

VOTE 8

DEPARTMENT OF ROADS AND TRANSPORT

To be appropriated by vote	R 4 363 790 000
Responsible MEC	MEC for Roads and Transport
Administering Department	Department of Roads and Transport
Accounting Officer	Head of Department

1. OVERVIEW

The Gauteng Department of Roads and Transport (GDRT) is the main contributor to the provincial outcomes of providing an environmentally sustainable road infrastructure and integrated transport system that is reliable, accessible, safe and affordable and has a broad range of socio-economic effects. These include the benefits flowing from increased accessibility, employment creation, increased efficiency and social inclusion of all citizens of the province.

Vision

World-class roads and transport infrastructure networks and systems that facilitate seamless mobility of goods and people within Gauteng.

Mission

To provide an environmentally sustainable road infrastructure and integrated transport systems and services that are reliable, accessible, safe, and affordable and which promote socio-economic development in Gauteng.

Key Strategic objectives

- To ensure the availability of overall management and administrative support functions;
- To provide a balanced and equitable road network;
- To plan, regulate and facilitate the provision of public and freight transport services ; and
- To ensure the efficient management and implementation of the Gautrain.

Departmental measurable objectives

- To contribute to the achievement of departmental outcomes;
- To develop and maintain a sustainable road infrastructure that contributes to the increased economic growth and enhanced quality of life in Gauteng;
- To develop the policy framework in support of a modern, integrated and intelligent transport system;
- To contribute to the regulation of transport-related carbon emissions;
- Through green transport, to contribute to environmental protection;
- To provide public transport infrastructure to promote integration and inter-modality of public transport modes ;
- To regulate public transport operations through the issuing of operating licenses and permits;
- To regulate public transport operations through the registration of associations;
- To issue valid drivers' licenses; and
- To issue valid vehicle licenses.

Acts, rules and regulations

Schedule 4 and 5 of the Constitution of South Africa empowers provinces with concurrent competencies with national government, and with exclusive legislative competencies in specific functional areas such as public transport, provincial road and public works.

Key legislation and policies that impact on the mandate of the GDRT include:

- Gauteng Transport Framework Revision Bill, 2008;
- Government Immoveable Assets Management Bill, 2006;
- Gautrain Agency Management Act, 2006;
- Gauteng Planning and Development Act, 2003;
- Gauteng Transport Framework Revision Act, 2002;
- Planning Professions Act, 2002;
- Gauteng Public Passenger Road Transport Act, 2001;
- Gauteng Transport Infrastructure Act, 2001;
- National Spatial Development Perspective;
- Architectural Profession Act, 2000;
- Built Environment Professions Act, 2000;
- Construction Industry Development Board Act, 2000;
- Engineering Profession Act, 2000;
- Landscape Architectural Profession Act, 2000;
- National Land Transport Transition Act, 2000;
- Project and Construction Management Act, 2000;
- Property Valuers' Profession Act, 2000;
- Road Traffic Management Corporation Act, 1999;
- National Environmental Management Act, 1998;
- National Road Traffic Act, 1996;
- Occupational Health and Safety Act, 1993 (and particularly the associated construction regulations)
- Road Traffic Act, 1989; and
- Standards Act, 1982 (and particularly the associated National Building Regulations).

1.1 Aligning departmental budgets to achieve prescribed outcomes

The functions of the Department relate to delivery of outputs that support four government outcomes: creating decent work and building a growing, inclusive economy; vibrant, equitable and sustainable rural communities and food security for all; sustainable human settlements and improved quality of household life; and an efficient, effective and development-oriented public service and empowered, fair and inclusive citizenship.

The DRT has initiated the development of outcome statements in relation to the relevant government outcomes. It has consulted lead and support departments pivotal to the realization of the decent work outcome, including consultations focused on the content, costing and budgeting for key projects that support the outcome statements. The Department plays a key role in the implementation of the decent work outcome through the provision of transport infrastructure, transport regulation services and transport planning services. The Department contributes to the Provincial Rural Development Strategy through the construction of the rural roads infrastructure. It will contribute to the Inner City Renewal Programme through the construction of road linkages, which in turn contribute to the provincial outcome of sustainable human settlements.

