

Vote 35

Transport

Budget summary

R million	2017/18				2018/19	2019/20
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	406.9	392.6	11.8	2.5	427.2	455.9
Integrated Transport Planning	81.7	81.5	–	0.2	86.0	91.8
Rail Transport	19 320.3	44.2	19 276.0	0.1	21 217.3	22 350.5
Road Transport	27 128.6	105.8	27 022.0	0.7	29 621.6	31 271.4
Civil Aviation	169.9	115.7	53.7	0.4	178.7	189.2
Maritime Transport	119.7	95.0	24.4	0.3	124.8	137.0
Public Transport	12 568.3	275.3	12 292.8	0.2	13 294.7	14 050.0
Subtotal	59 795.2	1 110.0	58 680.7	4.5	64 950.2	68 545.9
Direct charge against the National Revenue Fund						
International Oil Pollution Compensation Fund	10.0	–	10.0	–	10.2	10.4
Total expenditure estimates	59 805.2	1 110.0	58 690.7	4.5	64 960.4	68 556.3
Executive authority	Minister of Transport					
Accounting officer	Director General of Transport					
Website address	www.transport.gov.za					

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, entities, donor funding, public private partnerships, conditional grants to provinces and municipalities, and expenditure information at the level of site service delivery, where appropriate.

Vote purpose

Lead the provision of an integrated, sustainable, reliable and safe transport system through planning, developing, coordinating, promoting and implementing transport policies, regulations and strategies.

Mandate

The Constitution identifies the legislative responsibilities of different spheres of government with regards to airports, road infrastructure, rail, maritime, road traffic management and public transport. Transport is a function that is legislated and executed at the national, provincial and local government levels. The implementation of transport functions at the national level takes place through public entities that are overseen by the department, each with a specific delivery mandate, as specified in legislation establishing these entities.

The 1996 White Paper on Transport defines the infrastructure and operations of rail, pipelines, roads, airports, harbours, and the intermodal operations of public transport and freight. The Department of Transport is responsible for the legislation and policies for all these sub-sectors.

The department is therefore responsible for conducting sector research, formulating legislation and policy to set the strategic direction of sub-sectors, assigning responsibilities to public entities and other spheres of government, regulating through setting norms and standards, and monitoring implementation.

Selected performance indicators

Table 35.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Lane kilometres of surfaced roads rehabilitated per year	Road Transport	Outcome 6: An efficient, competitive and responsive economic infrastructure network	392 km	1 650 km	1 937 km	2 360 km	1 500 km	1 600 km	1 700 km
Lane kilometres of roads resealed per year	Road Transport		– ¹	3 000 km	2 438 km	3 799 km	4 000 km	4 300 km	4 700 km
Kilometres of roads re-gravelled per year	Road Transport		3 692 km	3 000 km	4 560 km	4 534 km	5 300 km	5 800 km	5 900 km
Square kilometres of blacktop patching on roads (including pothole repairs) per year	Road Transport		1 050 988 km ²	810 000 km ²	1 497 281 km ²	1 221 968 km ²	900 000 km ²	900 000 km ²	900 000 km ²
Kilometres of gravel roads bladed per year	Road Transport		512 040 km	350 000 km	381 867 km	533 052 km	460 000 km	485 000 km	500 000 km

Table 35.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of average weekday bus rapid transit passenger trips per year: Rea Vaya (Johannesburg)	Public Transport		32 845	36 649	50 000	60 000	70 000	100 000	120 000
Total number of integrated public transport networks facilitated at the construction phase	Public Transport	Outcome 6: An efficient, competitive and responsive economic infrastructure network	3	4	11	12	13	13	13
Number of average weekday bus rapid transit passenger trips per year: My Citi (Cape Town)	Public Transport		37 000	68 310	84 686	86 380	76 895	77 664	78 441
Number of average weekday bus rapid transit passenger trips per year: GOGeorge (George)	Public Transport		- ¹	- ¹	- ¹	12 400	24 000	28 800	30 240
Number of average weekday bus rapid transit passenger trips per year: A re Yeng (Pretoria)	Public Transport		- ¹	- ¹	- ¹	4 500	9 000	50 000	80 000

1. No historical data available.

Expenditure analysis

Over the medium term, the Department of Transport will focus on improving mobility and access to social and economic activities by maintaining the provincial and national road networks, upgrading and maintaining rail infrastructure, and improving public transport for rail and road commuters. These activities contribute to the realisation of outcome 6 (an efficient, competitive and responsive economic infrastructure network) of government's 2014-2019 medium-term strategic framework. The department's total expenditure over the medium term will mainly be driven by transfers to public entities, provinces and municipalities for infrastructure spending, operations and maintenance. These transfers constitute 98.1 per cent of the department's budget over the medium term.

The department's budget is expected to increase at an average annual rate of 6.8 per cent in the period ahead, from R56.3 billion in 2016/17 to R68.6 billion in 2019/20. However, spending on goods and services is expected to decrease at an average annual rate of 1 per cent, from R751.8 million in 2016/17 to R729.1 million in 2019/20, due to reprioritisations to other transport spending priorities. These include: R15.9 million to support the operations of the Maritime and Aeronautical Rescue Coordination Centre; R19 million to strengthen the regulatory capacity of the Ports Regulator of South Africa; and R6 million to develop rail economic regulation capacity in the department in preparation for the establishment of the Single Transport Economic Regulator. As part of Cabinet's decision to lower the national aggregate expenditure ceiling, the budget for goods and services has been reduced by R49.6 million over the MTEF period.

The department's budget for compensation of employees has been capped at R450 million in 2017/18, R470 million in 2018/19 and R505.9 million in 2019/20 – reflecting an increase at an average annual rate of 5.4 per cent over the medium term.

Maintaining the national and provincial road network

The department's allocations to the South African National Roads Agency allow it to strengthen and maintain the non-tolled national road network. This includes R4.8 billion for the upgrade of the R573 (Moloto Road), R29.6 billion for road rehabilitation, R13.9 billion for road operations and maintenance, and R1.5 billion for phase 1 of the Gauteng freeway improvement programme. Cabinet-approved budget reductions of R687.4 million to these transfers over the medium term are expected to delay upgrades and the strengthening of the non-toll network.

Given the significant backlogs in road maintenance, the *provincial roads maintenance grant* prioritises allocations based on road conditions, weather patterns and traffic. To reseal 13 000 lane kilometres and rehabilitate 4 800 kilometres of provincial roads, expenditure through the grant is expected to increase from R10.8 billion in 2016/17 to R12.2 billion in 2019/20.

Upgrading passenger rail infrastructure and services

The Passenger Rail Agency of South Africa is in the process of modernising its rail services. This includes buying new rolling stock for the Metrorail commuter service and locomotives for the agency's long-distance mainline passenger service; and upgrading stations and infrastructure. Over the medium term, spending on rail infrastructure in the *Rail Transport* programme is expected to grow from R19 billion in 2016/17 to R22.4 billion in 2019/20 as the agency acquires 70 new trains and continues to upgrade its signalling infrastructure and build depots. The first 18 trains are expected to be delivered by the end of 2017/18.

Although Cabinet approved a reduction of R1 billion on transfers to the agency over the medium term, R3 billion will be reprioritised over the period for the operations of the long-distance mainline passenger service, and R2.7 billion will be reprioritised for the renewal of rolling stock in 2019/20. Spending on Metrorail is expected to subsidise more than 484 million passenger trips per year in the period ahead, and spending on the mainline passenger service is expected to subsidise 2.3 million passengers over the medium term.

Improving public transport systems

The *public transport network grant* funds the infrastructure and operations of integrated public transport networks in 13 cities across South Africa. Over the medium term, the grant is expected to increase at an average annual rate of 7.6 per cent, from R5.6 billion in 2016/17 to R7 billion in 2019/20, to support construction in the 13 cities and fund the indirect operating costs of services in Johannesburg, Tshwane, Cape Town and George. The number of weekday passenger trips on these networks in these four cities is expected to increase from 163 280 in 2016/17 to 308 681 in 2019/20. A Cabinet-approved reduction of R622.4 million in the grant will be made over the medium term, which is expected to result in capital programmes being delayed or taking longer to complete.

Expenditure trends

Table 35.2 Vote expenditure trends by programme and economic classification

Programmes														
1. Administration														
2. Integrated Transport Planning														
3. Rail Transport														
4. Road Transport														
5. Civil Aviation														
6. Maritime Transport														
7. Public Transport														
Programme	2013/14			2014/15			2015/16			2016/17			Average: Annual Outcome/Annual budget (R%)	Average: Annual Outcome/Adjusted appropriation (R%)
R million	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate		
Programme 1	353.1	362.4	315.6	382.9	424.9	377.5	383.5	383.5	420.8	394.8	392.8	392.8	99.5%	96.4%
Programme 2	80.6	79.1	66.4	81.2	81.2	75.0	80.6	88.1	88.8	79.0	79.0	79.0	96.2%	94.4%
Programme 3	11 240.8	11 239.8	11 232.8	15 034.6	15 034.6	15 035.5	18 311.4	18 311.4	18 305.3	18 985.5	18 985.5	18 985.5	100.0%	100.0%
Programme 4	19 541.5	19 580.5	20 665.6	21 645.3	21 645.3	22 202.9	22 784.9	23 042.7	22 889.2	24 525.6	24 799.1	24 799.1	102.3%	101.7%
Programme 5	140.0	243.3	148.6	148.3	150.4	161.0	149.5	149.5	145.3	253.2	253.2	253.2	102.5%	88.9%
Programme 6	105.3	104.4	102.3	110.6	110.6	99.6	110.0	121.1	142.9	121.7	120.8	120.8	104.0%	101.9%
Programme 7	10 814.1	10 792.3	10 505.6	11 323.8	11 323.8	11 195.7	11 537.4	11 518.9	11 328.6	11 655.4	11 655.4	11 655.4	98.6%	98.7%
Subtotal	42 275.3	42 401.7	43 036.8	48 726.5	48 770.7	49 147.1	53 357.3	53 615.1	53 320.8	56 015.2	56 285.9	56 285.9	100.7%	100.4%
Direct charge against the National Revenue Fund	-	-	-	-	-	-	-	-	-	-	1.7	1.7	-	100.0%
International Oil Pollution Compensation Fund	-	-	-	-	-	-	-	-	-	-	1.7	1.7	-	100.0%
Total	42 275.3	42 401.7	43 036.8	48 726.5	48 770.7	49 147.1	53 357.3	53 615.1	53 320.8	56 015.2	56 287.6	56 287.6	100.7%	100.4%
Change to 2016 Budget estimate											272.4			
Economic classification														
Current payments	917.0	1 047.6	1 996.5	968.1	1 006.5	1 405.1	1 061.4	1 069.1	1 084.2	1 192.1	1 183.9	1 183.9	137.0%	131.6%
Compensation of employees	360.1	344.2	304.4	383.4	382.9	345.9	378.6	389.8	382.9	437.1	432.1	432.1	94.0%	94.6%
Goods and services	556.8	703.4	1 692.2	584.7	623.6	1 059.2	682.8	679.3	701.4	754.9	751.8	751.8	163.0%	152.4%
Transfers and subsidies	41 353.8	41 347.0	41 020.4	47 754.2	47 755.8	47 706.8	52 291.7	52 540.3	52 219.4	54 818.8	55 096.2	55 096.2	99.9%	99.6%
Provinces and municipalities	18 850.9	18 892.5	18 892.5	20 140.3	20 140.3	20 140.3	20 840.0	20 796.8	20 521.1	21 297.0	21 572.7	21 572.7	100.0%	99.7%
Departmental agencies and accounts	10 782.8	10 782.8	10 700.0	12 203.0	12 203.9	12 283.4	12 837.5	13 148.5	13 148.3	14 234.0	14 234.0	14 234.0	-	-
Higher education institutions	10.2	10.2	10.2	10.8	10.8	-	11.3	-	-	-	-	-	31.6%	48.5%
Foreign governments and international organisations	9.5	9.5	7.9	10.1	10.1	8.8	10.5	10.7	46.8	11.2	12.9	12.9	184.8%	177.0%
Public corporations and private enterprises	11 159.1	11 159.1	11 159.1	14 946.3	14 946.3	14 946.3	18 222.0	18 222.0	18 222.0	18 890.3	18 890.3	18 890.3	100.0%	100.0%
Non-profit institutions	18.8	18.8	18.9	20.0	20.7	19.8	21.7	21.7	21.7	22.8	22.8	22.8	99.8%	99.0%
Households	522.4	474.1	231.8	423.8	423.8	308.3	348.7	340.6	259.4	363.6	363.6	363.6	70.1%	72.6%
Payments for capital assets	4.6	7.0	19.9	4.2	8.4	35.0	4.1	5.7	13.9	4.3	7.5	7.5	441.3%	266.3%
Buildings and other fixed structures	-	-	8.2	-	-	-	-	-	-	-	-	-	-	-
Machinery and equipment	4.6	7.0	11.7	4.2	8.4	35.0	4.1	5.7	10.5	4.3	7.5	7.5	374.4%	226.0%
Software and other intangible assets	-	-	-	-	-	-	-	-	3.4	-	-	-	-	-
Payments for financial assets	-	-	0.1	-	-	0.3	-	-	3.3	-	-	-	-	-
Total	42 275.3	42 401.7	43 036.8	48 726.5	48 770.7	49 147.1	53 357.3	53 615.1	53 320.8	56 015.2	56 287.6	56 287.6	100.7%	100.4%

Expenditure estimates

Table 35.3 Vote expenditure estimates by programme and economic classification

Programmes								
1. Administration 2. Integrated Transport Planning 3. Rail Transport 4. Road Transport 5. Civil Aviation 6. Maritime Transport 7. Public Transport								
Programme	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
R million	2016/17	2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20	
Programme 1	392.8	2.7%	0.7%	406.9	427.2	455.9	5.1%	0.7%
Programme 2	79.0	0.0%	0.2%	81.7	86.0	91.8	5.2%	0.1%
Programme 3	18 985.5	19.1%	31.5%	19 320.3	21 217.3	22 350.5	5.6%	32.8%
Programme 4	24 799.1	8.2%	44.9%	27 128.6	29 621.6	31 271.4	8.0%	45.2%
Programme 5	253.2	1.3%	0.4%	169.9	178.7	189.2	-9.3%	0.3%
Programme 6	120.8	5.0%	0.2%	119.7	124.8	137.0	4.3%	0.2%
Programme 7	11 655.4	2.6%	22.1%	12 568.3	13 294.7	14 050.0	6.4%	20.7%
Subtotal	56 285.9	9.9%	100.0%	59 795.2	64 950.2	68 545.9	6.8%	100.0%
Direct charge against the National Revenue Fund	1.7	-	0.0%	10.0	10.2	10.4	83.0%	0.0%
International Oil Pollution Compensation Fund	1.7	-	0.0%	10.0	10.2	10.4	83.0%	0.0%
Total	56 287.6	9.9%	100.0%	59 805.2	64 960.4	68 556.3	6.8%	100.0%
Change to 2016 Budget estimate				(1 295.5)	(492.9)	(571.6)		
Economic classification								
Current payments	1 183.9	4.2%	2.8%	1 110.0	1 161.0	1 235.0	1.4%	1.9%
Compensation of employees	432.1	7.9%	0.7%	450.0	470.0	505.9	5.4%	0.7%
Goods and services	751.8	2.2%	2.1%	660.0	691.1	729.1	-1.0%	1.1%
Transfers and subsidies	55 096.2	10.0%	97.2%	58 690.7	63 794.6	67 316.3	6.9%	98.1%
Provinces and municipalities	21 572.7	4.5%	40.2%	22 743.4	24 222.2	25 589.6	5.9%	37.7%
Departmental agencies and accounts	14 234.0	9.7%	25.0%	16 279.5	17 987.2	18 989.0	10.1%	27.0%
Foreign governments and international organisations	12.9	10.5%	0.0%	27.7	28.6	29.5	31.9%	0.0%
Public corporations and private enterprises	18 890.3	19.2%	31.3%	19 216.4	21 108.5	22 235.0	5.6%	32.6%
Non-profit institutions	22.8	6.7%	0.0%	24.0	25.3	26.8	5.5%	0.0%
Households	363.6	-8.5%	0.6%	399.7	422.8	446.5	7.1%	0.7%
Payments for capital assets	7.5	2.3%	0.0%	4.5	4.7	5.0	-12.6%	0.0%
Machinery and equipment	7.5	2.3%	0.0%	4.5	4.7	5.0	-12.6%	0.0%
Total	56 287.6	9.9%	100.0%	59 805.2	64 960.4	68 556.3	6.8%	100.0%

