076	231 703	7 074	3.1
Sales of goods and services produced by department	10 688	270	2.5	200 092	1 872.1	11 303	11 303	238	2.1
Fines, penalties and forfeits	–	–	–	7	–	–	–	(6)	–
Interest, dividends and rent on land	150 340	172	0.1	368	0.2	110 400	110 400	75	0.1
Transactions in financial assets and liabilities	25 500	25 089	98.4	7 739	30.3	373	110 000	6 767	6.2
Total	186 528	25 531	13.7	208 206	111.6	122 076	231 703	7 074	3.1

Main departmental revenue trends for the first half of 2009/10

Departmental revenue collection in the first six months of 2009/10 was R7.1 million, or 3.1 per cent of the 2009 adjusted revenue estimate of R231.7 million for the year as a whole. In comparison, mid-year revenue collection in 2008/09 was R25.5 million or 13.7 per cent of the adjusted estimate. Departmental revenue collection in the first six months of 2009/10 decreased by R18.5 million or 72.3 per cent compared to revenue collected in the first six months of 2008/09.

The main revenue decreases compared to 2008/09 are in eNatis transaction fees, because since April 2009 the eNatis function has been permanently transferred to the Road Traffic Management Corporation.

Changes to transfers and subsidies, and conditional grants

Summary of changes to transfers and subsidies

Summary of changes to transfers and subsidies								
	2009/10							
		Additional appropriation						
	Main appropriation	Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments	Total additional appropriation	Adjusted appropriation
R thousand								
4. Integrated Planning and Inter-sphere Co-ordination								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Capital	–	–	116 900	–	–	–	116 900	116 900
Transport Disaster Management Grant	–	–	116 900	–	–	–	116 900	116 900
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	2 753 516	7 034	–	–	–	–	7 034	2 760 550
South African National Roads Agency Ltd	2 753 516	7 034	–	–	–	–	7 034	2 760 550
Capital	2 841 470	6 066	–	–	–	–	6 066	2 847 536
South African National Roads Agency Ltd	2 841 470	6 066	–	–	–	–	6 066	2 847 536

Summary of changes to transfers and subsidies

2009/10								
R thousand	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments	Total additional appropriation	
6. Public Transport								
Provinces and municipalities								
Provinces								
Provincial Revenue Funds								
Capital	2 832 691	–	144 029	–	–	–	144 029	2 976 720
Gautrain rapid rail link	2 832 691	–	144 029	–	–	–	144 029	2 976 720
7. Public Entity								
Oversight and Border Operations and Control								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	8 896	–	3 200	–	–	–	3 200	12 096
South African Maritime Safety Authority	8 896	–	3 200	–	–	–	3 200	12 096

Summary of changes to conditional grants: Provinces

2009/10								
R thousand	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-over	Unforeseeable/unavoidable	Virement	Function shift	Other adjustments	Total additional appropriation	
4. Integrated Planning and Inter-sphere Coordination								
Transport Disaster Management grant	–	–	116 900	–	–	–	116 900	116 900
6. Public Transport								
Gautrain rapid rail link grant	2 832 691	–	144 029	–	–	–	144 029	2 976 720