The administrative functions of the Department contribute to the public service and inclusive citizenship outcome. As it is a new focus within government, the outcomes planning and budgeting process has required extra effort within limited timeframes, and departments have had to focus on developing their plans for their own lead roles and at the same time on their supporting roles aligned with the lead roles of other departments. Ensuring proper alignment has therefore posed a challenge. The province will continue to confront this challenge during further implementation of outcomes planning and budgeting.

2. REVIEW OF THE CURRENT FINANCIAL YEAR (2011 /12)

The budget that was allocated for the 2011/12 financial year was in line with the provincial outcomes that the Department contributes towards; the projects are also accordingly aligned with these outcomes.

Outcome 4: Decent employment through inclusive economic growth

The work of the Department is linked to this outcome and it will strive to provide affordable new transport infrastructure and upgraded current infrastructure and systems. There will also be a focus on promoting accessibility to economic hubs and creating jobs for the citizens in the province. The Department will contribute to this outcome through the construction and maintenance of the provincial road network.

Design

The designs on the Tarlton, K154 and R25 roads have been completed over the 2011/12 financial year. The land appropriation on K46 and K71 have progressed during the financial year with substantial payments being made, however the other land projects as per the ECE did not materialise because negotiations between the Department and land owners that could not be finalised before the end of the financial year and the results of the surveys on the land were also not finalised.

Construction

The construction projects purpose is to construct, upgrade, rehabilitate and manage the execution of transport infrastructure in order to have a complete transport network which provides access and mobility for the people of Gauteng in execution of economic and social activities. This is all done in pursuit of economic growth and investments through the provision of appropriate transport systems and socio-economic infrastructure.

The projects under construction are grouped into two classes namely the Capital Projects which involves the upgrading rehabilitation and construction of provincial roads and the 20 Prioritised Township Projects (20PTP), which involves the upgrading of gravel roads in previously disadvantaged black communities including deteriorated or gravel arterial township roads. In both project classes job creation, skills development and contractor development are priority aspects which are enhanced through the project management systems.

The achievements related to construction include:

- The completion of the K29 Malibongwe road (Phase 3), from the N14 highway to the Lanseria airport;
- The completion of Road LE3 which is one of the 20PTP projects located in Soshanguve in Tshwane. It was being upgraded from gravel to surfaced, and included the construction of the related stormwater infrastructure and paving;
- The commencement of project R82 which along the Eikenhof- Vereniging Road; and
- The completion of Bolani Road which is a 20PTP road in Soweto, just next to Jabulani.

Maintenance

The purpose of maintenance is to maintain provincial roads, preserving them to their original design and includes routine maintenance, safety maintenance, reseals and re-gravelling. The preventative maintenance programme was revived in the current financial year and mainly funded the following roads:

- There has been budget allocated to the rehabilitation of the N14, specifically the sinkhole that has not been given attention over the last financial years. The work commenced in the 4th quarter and is expected to continue over the 2012/13 financial year.
- The project to perform heavy rehabilitation on the M1 highway (between the Buccleugh interchange and Corlett drive) has commenced in the 4th quarter.
- The project to perform heavy rehabilitation on the Ben Schoeman highway (between the Brakfontein interchange and Potgieter Street in Pretoria city centre) has commenced in the 4th quarter.

There has been site handover to perform rehabilitation on the Tarlton as well as the R25 Bapsfontein roads. These projects have commenced in the 4th quarter and will continue into the following financial year. Furthermore, there is light rehabilitation and reseals currently being performed on a total of 15 projects throughout the province.

Transport projects

Intermodal Public Transport Facilities (IPTN)

Construction on the Bophelong and Zandspruit IPTNs has been in progress during the financial year and is anticipated to continue into the following financial year. The planning for the Vereeniging and Germiston IPTNs has progressed well and there are clear indications that the construction can commence in the following financial year.