Goods and services expenditure trends and estimates

Table 35.4 Vote goods and services expenditure trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2013/14	2014/15	2015/16		2016/17	2013/14 - 2016/17	2017/18	2018/19	2019/20	2016/17 - 2019/20	Average: Expenditure/ Total (%)
R thousand											
Administrative fees	3 231	1 281	3 853	2 622	-6.7%	0.3%	2 790	2 953	3 141	6.2%	0.4%
Advertising	26 108	34 418	23 871	23 652	-3.2%	2.6%	23 058	23 769	25 127	2.0%	3.4%
Minor assets	1 757	1 820	1 515	2 968	19.1%	0.2%	2 533	2 660	2 810	-1.8%	0.4%
Audit costs: External	7 315	5 429	5 468	10 004	11.0%	0.7%	10 699	11 349	12 076	6.5%	1.6%
Bursaries: Employees	1 768	1 226	1 517	2 493	12.1%	0.2%	2 662	2 825	3 007	6.4%	0.4%
Catering: Departmental activities	1 292	1 744	3 460	3 153	34.6%	0.2%	4 811	5 032	5 318	19.0%	0.6%
Communication	60 693	60 471	54 439	164 541	39.4%	8.1%	67 735	70 967	74 938	-23.1%	13.4%
Computer services	12 933	7 937	13 069	9 839	-8.7%	1.0%	12 229	12 953	13 770	11.9%	1.7%
Consultants: Business and advisory services	1 385 468	718 486	354 079	329 730	-38.0%	66.3%	305 549	319 015	335 705	0.6%	45.6%
Infrastructure and planning services	46 079	-	-	48 119	1.5%	2.2%	51 754	54 127	57 093	5.9%	7.5%
Legal services	4 170	8 983	9 950	5 349	8.7%	0.7%	10 916	11 583	12 323	32.1%	1.4%
Contractors	2 520	2 553	3 351	2 641	1.6%	0.3%	1 948	2 061	2 191	-6.0%	0.3%
Agency and support/outsourced services	744	1 372	898	1 160	16.0%	0.1%	560	594	633	-18.3%	0.1%
Entertainment	215	429	307	720	49.6%	-	769	816	869	6.5%	0.1%
Inventory: Clothing material and accessories	-	36	1	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	5	-	-	-	-	-	-100.0%	-
Inventory: Other supplies	-	-	-	40	-	-	-	-	-	-100.0%	-
Consumable supplies	2 583	1 027	541	987	-27.4%	0.1%	996	1 046	1 108	3.9%	0.1%
Consumables: Stationery, printing and office supplies	8 393	4 895	5 467	5 437	-13.5%	0.6%	6 531	6 853	7 249	10.1%	0.9%
Operating leases	38 603	55 123	67 045	52 195	10.6%	5.1%	54 262	57 393	60 607	5.1%	7.9%
Property payments	5 116	4 787	5 380	5 762	4.0%	0.5%	6 397	6 783	7 216	7.8%	0.9%
Transport provided: Departmental activity	-	45 356	39 127	-	-	2.0%	-	-	-	-	-
Travel and subsistence	57 619	67 031	82 251	59 483	1.1%	6.3%	71 745	75 154	79 447	10.1%	10.1%
Training and development	2 835	4 004	4 975	7 662	39.3%	0.5%	8 626	9 104	9 654	8.0%	1.2%
Operating payments	2 223	21 973	5 505	4 401	25.6%	0.8%	4 503	4 716	4 993	4.3%	0.7%
Venues and facilities	20 502	8 774	15 282	8 793	-24.6%	1.3%	8 942	9 334	9 854	3.9%	1.3%
Total	1 692 167	1 059 155	701 351	751 756	-23.7%	100.0%	660 015	691 087	729 129	-1.0%	100.0%

Transfers and subsidies expenditure trends and estimates

Table 35.5 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2013/14 - 2016/17	2017/18		
Provinces and municipalities											
Provincial revenue funds											
Current	4 552 521	4 832 709	4 939 448	5 400 292	5.9%	10.1%	5 722 871	5 990 298	6 325 755	5.4%	9.6%
Public transport operations grant	4 552 521	4 832 709	4 939 448	5 400 292	5.9%	10.1%	5 722 871	5 990 298	6 325 755	5.4%	9.6%
Capital	8 737 775	9 361 498	9 531 744	10 478 194	6.2%	19.4%	10 753 664	11 535 668	12 181 665	5.1%	18.4%
Provincial roads maintenance grant: Roads in support of electricity generation infrastructure component	808 900	803 002	830 000	801 000	-0.3%	1.7%	482 000	-	-	-100.0%	0.5%
Provincial roads maintenance grant: Roads maintenance component	7 519 488	7 956 245	8 221 154	9 379 071	7.6%	16.9%	10 001 664	11 325 668	12 181 665	9.1%	17.5%
Provincial roads maintenance grant: Disaster relief component	409 387	602 251	480 590	298 123	-10.0%	0.9%	270 000	210 000	-	-100.0%	0.3%
Provinces and municipalities											
Municipal bank accounts											
Current	52 205	75 223	96 842	101 514	24.8%	0.2%	107 309	113 533	119 891	5.7%	0.2%
Rural roads asset management systems grant	52 205	75 223	96 842	101 514	24.8%	0.2%	107 309	113 533	119 891	5.7%	0.2%
Capital	5 549 981	5 870 846	5 953 090	5 592 691	0.3%	11.7%	6 159 559	6 582 669	6 962 248	7.6%	10.3%
Public transport network grant	5 549 981	5 870 846	5 953 090	5 592 691	0.3%	11.7%	6 159 559	6 582 669	6 962 248	7.6%	10.3%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	3 656 594	4 102 565	4 557 440	4 904 545	10.3%	8.8%	5 167 152	5 481 778	5 806 041	5.8%	8.7%
Transport Education and Training Authority	919	978	881	1 105	6.3%	-	1 161	1 228	1 297	5.5%	-
Railway Safety Regulator	46 513	51 504	53 379	55 987	6.4%	0.1%	59 564	63 018	66 547	5.9%	0.1%
Road Traffic Management Corporation	83 473	259 481	184 104	193 862	32.4%	0.4%	198 555	215 361	227 421	5.5%	0.3%
South African National Roads Agency: Gauteng freeway improvement project	-	-	301 000	425 100	-	0.4%	463 359	505 061	550 516	9.0%	0.8%
South African National Roads Agency	3 453 733	3 736 149	3 951 623	4 161 060	6.4%	7.8%	4 369 112	4 622 520	4 881 381	5.5%	7.4%
Road Traffic Infringement Agency	25 000	11 475	11 497	10 093	-26.1%	-	17 696	11 722	7 770	-8.3%	-
South African Civil Aviation Authority	18 155	19 239	20 124	21 191	5.3%	-	22 251	23 542	24 860	5.5%	-
South African Maritime Safety Authority	12 901	6 887	7 205	7 586	-16.2%	-	12 965	13 707	14 475	24.0%	-
Ports Regulator of South Africa	15 900	16 852	27 627	28 561	21.6%	-	22 489	25 619	31 774	3.6%	-
Capital	7 043 451	8 180 798	8 590 865	9 329 426	9.8%	16.9%	11 112 352	12 505 401	13 182 931	12.2%	18.8%
South African National Roads Agency: Non-toll network	6 448 616	7 515 300	7 721 054	7 935 587	7.2%	15.1%	9 063 668	9 884 293	10 648 218	10.3%	15.3%
South African National Roads Agency: Coal haulage road network	594 835	665 498	696 111	733 005	7.2%	1.4%	769 655	814 295	842 723	4.8%	1.3%
South African National Roads Agency: Moloto road upgrade	-	-	155 500	660 834	-	0.4%	1 279 029	1 806 813	1 691 990	36.8%	2.2%
South African National Roads Agency: Botswana river crossing	-	-	18 200	-	-	-	-	-	-	-	-
Higher education institutions											
Current	10 179	-	-	-	-100.0%	-	-	-	-	-	-
Universities of Pretoria, KwaZulu-Natal and Stellenbosch	10 179	-	-	-	-100.0%	-	-	-	-	-	-
Foreign governments and international organisations											
Current	7 900	8 783	46 824	12 864	17.6%	-	27 719	28 596	29 514	31.9%	-
African Civil Aviation Commission	3 773	3 915	4 862	4 744	7.9%	-	4 980	5 269	5 564	5.5%	-
International Civil Aviation Organisation	3 476	3 690	4 027	4 098	5.6%	-	4 303	4 553	4 808	5.5%	-
International Maritime Organisation	4	496	568	1 458	614.3%	-	1 531	1 620	1 711	5.5%	-
Cospas-Sarsat search and rescue satellite programme	405	403	411	482	6.0%	-	507	536	566	5.5%	-
Southern African Development Community: International Civil Aviation Organisation Mission	-	-	-	60	-	-	60	60	64	2.2%	-
SADC Aviation Safety Organisation	-	-	-	-	-	-	6 000	6 000	6 000	-	-
Indian Ocean Memorandum of Understanding	242	279	320	322	10.0%	-	338	358	377	5.4%	-
International Oil Pollution Compensation Fund	-	-	36 636	-	-	-	-	-	-	-	-
Direct charge: International Oil Pollution Compensation Fund	-	-	-	1 700	-	-	10 000	10 200	10 424	83.0%	-
Public corporations and private enterprises											
Subsidies on products and production (pc)											
Current	4 328 003	3 887 342	4 066 160	4 281 666	-0.4%	8.4%	5 495 749	5 756 503	6 022 867	12.0%	8.8%
Passenger Rail Agency of South Africa: Metrorail (operations)	3 678 003	3 458 925	3 618 036	3 809 769	1.2%	7.4%	4 000 183	4 232 194	4 469 197	5.5%	6.7%
Passenger Rail Agency of South Africa: Mainline passenger services (operations)	650 00	428 41	448 12	471 89	-10.1	1.0	1 495 566	1 524 309	1 553 670	48.8%	2.1%

Table 35.5 Vote transfers and subsidies trends and estimates

R thousand	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average Expenditure/Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average Expenditure/Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Public corporations and private enterprises											
Other transfers to public corporations											
Capital	6 831 110	11 058 959	14 155 887	14 608 601	28.8%	23.8%	13 720 669	15 351 980	16 212 092	3.5%	24.5%
Passenger Rail Agency of South Africa: Other capital programmes	4 851 197	3 906 624	8 234 603	7 206 878	14.1%	12.3%	5 875 403	7 051 689	4 762 103	-12.9%	10.2%
Passenger Rail Agency of South Africa: Rolling stock fleet renewal programme	–	5 699 959	2 560 508	4 170 266	–	6.3%	4 420 482	4 676 870	7 623 656	22.3%	8.5%
Passenger Rail Agency of South Africa: Signalling	1 105 180	810 711	1 875 973	1 844 184	18.6%	2.9%	1 912 835	2 023 779	2 137 111	5.0%	3.2%
Passenger Rail Agency of South Africa: Metrorail (refurbishment of coaches)	746 699	547 745	1 267 474	1 283 523	19.8%	2.0%	1 360 534	1 439 445	1 520 054	5.8%	2.3%
Passenger Rail Agency of South Africa: Mainline passenger service (refurbishment of coaches)	128 034	93 920	217 329	103 750	-6.8%	0.3%	151 415	160 197	169 168	17.7%	0.2%
Non-profit institutions											
Current	18 880	19 808	21 669	22 816	6.5%	–	23 957	25 347	26 766	5.5%	–
National Sea Rescue Institute	1 223	2 000	2 095	2 205	21.7%	–	2 316	2 451	2 589	5.5%	–
National Emergency Communications Division of the South African Radio League	73	77	80	84	4.8%	–	88	93	98	5.3%	–
Mountain Club of South Africa	73	77	80	84	4.8%	–	88	93	98	5.3%	–
Off Road Rescue Unit	73	77	80	84	4.8%	–	88	93	98	5.3%	–
K9 Search and Rescue Association of South Africa	73	77	80	84	4.8%	–	88	93	98	5.3%	–
South African National Taxi Council	17 365	17 500	19 254	20 275	5.3%	–	21 289	22 524	23 785	5.5%	–
Households											
Social benefits											
Current	883	691	1 200	178	-41.4%	–	187	198	210	5.7%	–
Employee social benefits	883	691	1 200	178	-41.4%	–	187	198	210	5.7%	–
Households											
Other transfers to households											
Current	230 897	307 577	258 210	363 381	16.3%	0.6%	399 475	422 645	446 314	7.1%	0.7%
Bursaries to non-employees	–	7 514	9 808	9 939	–	–	10 434	11 040	11 659	5.5%	–
Taxi recapitalisation	230 897	300 063	248 402	353 442	15.2%	0.6%	389 041	411 605	434 655	7.1%	0.6%
Total	41 020 379	47 706 799	52 219 379	55 096 168	10.3%	100.0%	58 690 663	63 794 616	67 316 294	6.9%	100.0%

Personnel information

Table 35.6 Vote personnel numbers and cost by salary level and programme¹

Programmes		Number and cost ² of personnel posts filled / planned for on funded establishment											Number				
Number of funded posts	Number of posts additional to the establishment	Actual		Revised estimate			Medium-term expenditure estimate					Average growth rate (%)	Average Salary level/Total (%)				
		2015/16	Unit cost	2016/17	Unit cost	2017/18	Unit cost	2018/19		2019/20				2016/17 - 2019/20			
		Number	Cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Transport		683	382.9	702	432.1	0.6	710	450.0	0.6	704	470.0	0.7	703	505.9	0.7	-0.2%	100.0%
Salary level																	
1 – 6	145	1	150 39.3 0.3	151 39.8 0.3	150 40.7 0.3	149 42.8 0.3	149 46.3 0.3	–	–	–	–	–	–	–	–	-0.4%	21.2%
7 – 10	286	2	291 112.4 0.4	304 136.9 0.5	304 141.8 0.5	304 150.6 0.5	304 163.1 0.5	–	–	–	–	–	–	–	–	–	43.0%
11 – 12	139	–	143 99.9 0.7	137 112.4 0.8	131 110.9 0.8	126 112.1 0.9	126 121.4 1.0	–	–	–	–	–	–	–	–	-2.8%	18.4%
13 – 16	111	4	116 127.1 1.1	114 138.6 1.2	123 152.0 1.2	123 159.6 1.3	122 169.9 1.4	–	–	–	–	–	–	–	–	2.3%	17.1%
Other	2	–	2 4.2 2.1	2 4.4 2.2	2 4.6 2.3	2 4.9 2.4	2 5.2 2.6	–	–	–	–	–	–	–	–	–	0.3%
Programme		683	382.9	708	432.1	0.6	710	450.0	0.6	704	470.0	0.7	703	505.9	0.7	-0.2%	100.0%
Programme 1	333	5	344 174.4 0.5	341 196.9 0.6	341 199.8 0.6	339 209.2 0.6	339 225.1 0.7	–	–	–	–	–	–	–	–	-0.2%	48.1%
Programme 2	72	–	74 43.1 0.6	73 44.3 0.6	73 45.8 0.6	72 48.5 0.7	72 52.2 0.7	–	–	–	–	–	–	–	–	-0.5%	10.3%
Programme 3	36	–	36 19.9 0.6	36 23.3 0.6	38 25.5 0.7	38 26.3 0.7	38 28.5 0.8	–	–	–	–	–	–	–	–	1.8%	5.3%
Programme 4	88	1	90 45.3 0.5	86 54.3 0.6	85 57.9 0.7	84 61.4 0.7	84 66.0 0.8	–	–	–	–	–	–	–	–	-0.8%	12.0%
Programme 5	57	1	57 35.7 0.6	55 39.4 0.7	54 40.4 0.7	52 42.8 0.8	52 46.1 0.9	–	–	–	–	–	–	–	–	-1.9%	7.5%
Programme 6	31	–	34 20.1 0.6	33 23.8 0.7	34 28.4 0.8	34 27.1 0.8	33 29.1 0.9	–	–	–	–	–	–	–	–	–	4.7%
Programme 7	66	–	67 44.4 0.7	84 50.2 0.6	85 52.2 0.6	85 54.7 0.6	85 58.8 0.7	–	–	–	–	–	–	–	–	0.4%	12.0%

¹ Data has been provided by the department and may not necessarily reconcile with official government personnel data.

² Rand million.