Non-Motorised Transport (NMT)

A total of 17km walkways have been constructed in Metsweding and West Rand municipalities. This project will continue in the following financial year within different locations throughout the province.

TOLABS

The plan was for the Department to implement 2 TOLABS in the current financial year, Tshwane and Derek Masoek, and as such significant budget allocations were made for both projects. However, the delays in the Derek Masoek project resulted in the budget being reprioritised to other areas that were experiencing pressure during the 2011 Adjustment budget process. In relation to the Tshwane, which includes 2 phases, refurbishment

of the existing location as well as the construction of testing facilities, there has been significant progress over the last 2 quarters of the financial year. All the testing equipment has been procured and the project is expected to close in the following financial year.

Bus Subsidies

The Department has managed all 34 bus contracts successfully, and plans are underway to ensure that the monitoring that is currently occurring on some of the contracts is extended to all the contracts. The Department was allocated with a roll-over on the Public Transport Operations Grant that will allow the Department to settle all the payments on the bus contracts in the current financial year.

Registration process

The Department is responsible for the registration of all public transport modes and operators. The focus of this programme for the 2011/12 planning cycle is on expanding their service delivery infrastructure to increase the volume of properly registered operators and fully registered associations. A further priority is the formalisation of public transport.

DLTC

The Department has, embarked on a process to locate Driving License Testing Centres (DLTC) in municipalities. This initiative is responding to the government's call of taking services to the people, thereby promoting access to Government services and service improvement and eliminating fraud and corruption at the Driving License Testing Centres. According to the Departmental plans the Kliptown DLTC was a major deliverable for the 2011/12 financial year, and as such the procurement processes commenced during the 3rd quarter, with the service provider commencing construction during the 4th quarter.

Vehicle Registration

It is a legal requirement that all vehicles by law are registered, whether on the road or not, until they are officially deregistered. The number of vehicles registered during the first 3 quarters of the financial year was over 4 million, with over 60 per cent of them being paid on time. This has resulted in revenue accruing to the Department of R1.7 billion that was more than the targeted R1.3 billion for the same period. Extensive effort was made to ensure that targets were met or exceeded, and the accessibility of the services at post offices has greatly assisted, and that is reflected in the higher than targeted 84 per cent of vehicles being registered.

Operator License and Permits

The Department plays a regulatory role in issuing permits and operating licences to public transport operators. During the financial year, a total of 4 997 permits were issued, which was more than the targeted output of 5 000 mainly as a result of the increased applications received from bus companies contracted with Gautrain. Furthermore, a total of 2 750 permits were converted of a target of 3 500 for the 3 quarters of the financial year as a result of the reported challenges encountered with the NLTIS, the system that issues these licenses. This system is managed by the National Department of Transport (NDOT) and is extremely slow and is often not available, however NDOT is preparing to re-design the system.

Gautrain Management Agency (GMA)

The GMA, established in terms of the GMA Act has a responsibility to ensure that the Gautrain Concession Agreement is fully implemented. The major achievements of the GMA over the 2011/12 financial year include the following:

- On the 28th of July 2011, Bombela and Province reached agreement to commence operations over part of the Phase 2 System (Extended Phase 1), prior to the completion of the water ingress tunnel works;
- The Railway Safety Regulator issued the Safety Certificate on 11 July 2011, and Bombela commenced with revenue services on the North-South railway line between Hatfield and Rosebank Stations on 2 August 2011;
- On 29 August 2011, a temporary bus service was opened between Rosebank Station and Johannesburg CBD;
- Since the commencement of EP1, ridership on the system has steadily increased and the Gautrain has built up a good patronage base;
- Through ongoing marketing efforts on the Dedicated Feeder and Distribution Service routes, the patronage on DFDS has grown exceptionally well; and
- The tunnel remedial works are progressing fairly well, and Province believes that depending on the outcome of the works, OCD2 may occur between March and April 2012.

Outcome 5: Vibrant, equitable, sustainable rural communities contributing to food security for all

Regarding the contribution of the department to the development of rural communities' road infrastructure, In relation to the re-gravelling of roads, the Department has managed to re-gravel 203km on the 347km as per the target. This project is mainly to increase mobility and access to and from the rural nodes within the province. The lower output is mainly as a result of the rainy season that has not abated in the 4th quarter.