Departmental receipts

Table 35.7 Departmental receipts by economic classification

	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2013/14	2014/15	2015/16					2016/17	2017/18	2018/19		
R thousand												
Departmental receipts	746 967	322 107	209 935	276 607	282 535	-27.7%	100.0%	295 589	309 491	326 822	5.0%	100.0%
Sales of goods and services produced by department	446	609	554	621	706	16.5%	0.1%	654	691	730	1.1%	0.2%
Sales by market establishments of which:	74	93	93	100	98	9.8%	-	105	110	116	5.8%	-
Rental parking: Covered and open	74	93	93	100	98	9.8%	-	105	110	116	5.8%	-
Administrative fees of which:	270	321	336	350	474	20.6%	0.1%	368	389	411	-4.6%	0.1%
Foreign operating permits	270	321	335	223	352	9.2%	0.1%	368	389	411	5.3%	0.1%
Access to Information Act (2000)	-	-	1	7	2	-	-	-	-	-	-100.0%	-
Public driver permits	-	-	-	120	120	-	-	-	-	-	-100.0%	-
Other sales of which:	102	195	125	171	134	9.5%	-	181	192	203	14.8%	0.1%
Commission on insurance	102	94	122	70	130	8.4%	-	74	78	82	-14.2%	-
Services rendered: Transport fees	-	77	-	77	-	-	-	81	86	91	-	-
Replacement of security cards and tender documents	-	14	-	14	-	-	-	15	16	17	-	-
Departmental publications	-	10	3	10	4	-	-	11	12	13	48.1%	-
Sales of scrap, waste, arms and other used current goods	3	2	2	-	3	-	-	32	34	36	128.9%	-
of which:	3	2	2	-	3	-	-	32	34	36	128.9%	-
Waste paper	3	2	2	-	3	-	-	32	34	36	128.9%	-
Transfers received	-	-	-	244	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	70	-	-	-	74	78	82	-	-
Interest, dividends and rent on land	74 007	230 734	205 644	250 908	257 187	51.5%	49.2%	268 958	281 601	297 370	5.0%	91.0%
Interest	74	6 937	1 130	908	1 187	152.2%	0.6%	158	167	176	-47.1%	0.1%
Dividends of which:	73 933	223 797	204 514	250 000	256 000	51.3%	48.6%	268 800	281 434	297 194	5.1%	90.9%
Special restructuring proceeds from Airports Company of South Africa	73 933	223 797	204 514	250 000	256 000	51.3%	48.6%	268 800	281 434	297 194	5.1%	90.9%
Sales of capital assets	-	-	-	300	-	-	-	-	-	-	-	-
Transactions in financial assets and liabilities	672 511	90 762	3 735	24 464	24 639	-66.8%	50.7%	25 871	27 087	28 604	5.1%	8.7%
Total	746 967	322 107	209 935	276 607	282 535	-27.7%	100.0%	295 589	309 491	326 822	5.0%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department.

Expenditure trends and estimates

Table 35.8 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R million											
Ministry	33.0	35.6	45.8	35.0	2.0%	9.9%	35.4	37.2	39.6	4.2%	8.8%
Management	48.4	44.7	53.2	73.5	14.9%	14.6%	76.5	78.4	83.9	4.6%	18.6%
Corporate Services	166.5	205.3	227.4	198.6	6.1%	53.0%	206.3	218.5	233.9	5.6%	50.9%
Communications	33.7	41.6	30.1	35.4	1.6%	9.3%	35.9	37.1	39.4	3.7%	8.8%
Office Accommodation	33.9	50.3	64.3	50.3	14.0%	13.2%	52.8	55.9	59.0	5.5%	13.0%
Total	315.6	377.5	420.8	392.8	7.6%	100.0%	406.9	427.2	455.9	5.1%	100.0%
Change to 2016 Budget estimate				(2.0)			5.0	6.0	7.1		
Economic classification	295.7	362.4	400.0	376.5	8.4%	95.2%	392.6	412.0	440.0	5.3%	96.3%
Current payments											
Compensation of employees	141.4	155.0	174.4	196.9	11.7%	44.3%	199.8	209.2	225.1	4.6%	49.4%
Goods and services ¹ of which:	154.3	207.4	225.6	179.6	5.2%	50.9%	192.7	202.8	214.9	6.2%	46.9%
Advertising	23.0	30.4	15.6	21.0	-2.9%	6.0%	20.2	20.8	22.0	1.5%	5.0%
Audit costs: External	7.0	5.4	5.5	10.0	12.5%	1.9%	10.7	11.3	12.0	6.5%	2.6%
Computer services	10.9	6.3	11.5	9.1	-5.8%	2.5%	11.2	11.9	12.6	11.4%	2.7%
Legal services	4.2	9.0	9.9	5.3	8.7%	1.9%	10.9	11.6	12.3	32.1%	2.4%
Operating leases	35.7	51.4	64.5	50.8	12.4%	13.4%	52.8	55.9	59.0	5.1%	13.0%
Travel and subsistence	24.7	29.4	39.9	30.4	7.2%	8.3%	37.0	38.8	41.0	10.6%	8.7%

Table 35.8 Administration expenditure trends and estimates by subprogramme and economic classification

	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
R million											
Transfers and subsidies¹	11.6	8.7	10.9	11.2	-1.0%	2.8%	11.8	12.5	13.2	5.5%	2.9%
Departmental agencies and accounts	0.9	1.0	0.9	1.1	6.3%	0.3%	1.2	1.2	1.3	5.5%	0.3%
Higher education institutions	10.2	-	-	-	-100.0%	0.7%	-	-	-	-	-
Households	0.5	7.7	10.0	10.1	180.6%	1.9%	10.6	11.2	11.9	5.5%	2.6%
Payments for capital assets	8.3	6.2	9.4	5.1	-15.1%	1.9%	2.5	2.7	2.8	-17.8%	0.8%
Machinery and equipment	8.3	6.2	6.1	5.1	-15.1%	1.7%	2.5	2.7	2.8	-17.8%	0.8%
Software and other intangible assets	-	-	3.4	-	-	0.2%	-	-	-	-	-
Payments for financial assets	0.1	0.2	0.5	-	-100.0%	0.1%	-	-	-	-	-
Total	315.6	377.5	420.8	392.8	7.6%	100.0%	406.9	427.2	455.9	5.1%	100.0%
Proportion of total programme expenditure to vote expenditure	0.7%	0.8%	0.8%	0.7%	-	-	0.7%	0.7%	0.7%	-	-
Details of selected transfers and subsidies											
Households											
Other transfers to households											
Current	-	7.5	9.8	9.9	-	1.8%	10.4	11.0	11.7	5.5%	2.6%
Bursaries to non-employees	-	7.5	9.8	9.9	-	1.8%	10.4	11.0	11.7	5.5%	2.6%
Higher education institutions											
Current	10.2	-	-	-	-100.0%	0.7%	-	-	-	-	-
Universities of Pretoria, KwaZulu-Natal and Stellenbosch	10.2	-	-	-	-100.0%	0.7%	-	-	-	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 2: Integrated Transport Planning

Programme purpose

Integrate and harmonise macro-transport sector policies, strategies and legislation. Coordinate and develop sector-related policies, research activities, and regional and inter-sphere relations. Facilitate sector transformation and provide sector economic modelling and analysis.

Objectives

- Facilitate integrated macro-transport systems planning by:
 - submitting the revised White Paper on National Transport Policy to Cabinet in 2017
 - monitoring the implementation of the national transport master plan 2050 on a continuous basis.
- Promote the national, regional and continental integration of transport infrastructure operations and standards by submitting the road freight strategy to Cabinet in 2017.
- Enhance the economic regulation and socioeconomic transformation of the transport sector by submitting the Single Transport Economic Regulator Bill to Parliament and the green transport strategy to Cabinet by 2018.

Subprogrammes

- *Macro Sector Planning* examines land use and transport planning in all spheres of government from a multimodal perspective, and manages and facilitates the implementation of the planning provisions contained in the National Land Transport Act (2009).
- *Freight Logistics* develops and coordinates the implementation of freight logistics strategies aimed at unblocking bottlenecks in the freight logistics system and related supply chains, with particular emphasis on integrating elements of the system across all modes.
- *Modelling and Economic Analysis* undertakes economic studies, provides innovative and enabling transport infrastructure funding options that respond to the socioeconomic needs of the national agenda, and applies economic analysis tools to transport sector policy development.
- *Regional Integration* manages, coordinates and facilitates the development of strategies for engagements in the Southern African Development Community region and the rest of Africa.
- *Research and Innovation* ensures research, innovation and monitoring of the transport sector for sustainability.

- *Integrated Transport Planning Administration Support* provides administrative support services to the programme.

Expenditure trends and estimates

Table 35.9 Integrated Transport Planning expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R million											
Macro Sector Planning	9.0	13.3	12.7	15.4	19.8%	16.3%	16.8	17.7	18.9	7.0%	20.4%
Freight Logistics	16.0	13.5	23.0	20.4	8.4%	23.6%	21.1	22.2	23.6	5.0%	25.8%
Modelling and Economic Analysis	21.8	19.8	25.8	17.2	-7.6%	27.4%	17.2	18.1	19.3	3.9%	21.2%
Regional Integration	6.1	7.7	8.2	6.6	2.5%	9.3%	6.7	7.1	7.6	4.9%	8.3%
Research and Innovation	7.4	14.1	13.4	13.1	21.3%	15.5%	13.5	14.2	15.2	5.0%	16.6%
Integrated Transport Planning Administration Support	6.1	6.6	5.6	6.2	0.6%	7.9%	6.4	6.7	7.1	4.9%	7.8%
Total	66.4	75.0	88.8	79.0	6.0%	100.0%	81.7	86.0	91.8	5.2%	100.0%
Change to 2016 Budget estimate				-			0.2	0.2	0.2		
Economic classification											
Current payments	65.5	74.1	87.6	78.8	6.3%	99.0%	81.5	85.8	91.6	5.2%	99.8%
Compensation of employees	31.7	36.6	43.1	44.3	11.8%	50.3%	45.8	48.5	52.2	5.7%	56.4%
Goods and services ¹	33.8	37.5	44.5	34.5	0.7%	48.6%	35.6	37.3	39.4	4.5%	43.4%
of which:											
Advertising	0.0	1.2	3.8	0.6	285.1%	1.8%	0.7	0.8	0.8	9.1%	0.9%
Catering: Departmental activities	0.1	0.1	0.1	0.4	90.2%	0.2%	1.2	1.2	1.3	45.7%	1.2%
Communication	0.4	0.6	0.7	0.6	14.6%	0.8%	0.7	0.7	0.7	4.8%	0.8%
Consultants: Business and advisory services	22.6	27.4	24.6	25.0	3.4%	32.2%	25.9	27.1	28.6	4.6%	31.5%
Travel and subsistence	4.3	5.2	7.5	4.5	2.0%	7.0%	4.7	4.9	5.2	4.5%	5.7%
Venues and facilities	1.4	0.8	4.8	2.2	15.0%	3.0%	1.9	2.0	2.1	-0.9%	2.4%
Transfers and subsidies¹	0.1	0.2	0.1	-	-100.0%	0.1%	-	-	-	-	-
Households	0.1	0.2	0.1	-	-100.0%	0.1%	-	-	-	-	-
Payments for capital assets	0.8	0.7	1.1	0.2	-38.0%	0.9%	0.2	0.2	0.2	5.2%	0.2%
Machinery and equipment	0.8	0.7	1.1	0.2	-38.0%	0.9%	0.2	0.2	0.2	5.2%	0.2%
Total	66.4	75.0	88.8	79.0	6.0%	100.0%	81.7	86.0	91.8	5.2%	100.0%
Proportion of total programme expenditure to vote expenditure	0.2%	0.2%	0.2%	0.1%	-	-	0.1%	0.1%	0.1%	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 3: Rail Transport

Programme purpose

Facilitate and coordinate the development of sustainable rail transport policies, rail economic and safety regulation, and infrastructure development strategies that reduce system costs and improve customer service. Oversee rail public entities and the implementation of integrated rail services.

Objectives

- Enhance the performance, efficiency and reliability of the rail sector by facilitating the submission of the National Rail Bill to Cabinet in 2017.
- Develop alternative funding options for the rail sector through a due diligence study by 2019.
- Regulate and enhance rail safety and security by submitting the draft National Railway Safety Regulator Amendment Bill to Cabinet in 2017.

Subprogrammes

- *Rail Regulation* is responsible for the development of rail policy, and safety and economic regulations.
- *Rail Infrastructure and Industry Development* coordinates the development, maintenance of and investment in rail infrastructure.
- *Rail Operations* coordinates the implementation of integrated rail services, and monitors and analyses service delivery challenges facing the rail industry.

- *Rail Oversight* oversees and tracks the performance of the Passenger Rail Agency of South Africa and the Railway Safety Regulator, and manages the transfer payments to these entities.
- *Rail Administration Support* provides support services to the entire programme. This entails preparing submissions, facilitating departmental meetings, implementing projects and business planning.

Expenditure trends and estimates

Table 35.10 Rail Transport expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
R million											
Rail Regulation	5.6	10.4	11.7	18.7	49.1%	0.1%	19.2	20.2	21.4	4.7%	0.1%
Rail Infrastructure and Industry Development	14.9	13.7	7.6	8.7	-16.5%	0.1%	12.3	12.1	12.8	13.8%	0.1%
Rail Operations	4.2	9.9	4.9	7.9	23.0%	-	7.7	8.2	8.8	3.7%	-
Rail Oversight	11 205.6	14 998.0	18 278.2	18 946.3	19.1%	99.8%	19 276.0	21 171.5	22 301.5	5.6%	99.8%
Rail Administration Support	2.4	3.4	2.9	4.1	18.7%	-	5.1	5.4	6.0	13.9%	-
Total	11 232.8	15 035.5	18 305.3	18 985.5	19.1%	100.0%	19 320.3	21 217.3	22 350.5	5.6%	100.0%
Change to 2016 Budget estimate				-			(813.6)	(73.1)	(132.7)		
Economic classification											
Current payments	27.0	37.2	29.6	39.1	13.1%	0.2%	44.2	45.7	48.9	7.7%	0.2%
Compensation of employees	13.4	20.2	19.9	23.3	20.3%	0.1%	25.5	26.3	28.5	6.9%	0.1%
Goods and services ¹	13.6	17.0	9.6	15.8	5.1%	0.1%	18.6	19.4	20.4	8.9%	0.1%
<i>of which:</i>											
<i>Catering: Departmental activities</i>	0.0	0.0	0.0	0.1	71.0%	-	0.1	0.1	0.1	0.5%	-
<i>Communication</i>	0.2	0.3	0.7	0.3	3.9%	-	0.3	0.3	0.3	6.8%	-
<i>Consultants: Business and advisory services</i>	12.0	14.4	5.0	7.4	-15.1%	0.1%	6.1	6.4	6.7	-3.2%	-
<i>Infrastructure and planning services</i>	-	-	-	6.5	-	-	10.5	11.0	11.5	20.8%	-
<i>Consumables: Stationery, printing and office supplies</i>	0.0	0.1	0.4	0.1	42.7%	-	0.2	0.2	0.2	22.5%	-
<i>Travel and subsistence</i>	0.5	1.2	1.9	1.2	30.8%	-	1.3	1.4	1.5	6.3%	-
Transfers and subsidies¹	11 205.6	14 997.8	18 275.5	18 946.3	19.1%	99.8%	19 276.0	21 171.5	22 301.5	5.6%	99.8%
Departmental agencies and accounts	46.5	51.5	53.4	56.0	6.4%	0.3%	59.6	63.0	66.5	5.9%	0.3%
Public corporations and private enterprises	11 159.1	14 946.3	18 222.0	18 890.3	19.2%	99.5%	19 216.4	21 108.5	22 235.0	5.6%	99.5%
Payments for capital assets	0.2	0.6	0.3	0.2	-7.0%	-	0.1	0.1	0.1	-9.9%	-
Machinery and equipment	0.2	0.6	0.3	0.2	-7.0%	-	0.1	0.1	0.1	-9.9%	-
Total	11 232.8	15 035.5	18 305.3	18 985.5	19.1%	100.0%	19 320.3	21 217.3	22 350.5	5.6%	100.0%
Proportion of total programme expenditure to vote expenditure	26.1%	30.6%	34.3%	33.7%	-	-	32.3%	32.7%	32.6%	-	-
Details of selected transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	46.5	51.5	53.4	56.0	6.4%	0.3%	59.6	63.0	66.5	5.9%	0.3%
Railway Safety Regulator	46.5	51.5	53.4	56.0	6.4%	0.3%	59.6	63.0	66.5	5.9%	0.3%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Capital	6 831.1	11 059.0	14 155.9	14 608.6	28.8%	73.4%	13 720.7	15 352.0	16 212.1	3.5%	73.2%
Passenger Rail Agency of South Africa: Other capital programmes	4 851.2	3 906.6	8 234.6	7 206.9	14.1%	38.1%	5 875.4	7 051.7	4 762.1	-12.9%	30.4%
Passenger Rail Agency of South Africa: Rolling stock fleet renewal programme	-	5 700.0	2 560.5	4 170.3	-	19.6%	4 420.5	4 676.9	7 623.7	22.3%	25.5%
Passenger Rail Agency of South Africa: Signalling	1 105.2	810.7	1 876.0	1 844.2	18.6%	8.9%	1 912.8	2 023.8	2 137.1	5.0%	9.7%
Passenger Rail Agency of South Africa: Metrorail (refurbishment of coaches)	746.7	547.7	1 267.5	1 283.5	19.8%	6.1%	1 360.5	1 439.4	1 520.1	5.8%	6.8%
Passenger Rail Agency of South Africa: Mainline passenger service (refurbishment of coaches)	128.0	93.9	217.3	103.8	-6.8%	0.9%	151.4	160.2	169.2	17.7%	0.7%
Public corporations and private enterprises											
Public corporations											
Public corporations (subsidies on products and production)											
Current	4 328.0	3 887.3	4 066.2	4 281.7	-0.4%	26.1%	5 495.7	5 756.5	6 022.9	12.0%	26.3%
Passenger Rail Agency of South Africa: Metrorail (operations)	3 678.0	3 458.9	3 618.0	3 809.8	1.2%	22.9%	4 000.2	4 232.2	4 469.2	5.5%	20.2%
Passenger Rail Agency of South Africa: Mainline passenger services (operations)	650.0	428.4	448.1	471.9	-10.1%	3.1%	1 495.6	1 524.3	1 553.7	48.8%	6.2%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 4: Road Transport

Programme purpose

Develop and manage an integrated road infrastructure network, regulate road transport and ensure safer roads. Oversee road public entities.

Objectives

- Ensure a sustainable road infrastructure network by:
 - submitting the White Paper on Roads Policy to Cabinet by 2018
 - monitoring the overall implementation of the S'hamba Sonke programme on a continuous basis
 - submitting the draft access road development plan to Cabinet by 2018.
- Regulate and enhance road transport safety and security by:
 - monitoring the rollout of the Administrative Adjudication of Road Traffic Offences Act (1998) on a continuous basis
 - monitoring and implementing the 2016-2030 national road safety strategy on a continuous basis
 - tabling the Road Accident Benefit Scheme Bill in Parliament in 2017.

Subprogrammes

- *Road Regulation* regulates road safety and traffic management, manages the electronic national traffic information system, and exercises oversight of the inspectorate for driving licences and vehicle testing stations.
- *Road Infrastructure and Industry Development* facilitates and coordinates the planning, development and implementation of a sustainable and reliable integrated road infrastructure network; as well as capacity enhancement in the industry.
- *Road Oversight* reviews and analyses the performance of road transport public entities and monitors their compliance with regulations and legislation. This subprogramme also transfers funds to the South African National Roads Agency, the Road Traffic Management Corporation and the Road Traffic Infringement Agency.
- *Road Administration Support* provides administrative support services to the programme. This entails preparing submissions, facilitating departmental meetings, implementing projects and business planning.
- *Road Engineering Standards* develops and implements road engineering standards, coordinates the development of an asset management system for safe and resilient road infrastructure, and manages the provincial roads maintenance grant.

Expenditure trends and estimates

Table 35.11 Road Transport expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/Total (%) 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
R million											
Road Regulation	1 222.0	521.9	158.0	34.6	-69.5%	2.1%	36.6	38.7	41.4	6.2%	0.1%
Road Infrastructure and Industry Development	34.0	35.8	39.1	34.9	0.8%	0.2%	37.1	39.0	41.5	5.9%	0.1%
Road Oversight	19 396.8	21 625.9	22 669.0	24 704.2	8.4%	97.6%	27 028.6	29 516.2	31 159.0	8.0%	99.6%
Road Administration Support	6.3	6.7	10.6	7.6	6.4%	–	7.9	8.3	8.8	5.0%	–
Road Engineering Standards	6.4	12.5	12.4	17.8	41.0%	0.1%	18.4	19.4	20.7	5.1%	0.1%
Total	20 665.6	22 202.9	22 889.2	24 799.1	6.3%	100.0%	27 128.6	29 621.6	31 271.4	8.0%	100.0%
Change to 2016 Budget estimate				273.6			(277.1)	(206.1)	(227.8)		
Economic classification											
Current payments	1 269.3	552.4	217.5	99.2	-57.2%	2.4%	105.8	111.6	119.1	6.3%	0.4%
Compensation of employees	34.6	40.9	45.3	54.3	16.2%	0.2%	57.9	61.4	66.0	6.8%	0.2%
Goods and services ¹	1 234.7	511.5	172.1	45.0	-66.9%	2.2%	48.0	50.2	53.0	5.7%	0.2%
of which:											
Advertising	1.3	0.8	2.1	1.5	6.6%	–	1.5	1.6	1.7	2.9%	–
Communication	0.6	0.7	0.9	0.9	14.1%	–	1.1	1.2	1.2	10.5%	–
Consultants: Business and advisory services	1 216.0	495.2	149.9	24.0	-73.0%	2.1%	25.6	26.8	28.3	5.7%	0.1%
Consumables: Stationery, printing and office supplies	0.4	1.6	0.9	1.3	44.3%	–	1.7	1.8	1.9	12.9%	–
Travel and subsistence	7.6	9.1	12.9	11.4	14.7%	–	12.4	13.0	13.8	6.4%	–
Venues and facilities	6.3	0.9	1.1	1.5	-37.8%	–	1.9	1.9	2.0	10.3%	–

Table 35.11 Road Transport expenditure trends and estimates by subprogramme and economic classification

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R million											
Transfers and subsidies¹	19 395.8	21 624.7	22 667.8	24 699.2	8.4%	97.6%	27 022.0	29 509.3	31 151.6	8.0%	99.6%
Provinces and municipalities	8 790.0	9 436.7	9 628.6	10 579.7	6.4%	42.4%	10 861.0	11 649.2	12 301.6	5.2%	40.2%
Departmental agencies and accounts	10 605.7	12 187.9	13 039.1	14 119.5	10.0%	55.2%	16 161.1	17 860.1	18 850.0	10.1%	59.4%
Households	0.2	0.0	0.1	–	-100.0%	–	–	–	–	–	–
Payments for capital assets	0.5	25.7	1.1	0.7	11.3%	–	0.7	0.7	0.8	5.4%	–
Machinery and equipment	0.5	25.7	1.1	0.7	11.3%	–	0.7	0.7	0.8	5.4%	–
Payments for financial assets	0.0	0.0	2.8	–	-100.0%	–	–	–	–	–	–
Total	20 665.6	22 202.9	22 889.2	24 799.1	6.3%	100.0%	27 128.6	29 621.6	31 271.4	8.0%	100.0%
Proportion of total programme expenditure to vote expenditure	48.0%	45.2%	42.9%	44.1%	–	–	45.4%	45.6%	45.6%	–	–
Details of selected transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	3 562.2	4 007.1	4 448.2	4 790.1	10.4%	18.6%	5 048.7	5 354.7	5 667.1	5.8%	18.5%
Road Traffic Management Corporation	83.5	259.5	184.1	193.9	32.4%	0.8%	198.6	215.4	227.4	5.5%	0.7%
South African National Roads Agency: Gauteng freeway improvement project	–	–	301.0	425.1	–	0.8%	463.4	505.1	550.5	9.0%	1.7%
South African National Roads Agency	3 453.7	3 736.1	3 951.6	4 161.1	6.4%	16.9%	4 369.1	4 622.5	4 881.4	5.5%	16.0%
Road Traffic Infringement Agency	25.0	11.5	11.5	10.1	-26.1%	0.1%	17.7	11.7	7.8	-8.3%	–
Capital	7 043.5	8 180.8	8 590.9	9 329.4	9.8%	36.6%	11 112.4	12 505.4	13 182.9	12.2%	40.9%
South African National Roads Agency: Non-toll network	6 448.6	7 515.3	7 721.1	7 935.6	7.2%	32.7%	9 063.7	9 884.3	10 648.2	10.3%	33.3%
South African National Roads Agency: Coal haulage road network	594.8	665.5	696.1	733.0	7.2%	3.0%	769.7	814.3	842.7	4.8%	2.8%
South African National Roads Agency: Moloto road upgrade	–	–	155.5	660.8	–	0.9%	1 279.0	1 806.8	1 692.0	36.8%	4.8%
South African National Roads Agency: Botswana river crossing	–	–	18.2	–	–	–	–	–	–	–	–
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	52.2	75.2	96.8	101.5	24.8%	0.4%	107.3	113.5	119.9	5.7%	0.4%
Rural roads asset management systems grant	52.2	75.2	96.8	101.5	24.8%	0.4%	107.3	113.5	119.9	5.7%	0.4%
Provinces and municipalities											
Provinces											
Provincial revenue funds											
Capital	8 737.8	9 361.5	9 531.7	10 478.2	6.2%	42.1%	10 753.7	11 535.7	12 181.7	5.1%	39.8%
Provincial roads maintenance grant: Roads in support of electricity generation infrastructure component	808.9	803.0	830.0	801.0	-0.3%	3.6%	482.0	–	–	-100.0%	1.1%
Provincial roads maintenance grant: Roads maintenance component	7 519.5	7 956.2	8 221.2	9 379.1	7.6%	36.5%	10 001.7	11 325.7	12 181.7	9.1%	38.0%
Provincial roads maintenance grant: Disaster relief component	409.4	602.3	480.6	298.1	-10.0%	2.0%	270.0	210.0	–	-100.0%	0.7%

¹ Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 5: Civil Aviation

Programme purpose

Facilitate the development of an economically viable air transport industry that is safe, secure, efficient, environmentally friendly and compliant with international standards through regulations, investigations and overseeing aviation public entities.

Objectives

- Enhance the performance, efficiency and reliability of the aviation sector by submitting the amendment of the Airports Company Act (1993) and the Air Traffic and Navigation Services Company Act (1993) to Cabinet by 2017.
- Regulate and enhance civil aviation safety and security by:
 - submitting the Civil Aviation Policy to Cabinet in 2017
 - facilitating the universal safety oversight audit conducted by the International Civil Aviation Organisation in 2017.
- Contribute to job creation in the transport sector by submitting the national aviation transformation strategy to Cabinet by 2017.

Subprogrammes

- *Aviation Policy and Regulations* develops and maintains the civil aviation regulatory regime to respond to national imperatives and international standards, norms and protocols.
- *Aviation Economic Analysis and Industry Development* provides aviation economic analysis and develops relevant frameworks for industry development and airfreight logistics activities.
- *Aviation Safety, Security, Environment and Search and Rescue* develops and monitors South Africa's aviation safety, security, environment, and search and rescue regime; and manages investigations of aviation accidents and serious incidents for the purposes of identifying deficiencies to make safety recommendations on mechanisms to address these deficiencies.
- *Aviation Oversight* monitors the performance of the Airports Company South Africa, the Air Traffic and Navigation Services Company and the South African Civil Aviation Authority, in line with the legislative framework.
- *Aviation Administration Support* provides project and financial administrative support to the entire programme. This entails preparing submissions, facilitating departmental meetings, implementing projects and business planning.
- *Mthatha Airport* was created to facilitate the upgrade and refurbishment of Mthatha Airport in 2012/13 and 2013/14.

Expenditure trends and estimates

Table 35.12 Civil Aviation expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2013/14	2014/15	2015/16		2013/14 - 2016/17	Average: Expenditure/Total (%)	2017/18	2018/19	2019/20	2016/17 - 2019/20	Average: Expenditure/Total (%)
R million											
Aviation Policy and Regulations	27.4	26.1	26.6	23.7	-4.7%	14.7%	25.1	26.6	28.4	6.2%	13.1%
Aviation Economic Analysis and Industry Development	8.5	9.0	9.8	11.3	10.0%	5.5%	11.4	12.0	12.9	4.5%	6.0%
Aviation Safety, Security, Environment and Search and Rescue	61.8	64.7	57.7	169.3	39.9%	49.9%	71.5	74.9	79.3	-22.3%	49.9%
Aviation Oversight	35.1	37.8	40.6	43.9	7.8%	22.2%	56.9	59.8	62.9	12.8%	28.3%
Aviation Administration Support	7.7	23.4	6.4	5.0	-13.0%	6.0%	5.1	5.3	5.7	4.4%	2.7%
Mthatha Airport	8.2	-	4.1	-	-100.0%	1.7%	-	-	-	-	-
Total	148.6	161.0	145.3	253.2	19.4%	100.0%	169.9	178.7	189.2	-9.3%	100.0%
Change to 2016				-			10.5	10.9	11.1		
Budget estimate											
Economic classification											
Current payments	105.8	123.5	105.3	212.1	26.1%	77.2%	115.7	121.7	129.4	-15.2%	73.2%
Compensation of employees	31.3	32.4	35.7	39.4	8.0%	19.6%	40.4	42.8	46.1	5.4%	21.3%
Goods and services ¹	74.5	91.1	69.6	172.8	32.4%	57.6%	75.3	78.9	83.3	-21.6%	51.9%
of which:											
Communication	53.1	53.0	44.8	156.1	43.3%	43.3%	58.1	60.8	64.2	-25.6%	42.9%
Consultants: Business and advisory services	3.8	5.4	10.7	6.9	22.5%	3.8%	7.3	7.7	8.1	5.3%	3.8%
Consumables: Stationery, printing and office supplies	0.4	0.3	0.4	0.6	11.1%	0.3%	1.0	1.0	1.1	20.5%	0.5%
Travel and subsistence	7.2	8.6	8.9	7.5	1.3%	4.6%	7.2	7.6	8.0	2.2%	3.8%
Training and development	0.1	0.0	0.1	0.5	48.9%	0.1%	0.4	0.4	0.4	-4.9%	0.2%
Operating payments	0.1	18.6	0.3	0.2	39.1%	2.7%	0.4	0.4	0.4	31.1%	0.2%
Transfers and subsidies¹	33.9	36.6	39.2	40.7	6.3%	21.2%	53.7	56.5	59.3	13.4%	26.6%
Departmental agencies and accounts	24.7	26.1	27.3	28.8	5.3%	15.1%	35.2	37.2	39.3	11.0%	17.8%
Foreign governments and international organisations	7.7	8.0	9.3	9.4	7.0%	4.9%	15.9	16.4	17.0	21.9%	7.4%
Non-profit institutions	1.5	2.3	2.4	2.5	18.8%	1.2%	2.7	2.8	3.0	5.5%	1.4%
Households	0.1	0.1	0.1	-	-100.0%	-	-	-	-	-	-
Payments for capital assets	9.0	0.9	0.8	0.4	-64.5%	1.6%	0.4	0.4	0.5	5.5%	0.2%
Buildings and other fixed structures	8.2	-	-	-	-100.0%	1.2%	-	-	-	-	-
Machinery and equipment	0.8	0.9	0.8	0.4	-18.9%	0.4%	0.4	0.4	0.5	5.5%	0.2%
Total	148.6	161.0	145.3	253.2	19.4%	100.0%	169.9	178.7	189.2	-9.3%	100.0%
Proportion of total programme expenditure to vote expenditure	0.3%	0.3%	0.3%	0.4%	-	-	0.3%	0.3%	0.3%	-	-

Table 35.12 Civil Aviation expenditure trends and estimates by subprogramme and economic classification

Details of selected transfers and subsidies	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
R million											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	24.7	26.1	27.3	28.8	5.3%	15.1%	35.2	37.2	39.3	11.0%	17.8%
South African Civil Aviation Authority	18.2	19.2	20.1	21.2	5.3%	11.1%	22.3	23.5	24.9	5.5%	11.6%
South African Maritime Safety Authority	6.5	6.9	7.2	7.6	5.3%	4.0%	13.0	13.7	14.5	24.0%	6.2%
Foreign governments and international organisations											
Current	7.7	8.0	9.3	9.3	6.8%	4.8%	15.8	16.4	16.9	22.0%	7.4%
African Civil Aviation Commission	3.8	3.9	4.9	4.7	7.9%	2.4%	5.0	5.3	5.6	5.5%	2.6%
International Civil Aviation Organisation	3.5	3.7	4.0	4.1	5.6%	2.2%	4.3	4.6	4.8	5.5%	2.2%
Cospas-Sarsat search and rescue satellite programme	0.4	0.4	0.4	0.5	6.0%	0.2%	0.5	0.5	0.6	5.5%	0.3%
SADC Aviation Safety Organisation	-	-	-	-	-	-	6.0	6.0	6.0	-	2.3%
Non-profit institutions											
Current	1.2	2.0	2.1	2.2	21.7%	1.1%	2.3	2.5	2.6	5.5%	1.2%
National Sea Rescue Institute	1.2	2.0	2.1	2.2	21.7%	1.1%	2.3	2.5	2.6	5.5%	1.2%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 6: Maritime Transport

Programme purpose

Promote a safe, reliable and economically viable maritime transport sector through the development and implementation of policies and strategies. Oversee maritime public entities.

Objectives

- Enhance the performance, efficiency and reliability of the maritime transport sector by developing an implementation plan for the approved national maritime transport policy by 2018.
- Regulate and enhance maritime transport safety and security by:
 - developing the draft Merchant Shipping Amendment Bill by 2018
 - preparing reports on the 2020 World Maritime Day project implementation plan by 2020.

Subprogrammes

- *Maritime Policy Development* develops and maintains a maritime regulatory regime that is responsive to national imperatives, and international standards, norms and protocols. This subprogramme is also responsible for the development and maintenance of maritime policies and strategies.
- *Maritime Infrastructure and Industry Development* facilitates the development of an integrated maritime infrastructure and maritime industry.
- *Implementation, Monitoring and Evaluations* ensures that legislation, policies and strategies pertaining to maritime safety, security and environmental protection are implemented.
- *Maritime Oversight* transfers allocations to public entities in the maritime field, the South African Maritime Safety Authority and the Ports Regulator of South Africa, and oversees these entities' compliance with relevant regulations and legislation.
- *Maritime Administration Support* provides project and financial administration support to the entire programme. This entails preparing submissions, facilitating branch and departmental meetings, implementing projects, and business planning.

Expenditure trends and estimates

Table 35.13 Maritime Transport expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R million					2013/14 - 2016/17					2016/17 - 2019/20	
Maritime Policy Development	9.2	11.1	11.7	10.0	2.7%	9.0%	9.9	10.4	11.1	3.5%	8.2%
Maritime Infrastructure and Industry Development	5.9	6.5	6.5	12.0	26.7%	6.6%	13.4	12.7	13.5	4.0%	10.3%
Implementation, Monitoring and Evaluations	60.1	58.8	53.7	59.4	-0.4%	49.8%	59.9	62.8	66.5	3.8%	49.5%
Maritime Oversight	23.5	18.6	67.5	34.4	13.5%	30.9%	29.3	32.8	39.4	4.6%	27.0%
Maritime Administration Support	3.5	4.7	3.5	5.0	12.5%	3.6%	7.2	6.1	6.5	9.1%	5.0%
Total	102.3	99.6	142.9	120.8	5.7%	100.0%	119.7	124.8	137.0	4.3%	100.0%
Change to 2016 Budget estimate				(0.9)			2.2	4.3	9.3		
Economic classification											
Current payments	79.1	81.4	77.2	89.7	4.3%	70.3%	95.0	96.8	102.8	4.6%	76.5%
Compensation of employees	16.5	19.6	20.1	23.8	12.9%	17.2%	28.4	27.1	29.1	7.0%	21.6%
Goods and services ¹	62.5	61.8	57.0	65.9	1.8%	53.1%	66.6	69.7	73.7	3.8%	54.9%
of which:											
Communication	0.3	0.3	0.3	0.4	13.3%	0.3%	0.4	0.4	0.4	1.8%	0.3%
Consultants: Business and advisory services	6.9	52.2	45.6	18.6	39.3%	26.5%	19.6	20.5	21.6	5.3%	16.0%
Infrastructure and planning services	46.1	-	-	41.6	-3.4%	18.8%	41.2	43.2	45.6	3.1%	34.2%
Operating leases	1.0	1.4	1.1	0.5	-20.0%	0.9%	1.3	1.4	1.5	41.6%	0.9%
Travel and subsistence	5.2	4.7	6.1	3.2	-15.1%	4.1%	3.2	3.4	3.6	3.7%	2.7%
Venues and facilities	0.7	0.9	0.8	0.5	-11.5%	0.6%	0.4	0.4	0.4	-7.1%	0.3%
Transfers and subsidies¹	22.6	17.7	65.2	30.3	10.3%	29.2%	24.4	27.6	33.9	3.7%	23.1%
Departmental agencies and accounts	22.3	16.9	27.6	28.6	8.6%	20.5%	22.5	25.6	31.8	3.6%	21.6%
Foreign governments and international organisations	0.2	0.8	37.5	1.8	94.5%	8.7%	1.9	2.0	2.1	5.5%	1.5%
Payments for capital assets	0.6	0.5	0.5	0.8	9.1%	0.5%	0.3	0.3	0.4	-23.3%	0.4%
Machinery and equipment	0.6	0.5	0.5	0.8	9.1%	0.5%	0.3	0.3	0.4	-23.3%	0.4%
Total	102.3	99.6	142.9	120.8	5.7%	100.0%	119.7	124.8	137.0	4.3%	100.0%
Proportion of total programme expenditure to vote expenditure	0.2%	0.2%	0.3%	0.2%	-	-	0.2%	0.2%	0.2%	-	-
Details of selected transfers and subsidies											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	22.3	16.9	27.6	28.6	8.6%	20.5%	22.5	25.6	31.8	3.6%	21.6%
South African Maritime Safety Authority	6.4	-	-	-	-100.0%	1.4%	-	-	-	-	-
Ports Regulator of South Africa	15.9	16.9	27.6	28.6	21.6%	19.1%	22.5	25.6	31.8	3.6%	21.6%
Foreign governments and international organisations											
Current	0.2	0.8	37.5	1.8	94.5%	8.7%	1.9	2.0	2.1	5.5%	1.5%
International Maritime Organisation	-	0.5	0.6	1.5	-	0.5%	1.5	1.6	1.7	5.5%	1.3%
Indian Ocean Memorandum of Understanding	0.2	0.3	0.3	0.3	10.0%	0.2%	0.3	0.4	0.4	5.4%	0.3%
International Oil Pollution Compensation Fund	-	-	36.6	-	-	7.9%	-	-	-	-	-

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Programme 7: Public Transport

Programme purpose

Provide and regulate safe, secure, reliable, cost-effective and sustainable public transport services in South Africa through legislation, policies and strategies.

Objectives

- Provide integrated rural transport infrastructure and services by:
 - developing detailed integrated public transport network plans in four district municipalities by 2017
 - monitoring the implementation of the rural transport strategy on a continuous basis.
- Improve the access and reliability of public transport by:
 - monitoring the planning and implementation of integrated public transport networks in eight metropolitan and five local municipalities on a continuous basis
 - developing the draft regulations for the National Land Transport Amendment Act by 2018
 - developing a draft transport appeals tribunal amendment bill by 2018.

- Promote sustainable public transport by:
 - monitoring the implementation of recommendations of the taxi recapitalisation programme review report on a continuous basis
 - submitting the public transport subsidy policy to Cabinet by 2018.

Subprogrammes

- *Public Transport Regulation* manages the development and maintenance of policy, legislation and regulation; and coordinates and facilitates implementation. Responsibilities include managing public transport information, such as public transport systems developed in terms of the National Land Transport Act (2009).
- *Rural and Scholar Transport* develops and reviews rural, scholar and non-motorised transport strategies, and coordinates and evaluates their implementation.
- *Public Transport Industry Development* oversees and facilitates the implementation of public transport policy, legislation and strategy; develops public transport empowerment schemes; manages the taxi recapitalisation programme; and facilitates stakeholder relations and conflict resolution in the industry.
- *Public Transport Oversight* transfers public transport subsidies and manages the *public transport operations grant* in terms of the Division of Revenue Act.
- *Public Transport Administration Support* renders an administrative and financial support service to the programme. This entails preparing submissions, facilitating departmental meetings, implementing projects and business planning.
- *Public Transport Network Development* develops norms and standards for integrated public transport systems to assist in providing accessible, reliable and affordable integrated public transport network services in municipalities. It also manages the *public transport network grant* in terms of the Division of Revenue Act.

Expenditure trends and estimates

Table 35.14 Public Transport expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average Expenditure/Total (%)
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
R million											
Public Transport Regulation	12.9	14.0	15.2	34.9	39.2%	0.2%	35.0	36.3	38.7	3.6%	0.3%
Rural and Scholar Transport	7.2	13.7	8.6	48.1	88.2%	0.2%	48.7	51.3	54.3	4.1%	0.4%
Public Transport Industry Development	111.7	118.4	123.1	173.7	15.9%	1.2%	161.3	167.9	176.5	0.5%	1.3%
Public Transport Oversight	10 350.8	11 021.2	11 160.2	11 366.7	3.2%	98.2%	12 292.8	13 007.1	13 746.4	6.5%	97.8%
Public Transport Administration Support	18.7	21.8	14.2	14.9	-7.3%	0.2%	12.8	13.4	14.2	-1.5%	0.1%
Public Transport Network Development	4.3	6.6	7.2	17.1	58.0%	0.1%	17.8	18.7	19.9	5.1%	0.1%
Total	10 505.6	11 195.7	11 328.6	11 655.4	3.5%	100.0%	12 568.3	13 294.7	14 050.0	6.4%	100.0%
Change to 2016 Budget estimate				-			(232.7)	(245.3)	(249.3)		
Economic classification											
Current payments	154.3	174.1	167.1	288.5	23.2%	1.8%	275.3	287.4	303.3	1.7%	2.2%
Compensation of employees	35.5	41.3	44.4	50.2	12.2%	0.4%	52.2	54.7	58.8	5.4%	0.4%
Goods and services ¹	118.8	132.8	122.8	238.3	26.1%	1.4%	223.1	232.7	244.5	0.9%	1.8%
of which:											
Minor assets	0.3	0.1	0.1	0.0	-43.1%	-	1.2	1.2	1.3	197.8%	-
Communication	0.5	0.5	0.6	0.3	-20.9%	-	1.2	1.2	1.3	72.6%	-
Consultants: Business and advisory services	107.1	120.7	115.2	236.0	30.1%	1.3%	211.7	220.7	231.9	-0.6%	1.7%
Travel and subsistence	8.2	8.7	5.1	1.3	-46.0%	0.1%	5.9	6.2	6.5	71.5%	-
Training and development	0.0	0.0	0.1	-	-100.0%	-	1.5	1.6	1.7	-	-
Venues and facilities	1.1	1.5	0.9	0.4	-31.4%	-	0.5	0.6	0.6	19.1%	-
Transfers and subsidies¹	10 350.8	11 021.2	11 160.8	11 366.7	3.2%	98.2%	12 292.8	13 007.1	13 746.4	6.5%	97.8%
Provinces and municipalities	10 102.5	10 703.6	10 892.5	10 993.0	2.9%	95.5%	11 882.4	12 573.0	13 288.0	6.5%	94.5%
Non-profit institutions	17.4	17.5	19.3	20.3	5.3%	0.2%	21.3	22.5	23.8	5.5%	0.2%
Households	230.9	300.2	249.0	353.4	15.2%	2.5%	389.0	411.6	434.7	7.1%	3.1%
Payments for capital assets	0.6	0.4	0.6	0.2	-26.7%	-	0.2	0.2	0.3	5.1%	-
Machinery and equipment	0.6	0.4	0.6	0.2	-26.7%	-	0.2	0.2	0.3	5.1%	-
Total	10 505.6	11 195.7	11 328.6	11 655.4	3.5%	100.0%	12 568.3	13 294.7	14 050.0	6.4%	100.0%
Proportion of total programme expenditure to vote expenditure	24.4%	22.8%	21.2%	20.7%	-	-	21.0%	20.5%	20.5%	-	-

Table 35.14 Public Transport expenditure trends and estimates by subprogramme and economic classification

Details of selected transfers and subsidies	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
R million											
Non-profit institutions											
Current	17.4	17.5	19.3	20.3	5.3%	0.2%	21.3	22.5	23.8	5.5%	0.2%
South African National Taxi Council	17.4	17.5	19.3	20.3	5.3%	0.2%	21.3	22.5	23.8	5.5%	0.2%
Households											
Other transfers to households											
Current	230.9	300.1	248.4	353.4	15.2%	2.5%	389.0	411.6	434.7	7.1%	3.1%
Taxi recapitalisation	230.9	300.1	248.4	353.4	15.2%	2.5%	389.0	411.6	434.7	7.1%	3.1%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Capital	5 550.0	5 870.8	5 953.1	5 592.7	0.3%	51.4%	6 159.6	6 582.7	6 962.2	7.6%	49.1%
Public transport network grant	5 550.0	5 870.8	5 953.1	5 592.7	0.3%	51.4%	6 159.6	6 582.7	6 962.2	7.6%	49.1%
Provinces and municipalities											
Provinces											
Provincial revenue funds											
Current	4 552.5	4 832.7	4 939.4	5 400.3	5.9%	44.1%	5 722.9	5 990.3	6 325.8	5.4%	45.5%
Public transport operations grant	4 552.5	4 832.7	4 939.4	5 400.3	5.9%	44.1%	5 722.9	5 990.3	6 325.8	5.4%	45.5%

1. Estimates of National Expenditure data tables are available and can be downloaded from www.treasury.gov.za. These data tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Entities¹

Airports Company South Africa

Mandate

Airports Company South Africa is regulated in terms of the Airports Company Act (1993) and the Companies Act (1973), and is listed as a schedule 2 public entity in terms of the Public Finance Management Act (1999). The company was formed to own and operate the nine principal South African airports, including the three main international gateways: OR Tambo International Airport in Johannesburg, Cape Town International Airport and King Shaka International Airport in Durban. The company is one of the concessionaires operating Mumbai International Airport in India and Guarulhos International Airport in Sao Paulo, Brazil.

Selected performance indicators

Table 35.15 Airports Company South Africa performance indicators by programme/objective/activity and related outcome

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Average maintenance and engineering costs per international airport per year	Airport maintenance and engineering	Entity mandate	R308.3m	R236.5m	R237.8m	R280.5m	R309.5m	R333.9m	R352.7m
Average security and safety costs per international airport per year	Airport security and safety		R134.4m	R139.5m	R156.2m	R174.2m	R187.8m	R208.7m	R220.4m
Cost-benefit efficiency ratio per year	Airport management		70%	81%	78%	93%	88%	88%	88%
Number of departing passengers accommodated at all airports per year	Airport management		17 419 183	17 844 550	19 374 329	19 155 855	19 561 632	20 090 643	20 864 233
Number of arrival aircraft accommodated at all airports per year	Airport management		261 294	273 342	284 285	272 439	300 649	304 615	312 902
Employee cost per departing passenger per year	Airport management		R57	R60	R57	R58	R64	R66	R68
Aeronautical revenue per departing passenger per year	Airport management		R262	R276	R268	R179	R188	R187	R176
Non-aeronautical revenue per departing passenger per year	Airport management		R147	R160	R161	R167	R177	R156	R196

Expenditure analysis

Over the medium term, Airports Company South Africa will continue providing safe and secure services as well as infrastructure for passengers and airlines to transport people and goods. This will be achieved through the effective use of existing airport infrastructure and investments in airport infrastructure. Airports operated by the company are expected to accommodate 312 902 arriving aircraft and 20.9 million departing passengers per year by 2019/20, from 272 439 arriving aircraft and 19.2 million departing passengers in 2016/17. To support this

¹ This section has been compiled with the latest available information from the entities concerned.

growth, the company will continue to focus on airport maintenance and engineering, as well as airport safety and security.

Airport maintenance and engineering costs are expected to increase over the medium term, at an average annual rate of 6.7 per cent, from R870 million in 2016/17 to R1.1 billion in 2019/20. Airport safety and security costs per international airport are also expected to increase from R505.7 million in 2016/17 to R661.1 million in 2019/20, at an average annual rate of 9.3 per cent. After administration costs, expenditure on airport maintenance and engineering in all airports accounts for the bulk of the company's total expenditure over the medium term, at 14.7 per cent, or R3 billion.

Spending on goods and services is expected to increase by 1.6 per cent over the medium, from R2.6 billion in 2016/17 to R2.7 billion in 2019/20. This is mainly because of the implementation of a new operational structure in 2017/18, which is expected to improve efficiency, and cost-containment initiatives planned over the medium term. However, aligning the remuneration policy with the new structure is expected to increase spending on compensation of employees at an average annual rate of 8 per cent, from R1.1 billion in 2016/17 to R1.4 billion in 2019/20, with the staff complement remaining at 3 120 over the period.

The company's aeronautical revenue is earned from passenger facilitation and airline services for which charges and tariffs such as aircraft landing and parking fees are collected. Non-aeronautical revenue is derived from property rental, advertising and car parking. Total revenue is expected to increase at an average annual rate of 5.3 per cent, from R6.7 billion in 2016/17 to R7.9 billion in 2019/20, largely driven by the growth in the number of departing passengers and arrival aircraft over the MTEF period. This offsets the effect of the downward adjustment of airport tariffs in 2017/18, which were determined by the regulating committee.

The tariff adjustment is linked to historical underspending of the capital budget and a claw back from a land sale transaction. To ensure financial and debt sustainability, the company's capital projects were scaled down to realign with revenue estimates over the medium term.

Programmes/objectives/activities

Table 35.16 Airports Company of South Africa expenditure trends and estimates by programme/objective/activity

R million	Audited outcome				Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16	2016/17				2017/18	2018/19	2019/20		
Administration	4 350.4	5 137.0	5 228.7	4 380.9	0.2%	73.6%	4 355.2	4 471.7	4 406.4	0.2%	67.3%	
Airport maintenance and engineering	651.5	709.4	713.4	870.0	10.1%	11.4%	928.4	1 001.9	1 058.0	6.7%	14.7%	
Airport security and safety	378.0	418.4	468.7	505.7	10.2%	6.8%	563.3	626.0	661.1	9.3%	9.0%	
Airport management	581.9	478.8	520.7	528.8	-3.1%	8.2%	562.3	611.3	645.5	6.9%	9.0%	
Total	5 961.9	6 743.6	6 931.5	6 285.4	1.8%	100.0%	6 409.2	6 710.9	6 771.0	2.5%	100.0%	

Statements of historical financial performance and position

Table 35.17 Airports Company of South Africa statements of historical financial performance and position

Statement of financial performance	Budget		Audited outcome		Budget		Audited outcome		Budget estimate		Revised estimate		Average: Outcome/ Budget (%)
	2013/14	2014/15	2014/15	2015/16	2015/16	2016/17	2016/17	2016/17	2016/17	2016/17	2016/17		
R million													
Revenue													
Non-tax revenue	7 544.9	7 449.5	7 709.7	8 371.3	8 168.3	8 889.9	7 287.5	6 727.4					102.4%
Sale of goods and services other than capital assets	7 438.7	7 127.0	7 648.0	7 773.9	8 131.7	8 305.8	7 226.9	6 628.8					98.0%
of which:													
Sales by market establishment	7 438.7	7 127.0	7 648.0	7 773.9	8 131.7	8 305.8	7 226.9	6 628.8					98.0%
Aeronautical revenue	4 894.8	4 559.3	4 965.5	4 925.9	5 130.6	5 194.6	4 202.1	3 424.1					94.3%
Non-aeronautical revenue	2 543.9	2 567.7	2 682.6	2 848.0	3 001.1	3 111.1	3 024.8	3 204.8					104.3%
Other non-tax revenue	106.1	322.6	61.7	597.4	36.6	584.1	60.6	98.6					604.8%
Total revenue	7 544.9	7 678.1	7 709.7	8 371.3	8 164.3	8 889.9	7 287.5	6 727.4					103.1%
Expenses													
Current expenses	6 041.1	5 364.8	5 770.9	5 872.0	5 825.5	5 451.9	5 697.6	6 087.6					97.6%
Compensation of employees	952.2	992.8	1 070.5	1 066.2	989.2	1 113.3	1 090.8	1 117.9					104.6%
Goods and services	1 736.1	1 745.0	1 992.1	1 972.8	2 391.0	2 082.2	2 346.5	2 577.4					99.0%
Depreciation	1 776.4	1 402.5	1 348.3	1 393.5	1 306.4	1 163.1	1 326.9	1 314.8					91.6%
Interest, dividends and rent on land	1 576.3	1 224.5	1 360.1	1 439.6	1 138.8	1 093.4	933.5	1 077.5					96.5%
Total expenses	6 541.0	5 961.9	6 397.7	6 743.6	6 480.0	6 931.5	6 129.9	6 285.4					101.5%
Surplus/(Deficit)	1 004.0	1 716.0	1 312.0	1 628.0	1 684.0	1 958.0	1 158.0	442.0					

Table 35.17 Airports Company of South Africa statements of historical financial performance and position

Statement of financial position	2013/14		2014/15		2015/16		2016/17		Average: Outcome/ Budget (%)
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	
	2013/14		2014/15		2015/16		2016/17		
R million									
Carrying value of assets	25 416.1	24 126.4	23 180.7	23 981.4	24 337.0	24 428.1	25 544.8	22 692.9	96.7%
<i>of which:</i>									
Acquisition of assets	(1 626.6)	(928.0)	(1 327.8)	(776.4)	(1 354.6)	(1 164.2)	(2 534.6)	(966.3)	56.0%
Investments	979.7	2 781.6	932.8	2 086.9	–	3 000.1	–	1 942.8	513.0%
Inventory	0.9	1.2	6.2	1.4	1.2	1.5	1.2	1.4	57.1%
Receivables and prepayments	1 222.8	943.2	1 257.2	1 183.3	1 206.0	1 014.9	1 188.0	1 089.7	86.8%
Cash and cash equivalents	371.9	1 014.5	382.4	1 226.6	766.8	1 369.6	361.3	2 731.4	336.9%
Taxation	–	0.5	–	5.0	–	60.8	–	5.0	–
Derivatives financial instruments	–	–	–	0.7	–	–	–	–	–
Total assets	27 991.4	28 867.4	25 759.4	28 485.3	26 311.0	29 874.9	27 095.3	28 463.2	108.0%
Accumulated surplus/(deficit)	10 499.4	12 583.6	12 172.4	14 060.3	14 544.8	16 383.9	15 302.3	15 262.3	111.0%
Capital and reserves	750.0	750.0	750.0	750.0	750.0	750.0	750.0	750.0	100.0%
Borrowings	14 064.1	12 984.1	10 189.6	11 176.6	9 226.1	9 817.5	9 027.8	10 732.8	105.2%
Deferred income	–	72.3	346.9	66.2	172.0	68.1	172.0	141.2	50.3%
Trade and other payables	901.9	752.3	721.7	724.2	749.9	1 276.5	981.7	766.3	104.9%
Taxation	1 271.5	1 418.0	1 393.3	1 427.2	833.3	1 346.0	826.6	779.7	114.9%
Provisions	155.1	207.4	185.5	205.8	34.9	226.4	34.9	30.8	163.4%
Derivatives financial instruments	349.5	99.7	–	75.0	–	6.4	–	–	51.8%
Total equity and liabilities	27 991.4	28 867.4	25 759.4	28 485.3	26 311.0	29 874.9	27 095.3	28 463.2	108.0%

Statements of estimates of financial performance and position**Table 35.18 Airports Company of South Africa statements of estimates of financial performance and position**

Statement of financial performance	Revised estimate	Average growth rate (%)		Medium-term estimate			Average: Expen- diture/ Total (%)	
		2013/14 - 2016/17		2017/18	2018/19	2019/20	2016/17 - 2019/20	
		2016/17						
R million								
Revenue								
Non-tax revenue	6 727.4	-3.3%	99.3%	7 262.8	7 603.1	7 863.3	5.3%	100.0%
Sale of goods and services other than capital assets	6 628.8	-2.4%	94.4%	7 133.0	7 490.5	7 774.9	5.5%	98.5%
<i>of which:</i>								
Sales by market establishment	6 628.8	-2.4%	94.4%	7 133.0	7 490.5	7 774.9	5.5%	98.5%
Aeronautical revenue	3 424.1	-9.1%	56.9%	3 424.1	3 424.1	3 424.1	–	46.7%
Non-aeronautical revenue	3 424.1	10.1%	37.5%	3 424.1	3 424.1	3 424.1	–	46.7%
Other non-tax revenue	98.6	-32.6%	4.8%	129.9	112.6	88.5	-3.6%	1.5%
Total revenue	6 727.4	-4.3%	100.0%	7 262.8	7 603.1	7 863.3	5.3%	100.0%
Expenses								
Current expenses	6 087.6	4.3%	88.1%	6 026.5	6 310.9	6 281.0	1.0%	92.6%
Compensation of employees	1 117.9	4.0%	16.6%	1 247.9	1 326.5	1 408.4	8.0%	19.5%
Goods and services	2 577.4	13.9%	32.4%	2 472.7	2 609.6	2 706.5	1.6%	39.6%
Depreciation	1 314.8	-2.1%	20.5%	1 365.8	1 406.6	1 450.5	3.3%	21.2%
Interest, dividends and rent on land	1 077.5	-4.2%	18.7%	940.1	968.3	715.7	-12.8%	14.2%
Total expenses	6 285.4	1.8%	100.0%	6 409.2	6 710.9	6 771.0	2.5%	100.0%
Surplus/(Deficit)	442.0	(0.0)		854.0	892.0	1 092.0	35.2%	
Statement of financial position								
Carrying value of assets	22 692.9	-2.0%	82.3%	23 098.6	23 229.4	23 548.7	1.2%	81.0%
<i>of which:</i>								
Acquisition of assets	(966.3)	1.4%	-3.3%	(1 771.5)	(1 537.4)	(1 769.9)	22.4%	-5.3%
Investments	1 942.8	-11.3%	8.5%	1 942.8	1 942.8	1 942.8	–	6.8%
Inventory	1.4	5.6%	0.0%	1.4	1.4	1.4	–	0.0%
Receivables and prepayments	1 089.7	4.9%	3.7%	1 172.5	1 231.3	1 278.1	5.5%	4.2%
Cash and cash equivalents	2 731.4	39.1%	5.5%	2 956.6	1 474.5	1 988.7	-10.0%	8.0%
Taxation	5.0	121.1%	0.1%	5.0	5.0	5.0	–	0.0%
Total assets	28 463.2	-0.5%	100.0%	29 177.0	27 884.4	28 764.7	0.4%	100.0%
Accumulated surplus/(deficit)	15 262.3	6.6%	50.4%	16 116.1	17 008.2	18 100.6	5.9%	58.2%
Capital and reserves	750.0	–	2.6%	750.0	750.0	750.0	–	2.6%
Borrowings	10 732.8	-6.1%	38.7%	10 419.3	8 234.2	7 936.6	-9.6%	32.6%
Deferred income	141.2	25.0%	0.3%	141.2	141.2	141.2	–	0.5%
Trade and other payables	766.3	0.6%	3.0%	902.8	899.8	967.3	8.1%	3.1%
Taxation	779.7	-18.1%	4.3%	816.7	820.1	838.1	2.4%	2.8%
Provisions	30.8	-47.0%	0.6%	30.8	30.8	30.8	–	0.1%
Total equity and liabilities	28 463.2	-0.5%	100.0%	29 177.0	27 884.4	28 764.7	0.4%	100.0%

Personnel information

Table 35.19 Airports Company of South Africa personnel numbers and cost by salary level

Number of posts estimated for 31 March 2017		Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average Salary level/Total (%)				
		2015/16		2016/17		2017/18		2018/19		2019/20		2016/17 - 2019/20							
Airports Company of South Africa		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	3 120	3 120	2 532	1 113.3	0.4	3 120	1 117.9	0.4	3 120	1 247.9	0.4	3 120	1 326.5	0.4	3 120	1 408.4	0.5	8.0%	100.0%
1 – 6	1 488	1 488	1 169	214.0	0.2	1 488	231.9	0.2	1 488	259.5	0.2	1 488	275.1	0.2	1 488	291.9	0.2	8.0%	47.7%
7 – 10	1 259	1 259	1 012	462.8	0.5	1 259	447.7	0.4	1 259	498.1	0.4	1 259	529.8	0.4	1 259	563.1	0.4	7.9%	40.4%
11 – 12	192	192	182	161.5	0.9	192	158.7	0.8	192	181.8	0.9	192	194.0	1.0	192	205.9	1.1	9.1%	6.2%
13 – 16	164	164	152	227.6	1.5	164	232.4	1.4	164	255.3	1.6	164	270.6	1.7	164	287.1	1.8	7.3%	5.3%
17 – 22	17	17	17	47.3	2.8	17	47.1	2.8	17	53.3	3.1	17	56.9	3.3	17	60.3	3.5	8.6%	0.5%

1. Rand million.

Passenger Rail Agency of South Africa

Mandate

The Passenger Rail Agency of South Africa is a schedule 3B public entity in terms of the Public Finance Management Act (1999). Its mandate is contained in the Legal Succession to the South African Transport Services Amendment Act (2008). The act requires the agency to provide rail commuter services within, to and from South Africa in the public interest. In consultation with the Department of Transport, it also provides for long-haul passenger rail and bus services within, to and from South Africa.

Selected performance indicators

Table 35.20 Passenger Rail Agency of South Africa performance indicators by programme/objective/activity and related outcome

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Number of new train sets delivered to Metrorail per year	Metrorail	Outcome 6: An efficient, competitive and responsive economic infrastructure network	- ¹	- ¹	2	9	7	12	51
Number of Metrorail passenger trips per year	Metrorail		543 million	516 million	448 million	440 million	457 million	470 million	484 million
Percentage of Metrorail trains on time per year	Metrorail		83% (572 541/ 689 808)	81% (546 822/ 675 089)	81% (499 623/ 616 819)	80%	83%	85%	88%
Percentage of Metrorail rolling stock available per year	Metrorail		97% (693 986/ 715 449)	97% (673 785/ 694 624)	96% (629 432/ 655 658)	96%	96%	96%	96%
Number of Metrorail coaches refurbished per year	Metrorail		566	436	350	350	350	350	350
Customer satisfaction rating per year	Administration		69%	65%	57%	60%	62%	63%	64%
Number of Shosholoz Meyl passengers per year	Mainline passenger services (Shosholoz Meyl)		930 893	854 164	659 573	484 000	758 000	780 000	804 000
Number of Shosholoz Meyl coaches refurbished per year	Mainline passenger services (Shosholoz Meyl)		32	59	64	60	60	60	60
Number of new Shosholoz Meyl locomotives per year	Mainline passenger services (Shosholoz Meyl)		- ¹	9	4	0	9	16	0
Number of train station improvement projects completed per year	Passenger Rail Agency of South Africa: Corporate real estate solutions		80	65	53	47	47	47	47
Number of train station upgrade projects completed for commercialisation per year	Passenger Rail Agency of South Africa: Corporate real estate solutions	14	14	21	13	13	13	13	
Number of Autopax passengers per year	Autopax	Entity mandate	2.7 million	3.1 million	3 million	2.5 million	3 million	3 million	3 million

1. No historical data available.

Expenditure analysis

Over the medium term, the Passenger Rail Agency of South Africa will aim to improve the reliability of rail services and increase rail passenger ridership. To this end, the agency will continue to make investments in its capital infrastructure, including the refurbishment and overhaul of its coaches; acquire new rolling stock and locomotives; modernise depots and stations; and upgrade its signalling and other rail infrastructure. The agency also expects to finalise and implement its turnaround strategy to improve operational performance over the medium term.

The agency expects over the medium term to deliver 70 new train sets for Metrorail and 25 new locomotives for Shosholozza Meyl, complete 141 train station improvement projects, and refurbish 1 230 coaches for Metrorail and Shosholozza Meyl. The agency plans to spend R49.3 billion over the period for this purpose. These investments in infrastructure and the implementation of the agency's turnaround strategy are expected to stabilise the percentage of trains available for service at 96 per cent over the medium term. They are also expected to grow passenger trips from 440 million in 2016/17 to 484 million in 2019/20 for Metrorail, and passenger numbers from 484 000 in 2016/17 to 804 000 in 2019/20 for Shosholozza Meyl. Spending on goods and services over the period, as a result, is expected to increase at an average annual rate of 7.4 per cent, from R4.6 billion in 2016/17 to R5.7 billion in 2019/20. Likewise spending on compensation of employees is expected to increase at an average annual rate of 7.3 per cent, from R5.3 billion in 2016/17 to R6.6 billion in 2019/20, as personnel numbers grow from 16 749 to 17 007 over the same period.

The anticipated growth in passenger numbers is expected to increase fare revenue from R2.8 billion in 2016/17 to R4.3 billion in 2019/20, at an average annual rate of 15.7 per cent. The agency also derives revenue from transfers from the Department of Transport and rental income from property. Total revenue is expected to increase at an average annual rate of 7.8 per cent, from R10.9 billion in 2016/17 to R13.7 billion in 2019/20.

Programmes/objectives/activities

Table 35.21 Passenger Rail Agency of South Africa expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Administration	1 630.2	1 720.5	1 921.3	1 830.3	3.9%	15.6%	1 553.2	1 650.6	1 733.4	-1.8%	12.7%
Metrorail	6 483.1	6 491.2	6 939.4	7 219.7	3.7%	59.7%	8 563.9	9 103.3	9 769.3	10.6%	64.5%
Main line passenger services (Shosholozza Meyl)	423.5	737.3	1 531.1	814.1	24.3%	7.5%	913.5	978.1	1 046.1	8.7%	7.0%
Passenger Rail Agency of South Africa: Corporate real estate solutions	735.0	865.1	884.7	916.6	7.6%	7.5%	697.2	761.9	807.4	-4.1%	6.0%
Intersite	41.3	32.4	29.5	35.2	-5.2%	0.3%	71.1	92.1	93.0	38.3%	0.5%
Autopax	943.2	1 021.2	987.1	1 058.2	3.9%	8.8%	1 114.4	1 184.6	1 255.5	5.9%	8.6%
Passenger Rail Agency of South Africa: Technical	-	77.4	90.8	87.6	-	0.5%	68.8	74.1	78.1	-3.7%	0.6%
Total	10 256.3	10 945.0	12 383.9	11 961.6	5.3%	100.0%	12 982.1	13 844.8	14 782.7	7.3%	100.0%

Statements of historical financial performance and position

Table 35.22 Passenger Rail Agency of South Africa statements of historical financial performance and position

Statement of financial performance	Audited outcome		Audited outcome		Audited outcome		Budget estimate	Revised estimate	Average: Outcome/Budget (%) 2013/14 - 2016/17	
	Budget	2013/14	Budget	2014/15	Budget	2015/16				2016/17
R million										
Revenue										
Non-tax revenue		3 732.2	4 250.3	3 990.1	3 961.4	4 760.3	4 160.1	4 581.3	3 957.1	95.7%
Sale of goods and services other than capital assets		3 731.0	3 629.4	3 988.8	3 640.0	4 482.7	3 584.9	4 390.2	3 605.6	87.1%
of which:										
Sales by market establishment		3 589.5	3 330.6	3 792.4	3 421.1	4 317.8	3 362.7	4 096.1	3 392.6	85.5%
Rental income		492.6	458.3	508.6	480.4	627.2	568.0	669.7	640.7	93.4%
Fare revenue		3 096.8	2 872.3	3 283.8	2 940.7	3 690.6	2 794.7	3 426.4	2 751.9	84.2%
Other sales		141.5	298.9	196.4	218.9	164.9	222.2	294.0	212.9	119.6%
Other non-tax revenue		1.2	620.9	1.3	321.4	277.6	575.2	191.1	351.5	396.6%
Transfers received		4 766.6	6 291.2	5 206.6	5 930.4	5 459.8	7 911.3	6 256.6	6 978.1	125.0%
Total revenue		8 498.8	10 541.5	9 196.7	9 891.8	10 220.1	12 071.5	10 837.9	10 935.2	112.1%
Expenses										
Current expenses		10 328.9	10 256.3	9 890.7	10 945.0	11 180.4	12 383.9	12 294.6	11 961.6	104.2%
Compensation of employees		4 488.0	4 439.9	3 777.5	4 665.7	4 794.0	4 800.9	5 129.5	5 345.0	105.8%
Goods and services		4 559.9	3 518.5	4 642.4	4 124.1	4 544.5	5 301.9	4 760.7	4 609.6	94.8%
Depreciation		1 276.9	1 976.2	1 469.7	2 136.3	1 507.8	2 271.4	2 058.8	1 998.8	132.8%
Interest, dividends and rent on land		4.1	321.8	1.1	18.9	334.2	9.7	345.5	8.2	52.4%
Total expenses		10 328.9	10 256.3	9 890.7	10 945.0	11 180.4	12 383.9	12 294.6	11 961.6	104.2%
Surplus/(Deficit)		(1 830.0)	285.0	(694.0)	(1 053.0)	(960.0)	(312.0)	(1 457.0)	(1 026.0)	

Table 35.22 Passenger Rail Agency of South Africa statements of historical financial performance and position

Statement of financial position	Budget		Audited outcome		Budget		Audited outcome		Budget estimate		Revised estimate		Average: Outcome/Budget (%)
	2013/14	2013/14	2014/15	2014/15	2015/16	2015/16	2016/17	2016/17	2016/17	2016/17	2016/17	2016/17	
R million													
Carrying value of assets	31 300.1	31 380.2	41 326.4	34 147.9	43 886.5	37 450.7	51 061.7	43 279.0					87.3%
<i>of which:</i>													
<i>Acquisition of assets</i>	(7 682.2)	(7 682.2)	(10 685.6)	(11 038.0)	(14 103.5)	(9 029.4)	(15 010.4)	(12 831.4)					85.5%
Inventories	240.4	240.4	236.6	253.6	249.9	297.4	230.4	303.7					114.4%
Loans	–	24.2	24.2	–	–	–	–	–					100.0%
Receivables and prepayments	260.6	1 254.2	254.2	7 891.7	10 344.2	10 470.7	14 689.7	13 635.6					130.2%
Cash and cash equivalents	1 495.7	3 484.2	2 536.1	1 683.7	959.3	6 116.8	2 211.8	7 495.8					260.7%
Non-current assets held for sale	0.9	–	–	–	–	–	–	–					–
Defined benefit plan assets	7.6	7.6	7.6	4.2	3.2	6.0	2.5	4.2					105.2%
Taxation	0.1	–	–	–	–	–	–	–					–
Total assets	33 305.5	36 390.9	44 385.1	43 981.1	55 443.1	54 341.6	68 196.1	64 718.3					99.1%
Accumulated surplus/(deficit)	(5 189.5)	(2 928.2)	(3 622.2)	(2 534.9)	(4 658.5)	(2 847.3)	(6 115.2)	(3 873.8)					62.2%
Capital and reserves	4 248.3	4 248.3	4 248.3	4 248.3	4 248.3	4 248.3	4 248.3	4 248.3					100.0%
Capital reserve fund	30 900.2	30 310.6	39 702.3	37 963.9	49 489.0	48 274.6	61 521.8	60 186.8					97.3%
Borrowings	213.6	92.8	48.3	48.2	–	1.5	–	–					54.4%
Finance lease	–	–	–	–	2 731.2	–	2 882.6	–					–
Trade and other payables	2 467.0	4 040.7	3 370.9	3 563.1	2 949.9	3 906.2	4 955.3	3 464.4					109.0%
Provisions	664.8	626.8	637.7	692.6	683.3	758.4	703.4	692.6					103.0%
Derivatives financial instruments	1.0	–	–	–	–	–	–	–					–
Total equity and liabilities	33 305.5	36 390.9	44 385.1	43 981.1	55 443.1	54 341.6	68 196.1	64 718.3					99.1%

Statements of estimates of financial performance and position

Table 35.23 Passenger Rail Agency of South Africa statements of estimates of financial performance and position

Statement of financial performance	Revised estimate	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/Total (%)
				2016/17	2013/14 - 2016/17	2017/18		
R million								
Revenue								
Non-tax revenue	3 957.1	-2.4%	37.8%	4 770.4	5 071.1	5 340.5	10.5%	38.2%
Sale of goods and services other than capital assets	3 605.6	-0.2%	33.5%	4 665.2	4 965.6	5 234.6	13.2%	36.8%
<i>of which:</i>								
<i>Sales by market establishment</i>	3 392.6	0.6%	31.3%	4 488.5	4 743.1	5 004.5	13.8%	35.1%
<i>Rental income</i>	640.7	11.8%	4.9%	834.0	707.5	746.4	5.2%	5.9%
<i>Fare revenue</i>	2 751.9	-1.4%	26.3%	3 763.7	4 035.6	4 258.1	15.7%	29.4%
<i>Other sales</i>	212.9	-10.7%	2.2%	176.6	222.5	230.1	2.6%	1.7%
Other non-tax revenue	351.5	-17.3%	4.3%	105.3	105.5	105.8	-33.0%	1.4%
Transfers received	6 978.1	3.5%	62.2%	7 568.6	7 976.5	8 366.6	6.2%	61.8%
Total revenue	10 935.2	1.2%	100.0%	12 339.0	13 047.6	13 707.1	7.8%	100.0%
Expenses								
Current expenses	11 961.6	5.3%	100.0%	12 982.1	13 844.8	14 782.7	7.3%	119.4%
Compensation of employees	5 345.0	6.4%	42.3%	5 667.3	6 127.0	6 611.0	7.3%	44.3%
Goods and services	4 609.6	9.4%	38.3%	5 126.3	5 380.9	5 704.8	7.4%	38.9%
Depreciation	1 998.8	0.4%	18.5%	2 188.6	2 336.9	2 466.9	7.3%	16.8%
Interest, dividends and rent on land	8.2	-70.6%	0.9%	–	–	–	-100.0%	0.0%
Total expenses	11 961.6	5.3%	100.0%	12 982.1	13 844.8	14 782.7	7.3%	100.0%
Surplus/(Deficit)	(1 026.0)	(3.0)		(643.0)	(797.0)	(1 076.0)	1.6%	
Statement of financial position								
Carrying value of assets	43 279.0	11.3%	74.9%	52 993.8	63 912.3	79 443.8	22.4%	71.2%
<i>of which:</i>								
<i>Acquisition of assets</i>	(12 831.4)	18.6%	-20.7%	(15 537.9)	(16 429.0)	(17 349.0)	10.6%	-18.8%
Inventories	303.7	8.1%	0.6%	288.5	274.1	260.4	-5.0%	0.4%
Receivables and prepayments	13 635.6	121.5%	15.4%	17 407.7	20 941.2	20 901.2	15.3%	21.9%
Cash and cash equivalents	7 495.8	29.1%	9.1%	5 595.9	4 235.1	2 543.0	-30.3%	6.5%
Defined benefit plan assets	4.2	-18.2%	0.0%	5.6	5.3	5.0	6.2%	0.0%
Total assets	64 718.3	21.2%	100.0%	76 291.5	89 368.0	103 153.3	16.8%	100.0%
Accumulated surplus/(deficit)	(3 873.8)	9.8%	-6.3%	(4 465.7)	(5 217.3)	(6 252.9)	17.3%	-5.9%
Capital and reserves	4 248.3	0.0%	8.9%	4 248.3	4 248.3	4 248.3	-0.0%	5.3%
Capital reserve fund	60 186.8	25.7%	87.9%	71 834.6	84 986.5	98 854.9	18.0%	94.5%
Trade and other payables	3 464.4	-5.0%	7.9%	3 940.7	4 575.4	5 487.8	16.6%	5.2%
Provisions	692.6	3.4%	1.4%	733.8	775.1	815.3	5.6%	0.9%
Total equity and liabilities	64 718.3	21.2%	100.0%	76 291.5	89 368.0	103 153.3	16.8%	100.0%

Personnel information

Table 35.24 Passenger Rail Agency of South Africa personnel numbers and cost by salary level

Number of posts estimated for 31 March 2017			Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number						
Number of funded posts	Number of posts on approved establishment	Actual	Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average Salary level/Total (%)								
			2015/16		2016/17		2017/18		2018/19		2019/20										
Passenger Rail Agency of South Africa		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	2016/17 - 2019/20				
Salary level		17 007	18 027		16 723	4 800.9	0.3	16 749	5 345.0	0.3	17 007	5 667.3	0.3	17 007	6 127.0	0.4	17 007	6 611.0	0.4	7.3%	100.0%
1 – 6	5 947	3 862	7 952	1 271.4	0.2	5 947	988.5	0.2	5 947	1 036.9	0.2	5 947	1 121.0	0.2	5 947	1 209.6	0.2	7.0%	35.1%		
7 – 10	10 317	12 190	8 131	2 793.7	0.3	10 083	3 483.9	0.3	10 317	3 705.1	0.4	10 317	4 005.6	0.4	10 317	4 322.1	0.4	7.5%	60.5%		
11 – 12	258	1 388	226	171.9	0.8	244	193.7	0.8	258	210.3	0.8	258	227.3	0.9	258	245.3	1.0	8.2%	1.5%		
13 – 16	400	500	339	375.4	1.1	396	466.3	1.2	400	484.0	1.2	400	523.3	1.3	400	564.6	1.4	6.6%	2.4%		
17 – 22	85	87	75	188.6	2.5	79	212.7	2.7	85	231.0	2.7	85	249.7	2.9	85	269.4	3.2	8.2%	0.5%		

1. Rand million.

Road Accident Fund

Mandate

The Road Accident Fund Act (1996) provides for the establishment of the Road Accident Fund, whose sole legal mandate is to compensate South African road users for loss or damage caused by motor vehicle accidents within the borders of South Africa.

Selected performance indicators

Table 35.25 Road Accident Fund performance indicators by programme/objective/activity and related outcome

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16		2016/17	2017/18	2018/19
Direct claims as a percentage of total personal claims per year	Payment of claims to accident victims	Entity mandate	27% (R14.2bn/ R53.2bn)	30% (R17.8bn/ R58.6bn)	35% (R22.5bn/ R64.4bn)	38%	40%	42%	45%
Legal costs as a percentage of claim payments per year	Payment of claims to accident victims		21% (R4.6bn/ R20.9bn)	19% (R5.4bn/ R27.9bn)	13% (R5.2bn/ R38.9bn)	11%	9%	7%	5%
Number of open claims received but not finalised per year	Payment of claims to accident victims		198 407	179 778	184 899	174 867	182 101	196 866	219 908
Loss of support: Average value per claim	Payment of claims to accident victims		R392 744	R368 883	R379 702	– ¹	– ¹	– ¹	– ¹
Loss of earnings: Average value per claim	Payment of claims to accident victims		R649 912	R732 371	R739 214	– ¹	– ¹	– ¹	– ¹
General damages: Average value per claim	Payment of claims to accident victims		R211 003	R334 799	R385 673	– ¹	– ¹	– ¹	– ¹

1. Data not available.

Expenditure analysis

The Road Accident Fund's main focus over the medium term is on compensating road accident victims for losses and damages. The payment of claims to accident victims is expected to increase from R70.4 billion in 2016/17 to R95 billion in 2019/20, at an average annual rate of 10.5 per cent. This includes provisions for the payment of claims, which account for 53 per cent of total payments. Provision for outstanding claims is expected to increase as the value and number of claims reported is expected to remain high. The number of claims are expected to increase from 174 867 in 2016/17 to 219 908 in 2019/20.

The fund derives revenue from the fuel levy. An inflationary increase in the levy in 2017/18 is expected to increase total revenue at an average annual rate of 5.6 per cent over the MTEF period, from R35.3 billion in 2016/17 to R41.5 billion in 2019/20. As revenue growth is set to remain slower than growth in the average value of claims, the fund expects the accumulated deficit to increase from R183.1 billion in 2016/17 to R328.8 billion in 2019/20.

The entity's staff complement is expected to increase from 2 902 in 2016/17 to 2 952 in 2018/19 as the fund implements the new organisational structure, which is expected to increase productivity. As a result, expenditure on compensation of employees is expected to grow at an average annual rate of 8.6 per cent, from R1.3 billion in 2016/17 to R1.7 billion in 2019/20. Expenditure growth in goods and services is mainly driven by the fund's preparation to implement the road accident benefit scheme. Spending on this item is set to grow at an average annual rate of 4 per cent, from R765 million in 2016/17 to R860.2 million in 2019/20. The funding provides for ICT at the fund's new service centres and a systems upgrade.

Programmes/objectives/activities

Table 35.26 Road Accident Fund expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term expenditure estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
	2013/14	2014/15	2015/16				2017/18	2018/19	2019/20		
Administration	1 373.9	1 675.4	1 898.1	2 366.6	19.9%	3.4%	2 667.3	3 016.9	3 497.1	13.9%	3.5%
Payment of claims to accident victims	36 442.1	40 456.1	66 266.5	70 357.9	24.5%	96.6%	71 573.0	82 479.5	95 047.9	10.5%	96.5%
Total	37 816.0	42 131.5	68 164.6	72 724.6	24.4%	100.0%	74 240.3	85 496.4	98 545.0	10.7%	100.0%

Statement of historical financial performance and position

Table 35.27 Road Accident Fund statements of historical financial performance and position

Statement of financial performance									
R million	Budget		Audited outcome		Budget		Audited outcome		Average: Outcome/ Budget (%) 2013/14 - 2016/17
	2013/14	2014/15	2014/15	2015/16	2016/17	2016/17	2017/18		
Revenue									
Non-tax revenue	668.0	238.4	149.5	65.6	66.2	93.1	81.7	91.1	50.6%
Other non-tax revenue	668.0	238.4	149.5	65.6	66.2	93.1	81.7	91.1	50.6%
Transfers received	20 930.7	20 278.0	22 457.9	22 614.3	32 982.7	33 113.1	34 194.8	35 198.8	100.6%
Total revenue	21 598.7	20 516.4	22 607.4	22 679.9	33 048.9	33 206.2	34 276.4	35 289.9	100.1%
Expenses									
Current expenses	1 478.3	1 373.9	1 732.7	1 675.4	1 913.9	1 898.1	2 337.6	2 366.6	98.0%
Compensation of employees	966.0	854.7	1 178.3	1 080.9	1 195.8	1 264.4	1 291.4	1 349.0	98.2%
Goods and services	433.9	452.1	481.1	482.0	645.5	435.5	959.8	765.0	84.7%
Depreciation	66.6	38.1	61.0	45.2	59.6	47.2	72.6	52.4	70.4%
Interest, dividends and rent on land	11.7	28.9	12.4	67.3	13.0	151.0	13.7	200.3	880.8%
Transfers and subsidies	17 973.4	36 442.1	23 895.8	40 456.1	55 479.0	66 266.5	53 222.2	70 357.9	141.8%
Total expenses	19 451.7	37 816.0	25 628.5	42 131.5	57 392.9	68 164.6	55 559.8	72 724.6	139.7%
Surplus/(Deficit)	2 147.0	(17 300.0)	(3 021.0)	(19 452.0)	(24 344.0)	(34 958.0)	(21 283.0)	(37 435.0)	
Statement of financial position									
Carrying value of assets	279.7	268.2	313.7	281.8	301.8	227.2	333.0	270.4	85.3%
of which:									
Acquisition of assets	(86.7)	(51.0)	(82.5)	(57.6)	(90.8)	(40.9)	(95.6)	(95.6)	69.0%
Inventory	2.9	3.6	3.4	4.9	5.2	5.7	5.5	6.1	119.1%
Loans	-	133.0	148.6	140.9	149.2	147.1	158.2	156.0	126.5%
Accrued investment interest	21.0	16.1	36.8	4.4	4.6	9.5	4.9	10.1	59.6%
Receivables and prepayments	5 012.4	4 768.7	5 107.0	5 887.1	8 330.3	7 361.8	9 113.7	7 361.8	92.1%
Cash and cash equivalents	9 450.5	2 504.8	149.5	1 048.2	1 666.2	2 044.3	1 681.7	1 691.1	56.3%
Total assets	14 766.4	7 694.3	5 758.9	7 367.3	10 457.4	9 795.8	11 296.9	9 495.5	81.3%
Accumulated surplus/(deficit)	(43 232.7)	(90 925.5)	(52 159.1)	(110 377.1)	(134 667.5)	(145 335.5)	(156 004.6)	183 074.9)	137.2%
Capital and reserves	72.2	127.8	123.6	130.5	130.5	83.4	130.5	83.4	93.0%
Trade and other payables	459.2	600.2	533.6	259.1	12 100.0	248.6	18 736.5	256.9	4.3%
Provisions	57 467.6	97 891.9	57 260.8	117 354.8	132 894.5	154 799.2	148 434.4	192 230.1	142.0%
Total equity and liabilities	14 766.4	7 694.3	5 758.9	7 367.3	10 457.4	9 795.8	11 296.9	9 495.5	81.3%

Statements of estimates of financial performance and position

Table 35.28 Road Accident Fund statements of estimates of financial performance and position

Statement of financial performance								
R million	Revised estimate 2016/17	Average growth rate (%) 2013/14 - 2016/17	Average: Expenditure/ Total (%) 2013/14 - 2016/17	Medium-term estimate			Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20
				2017/18	2018/19	2019/20		
Revenue								
Non-tax revenue	91.1	-27.4%	0.5%	82.3	82.1	82.1	-3.4%	0.2%
Other non-tax revenue	91.1	-27.4%	0.5%	82.3	82.1	82.1	-3.4%	0.2%
Transfers received	35 198.8	20.2%	99.5%	37 148.3	39 265.7	41 464.6	5.6%	99.8%
Total revenue	35 289.9	19.8%	100.0%	37 230.5	39 347.8	41 546.6	5.6%	100.0%
Expenses								
Current expenses	2 366.6	19.9%	3.4%	2 667.3	3 016.9	3 497.1	13.9%	7.2%
Compensation of employees	1 349.0	16.4%	2.1%	1 480.8	1 599.2	1 727.2	8.6%	1.9%
Goods and services	765.0	19.2%	1.0%	809.8	826.3	860.2	4.0%	1.0%
Depreciation	52.4	11.2%	0.1%	45.7	40.8	37.4	-10.6%	0.1%
Interest, dividends and rent on land	200.3	90.6%	0.2%	331.1	550.5	872.3	63.3%	0.6%
Transfers and subsidies	70 357.9	24.5%	96.6%	71 573.0	82 479.5	95 047.9	10.5%	96.5%
Total expenses	72 724.6	24.4%	100.0%	74 240.3	85 496.4	98 545.0	10.7%	100.0%
Surplus/(Deficit)	(37 435.0)	(0.0)		(37 010.0)	(46 149.0)	(56 998.0)	15.0%	

Table 35.28 Road Accident Fund statements of estimates of financial performance and position

Statement of financial position	Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
				2016/17	2013/14 - 2016/17	2017/18		
R million								
Carrying value of assets	270.4	0.3%	3.1%	325.1	370.8	444.0	18.0%	3.5%
of which:								
Acquisition of assets	(95.6)	23.3%	-0.7%	(100.3)	(105.4)	(110.6)	5.0%	-1.0%
Inventory	6.1	19.1%	0.1%	6.4	6.8	7.2	6.0%	0.1%
Loans	156.0	5.5%	1.7%	165.3	175.3	185.8	6.0%	1.7%
Accrued investment interest	10.1	-14.4%	0.1%	10.7	11.4	12.0	6.0%	0.1%
Receivables and prepayments	7 361.8	15.6%	73.6%	7 699.0	7 842.6	7 881.8	2.3%	77.6%
Cash and cash equivalents	1 691.1	-12.3%	21.4%	1 682.3	1 682.1	1 682.1	-0.2%	17.0%
Total assets	9 495.5	7.3%	100.0%	9 888.9	10 088.8	10 212.9	2.5%	100.0%
Accumulated surplus/(deficit)	(183 074.9)	26.3%	-1 522.9%	(220 155.7)	(268 023.3)	(328 842.1)	21.6%	-2 507.7%
Capital and reserves	83.4	-13.3%	1.3%	83.4	83.4	83.4	-	0.8%
Trade and other payables	256.9	-24.6%	4.1%	272.3	288.7	306.0	6.0%	2.8%
Provisions	192 230.1	25.2%	1 617.5%	229 688.9	277 740.1	338 665.6	20.8%	2 604.0%
Total equity and liabilities	9 495.5	7.3%	100.0%	9 888.9	10 088.8	10 212.9	2.5%	100.0%

Personnel information

Table 35.29 Road Accident Fund personnel numbers and cost by salary level

Number of posts estimated for 31 March 2017		Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number								
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)							
		2015/16		2016/17		2017/18		2018/19		2019/20												
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	2016/17 - 2019/20					
Road Accident Fund		2 902	2 902		2 728	1 264.4	0.5	2 902	1 349.0	0.5	2 952	1 480.8	0.5	2 952	1 599.2	0.5	2 952	1 727.2	0.6	8.6%	100.0%	
Salary level																						
1 – 6	102	102	157	15.4	0.1	102	11.9	0.1	102	12.9	0.1	102	13.9	0.1	102	15.0	0.1	102	15.0	0.1	8.0%	3.5%
7 – 10	2 239	2 239	2 063	776.1	0.4	2 239	835.2	0.4	2 289	925.9	0.4	2 289	1 000.0	0.4	2 289	1 080.0	0.5	2 289	1 080.0	0.5	8.9%	77.4%
11 – 12	369	369	336	256.9	0.8	369	275.6	0.7	369	297.6	0.8	369	321.4	0.9	369	347.2	0.9	369	347.2	0.9	8.0%	12.6%
13 – 16	185	185	165	193.7	1.2	185	207.1	1.1	185	223.7	1.2	185	241.6	1.3	185	260.9	1.4	185	260.9	1.4	8.0%	6.3%
17 – 22	7	7	7	22.2	3.2	7	19.1	2.7	7	20.7	3.0	7	22.3	3.2	7	24.1	3.4	7	24.1	3.4	8.0%	0.2%

1. Rand million.

South African National Roads Agency

Mandate

The South African National Roads Agency is a schedule 3A public entity established by the South African National Roads Agency Limited and National Roads Act (1998). The agency is responsible for the planning, design, construction, operation, management, control, maintenance and rehabilitation of the South African national road network, including the financing of the these functions. This includes both toll and non-toll roads.

Selected performance indicators

Table 35.30 South African National Roads Agency performance indicators by programme/objective/activity and related outcome

Indicator	Programme/objective/activity	Outcome	Past				Current	Projections		
			2013/14	2014/15	2015/16	2016/17		2017/18	2018/19	2019/20
Smooth travel exposure: Percentage of travel undertaken per year on national roads with roughness less than 4.2 on international roughness index	Routine maintenance	Entity mandate	95%	96%	96%	95%	95%	95%	95%	
Low rut exposure: Percentage of travel undertaken per year on national roads with rut depth less than 20 mm	Routine maintenance		98%	99%	96%	99%	95%	95%	95%	
High texture exposure: Percentage of travel undertaken per year on national roads with macro-texture higher than 0.4 mm	Routine maintenance		98%	99%	99%	99%	95%	95%	95%	

Table 35.30 South African National Roads Agency performance indicators by programme/objective/activity and related outcome

Indicator	Programme/objective/activity	Outcome	Past			Current	Projections		
			2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
Bridge condition exposure index: Percentage of travel over or under bridges undertaken per year on national roads with overall condition index higher than 80	Routine maintenance	Entity mandate	93%	92%	93%	93%	90%	90%	90%
Length of network with active routine road maintenance contracts	Routine maintenance	Outcome 6: An efficient, competitive and responsive economic infrastructure network	19 704 km	21 403 km	21 490 km	21 579 km	21 946 km	21 946 km	21 946 km
Resurface length: Length of road ressealed/overlaid per year	Routine maintenance		1 290 km	851 km	1 563 km	900 km	1 000 km	1 100 km	1 100 km
Length of road strengthened/improved per year	Strengthening		659 km	687 km	370 km	450 km	475 km	500 km	500 km

Expenditure analysis

Over the medium term, the South African National Roads Agency will focus on preventative maintenance of the national road network, in line with the outcome 6 (an efficient, competitive and responsive economic infrastructure network) of government's 2014-2019 medium-term strategic framework to improve and preserve national road infrastructure. The agency plans to resurface 3 200 kilometres, and strengthen and improve 1 475 kilometres of road over the medium term.

Total expenditure is expected to increase at an average annual rate of 17.1 per cent, from R26.3 billion in 2016/17 to R42.2 billion in 2019/20. Spending on the improvements programme is expected to increase at an average annual rate of 65.2 per cent over the medium term, as the agency focuses on rehabilitation due to the extent of the road network that is beyond its design life. Expenditure on new facilities is expected to increase at an average annual rate of 42.9 per cent, from R4.5 billion in 2016/17 to R13.1 billion in 2019/20, as the agency plans to build new interchanges and additional lanes to existing roads. Spending on goods and services is expected to increase from R19.5 billion in 2016/17 to R35 billion in 2019/20 as the road maintenance programme continues.

The agency employs 330 personnel and this is expected to increase to 390 in 2019/20 due to the absorption of interns into the agency's organisational structure. As a result, spending on compensation of employees is expected to increase at an average annual rate of 12.7 per cent, from R275.2 million in 2016/17 to R393.9 million in 2019/20.

The agency's income mainly comprises revenue generated from toll fees and transfers from the Department of Transport. The total national road network comprises 14.5 per cent toll roads, with the remaining 85.5 per cent non-toll roads. Toll revenue is expected to increase from R5.3 billion in 2016/17 to R6.1 billion in 2019/20. Transfers from the Department of Transport for non-toll roads is expected to increase at an average annual rate of 10.2 per cent, from R13.9 billion in 2016/17 to R18.6 billion in 2019/20 for the strengthening and improvements of the road network.

Programmes/objectives/activities

Table 35.31 South African National Roads Agency expenditure trends and estimates by programme/objective/activity

R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2013/14	2014/15	2015/16				2016/17	2017/18	2018/19		
Administration	6 132.1	8 967.5	8 172.6	7 796.3	8.3%	49.8%	7 316.2	7 459.3	8 191.3	1.7%	23.6%
Routine maintenance	1 304.6	1 440.5	888.3	8 925.5	89.8%	15.2%	7 625.6	6 254.8	5 037.8	-17.4%	22.2%
Strengthening	3 042.2	1 002.6	1 522.9	2 021.8	-12.7%	12.3%	2 721.2	4 968.2	2 036.6	0.2%	8.9%
Improvements	1 610.8	1 116.4	1 586.3	3 074.6	24.0%	10.8%	6 461.3	11 275.6	13 873.5	65.2%	24.4%
New facilities	715.5	1 219.4	2 347.8	4 477.3	84.3%	11.9%	5 537.6	6 149.6	13 055.3	42.9%	20.9%
Total	12 805.1	13 746.5	14 517.8	26 295.5	27.1%	100.0%	29 661.9	36 107.6	42 194.6	17.1%	100.0%

Table 35.33 South African National Roads Agency statements of estimates of financial performance and position

Statement of financial position		Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2016/17				2013/14 - 2016/17	2017/18	2018/19		
R million									
Carrying value of assets	322 546.5	1.9%	96.3%	284 412.0	294 071.7	357 748.3	3.5%	97.3%	
of which:									
Acquisition of assets	(10 650.9)	6.8%	-2.8%	(13 312.1)	(14 111.4)	(14 817.9)	11.6%	-4.1%	
Investments	294.3	-33.9%	0.2%	593.2	339.3	518.5	20.8%	0.1%	
Receivables and prepayments	3 956.9	50.6%	1.3%	3 457.6	3 630.5	3 100.0	-7.8%	1.1%	
Cash and cash equivalents	4 433.7	2.2%	2.1%	4 502.4	4 727.5	5 430.6	7.0%	1.5%	
Non-current assets held for sale	146.6	19.1%	0.0%	-	-	32.1	-39.7%	0.0%	
Total assets	331 377.9	2.1%	100.0%	292 965.1	302 769.0	366 829.5	3.4%	100.0%	
Accumulated surplus/(deficit)	(3 939.0)	-19.5%	-	(711.6)	3 592.7	20 303.9	-272.7%	1.3%	
Capital and reserves	239 681.1	-0.1%	-	239 681.1	236 577.6	236 577.6	-0.4%	74.2%	
Capital reserve fund	37 219.3	9.2%	-	44 373.2	51 304.1	58 928.0	16.6%	14.8%	
Borrowings	39 749.3	9.7%	-	-	-	36 440.9	-2.9%	5.5%	
Deferred income	7 949.1	4.2%	-	6 545.7	8 156.3	8 507.8	2.3%	2.4%	
Trade and other payables	3 777.9	27.8%	-	3 076.7	3 138.3	2 755.2	-10.0%	1.0%	
Provisions	50.6	-50.2%	-	-	-	66.8	9.7%	0.0%	
Managed funds (e.g. poverty alleviation fund)	800.0	-8.0%	-	-	-	353.9	-23.8%	0.1%	
Derivatives financial instruments	6 089.5	-14.5%	-	-	-	2 895.4	-21.9%	0.7%	
Total equity and liabilities	331 377.9	2.1%	-	292 965.1	302 769.0	366 829.5	3.4%	100.0%	

Personnel information

Table 35.34 South African National Roads Agency personnel numbers and cost by salary level

Number of posts estimated for 31 March 2017		Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number								
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Average: Salary level/Total (%)							
		2015/16		2016/17		2017/18		2018/19		2019/20												
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost						
South African National Roads Agency		330		390	325	256.6	0.8	330	275.2	0.8	355	312.0	0.9	390	368.2	0.9	390	393.9	1.0	12.7%	100.0%	
Salary level																						
1 – 6	10	10	10	1.3	0.1	10	1.6	0.2	10	1.8	0.2	10	1.9	0.2	10	2.0	0.2	10	2.0	0.2	7.0%	2.7%
7 – 10	178	188	173	70.3	0.4	178	77.6	0.4	188	86.4	0.5	188	92.5	0.5	188	98.9	0.5	188	98.9	0.5	8.4%	50.8%
11 – 12	55	95	55	45.7	0.8	55	50.3	0.9	65	61.4	0.9	95	93.0	1.0	95	99.4	1.0	95	99.4	1.0	25.5%	20.9%
13 – 16	84	94	84	122.4	1.5	84	134.4	1.6	89	150.4	1.7	94	168.0	1.8	94	179.7	1.9	94	179.7	1.9	10.2%	24.7%
17 – 22	3	3	3	16.8	5.6	3	11.3	3.8	3	12.1	4.0	3	13.0	4.3	3	13.9	4.6	3	13.9	4.6	7.0%	0.8%

1. Rand million.

Other entities

Comprehensive coverage of the following public entities is provided with the more detailed information for the vote at www.treasury.gov.za under the budget information link.

- The **Air Traffic and Navigation Services Company** provides safe, orderly and efficient air traffic navigational and associated services to the air traffic management community. The company's estimated expenditure for 2017/18 is R1.5 billion.
- The **Cross-Border Road Transport Agency** is a schedule 3A public entity established in terms of the Cross Border-Road Transport Act (1998). The agency's legislative mandate requires it to advise the Minister of Transport on cross-border road transport policy, regulate access to the market by the road transport freight and passenger industry in respect of cross-border road transport by issuing permits, undertake road transport law enforcement, and play a facilitative role in contributing to economic prosperity of the region. The agency's estimated expenditure for 2017/18 is R214.9 million.
- The **driving licence card account** manufactures credit card format driving licences, based on orders received from driving licence testing centres, and generates its own revenue through the sale of the licence cards. The entity's estimated expenditure for 2017/18 is R214.3 million.
- The **Ports Regulator of South Africa** performs functions that relate mainly to the regulation of pricing and other aspects of economic regulation, the promotion of equal access to ports facilities and services, the monitoring of the industry's compliance with the regulatory framework, and the hearing of any complaints and appeals lodged with it. The regulator's estimated expenditure for 2017/18 is R22.8 million.

- The **Railway Safety Regulator** oversees and promotes safe railway operations through appropriate support, monitoring and enforcement, guided by an enabling regulatory framework, including regulations for all rail operators in South Africa and those of neighbouring countries whose rail operations enter South Africa. The regulator's estimated expenditure for 2017/18 is R262.5 million.
- The **Road Traffic Infringement Agency** promotes road traffic quality by providing for a scheme to discourage road traffic infringements to support the prosecution of offences in terms of national and provincial laws relating to road traffic, and implements a points demerit system. The agency's estimated expenditure for 2017/18 is R387.9 million.
- The **Road Traffic Management Corporation** pools national and provincial government resources for the provision of road traffic management. This includes cooperative and coordinated road traffic strategic planning, regulation, facilitation and law enforcement. The corporation's estimated expenditure for 2017/18 is R736.7 million.
- The **South African Civil Aviation Authority** promotes, regulates and enforces civil aviation safety and security standards across the aviation industry. The entity's estimated expenditure for 2017/18 is R653.3 million.
- The **South African Maritime Safety Authority** promotes South Africa's maritime interests, ensures the safety of life and property at sea, and prevents and combats the pollution of the marine environment by ships. Functions of the entity are also defined as per international maritime conventions to which South Africa is a signatory. The entity's estimated expenditure for 2017/18 is R408.8 million.

Additional table: Summary of expenditure on infrastructure

Project name	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20
R million										
Departmental infrastructure										
Infrastructure transfers to other spheres, agencies and departments										
Mega projects (total project cost of at least R1 billion over the project life cycle)										
South African National Roads Agency	Development and upkeep of national road network	Various	–	7 043.5	8 180.8	8 891.9	8 891.9	11 112.4	12 505.4	13 182.9
Passenger Rail Agency of South Africa	Maintenance and rehabilitation of passenger rail infrastructure	Construction	–	7 481.1	11 059.0	11 595.4	11 595.4	9 300.2	10 675.1	8 588.4
Public transport infrastructure grant	Provision of public transport infrastructure and systems for municipalities	Various	–	4 668.7	4 678.0	–	–	–	–	–
Passenger Rail Agency of South Africa: Rolling stock	Provision of new rolling stock	Various	–	–	6 048.0	2 560.5	4 170.3	4 420.5	4 676.9	7 623.7
Provincial roads maintenance grant	Maintenance of provincial road infrastructure	Various	–	7 519.5	9 361.5	9 531.7	10 202.5	10 753.7	11 535.7	12 181.7
Public transport network grant	Funding for accelerated construction and improvement of public and non-motorised transport infrastructure	Various	–	–	–	5 953.1	5 592.7	6 159.6	6 582.7	6 962.2
Total			–	26 712.7	39 327.2	38 532.6	40 452.7	41 746.2	45 975.7	48 538.9