In relation to the Department's Corporate Social Responsibility programme, the Shovakalula programme, the planning and construction of bicycle storage facilities was completed with the identification of the schools and beneficiaries done. The distribution of the bicycles commenced in the 4th quarter in line with the start of the school calendar.

Outcome 6: Sustainable human settlements and improved quality of household life

The 20 prioritised townships programme that has been running over the last few financial years and is continuing as scheduled. The achievements related to this in the 2011/12 financial year were:

- The finalisation of Bolani road in Jabulani, Soweto. The construction was meant to eliminate the traffic congestion around the area. Only the retentions will be paid in the 2012/13 financial year.
- Road LE3 is one of the 20PTP projects located in Soshanguve, Tshwane. It has been upgraded from gravel to surfaced road, and included the construction of the related stormwater infrastructure and paving.

Outcome 8: An efficient, effective and development-orientated public service and empowered, fair and inclusive citizenship

In order to build the capacity of the Department for good governance and effective service delivery, a total of 11 bursaries have been awarded to external candidates in a range of disciplines including transport engineering and economics. Notwithstanding the financial constraints, there has also been expenditure in relation to training and development of employees during the financial year.

The personnel structure has also posed serious challenges for the Department, with the units unable to recruit any for any required posts, even the critical posts, until this structure has been finalised. All the consultations with labour have been conducted in line with the requirements of the Departmental Change Management Project Team (DMPT). The proposed structure has been submitted to the Department of Public Service and Administration (DPSA) for approval.

3. OUTLOOK FOR THE COMING FINANCIAL YEAR (2012 /13)

The Department has allocated the budget for the 2012/13 financial year in line with the provincial outcomes it is contributing towards; projects are thus aligned with the outcomes.

Outcome 4: Decent employment through inclusive economic growth

The overall mandate of the Department is linked to this outcome, in the plans to provide affordable new transport infrastructure and upgrade the current infrastructure and systems. There will also be a focus on promoting accessibility to major economic hubs and creating jobs for the citizens in the province. The Department will contribute to this outcome through the construction and maintenance of the provincial road network.

Construction

All the roads that would have been committed in the 2011/12 financial year will continue into this financial year, with some expected to be finalised by the end of the financial year. Some of the major projects that will be implemented in the funding allocated to the Construction sub-unit include:

- The upgrading of Voortrekker road (R55) between Wierda Road (M10, Sunderlandridge) and Main Road (M26, Laudium) - P66/1;
- Doubling of Old Vereeniging Road between Eikenhof (D766) and Walkerville (D1073) ;
- Tarring of Cayman Rd as an access road to the Eye of Africa Development (phase 2);
- Upgrading of road K154 from a gravel road to a surfaced carriageway as part of the Gauteng Highlands project (Eikenhof); and
- Upgrading of Nederveen Rd (R103), from Leondale Forsdick Road (R554) to Barry Marias Road (R21).

Maintenance

The goal of the province of performing maintenance on the provincial road network will continue to be the main focus of the Department, and resources will be directed towards this. The Provincial Roads Maintenance Grant

(PRMG) from the National Department Of Transport (NDOT) will be utilised for the attainment of this goal, through the routine maintenance programme.

A number of the preventative maintenance projects will continue in this financial year. This programme will involve single and double reseal, light and heavy rehabilitation and the re-gravelling of gravel roads within the rural nodes in order to increase accessibility into these rural areas. In the long run, it is expected to reduce the amount of routine maintenance that the Department undertakes on the roads, by eliminating or reducing the reactionary approach that has been followed over the years.

Gautrain

The focus of the GMA over this financial year will be on the following performance milestones:

- Stabilizing the System through conducting various audits and ensuring that all systems built to manage service and technical processes are operating as designed;
- Optimizing the System through various options and expanding capacity to accommodate peak period spikes and general increase in patronage;
- Finalizing the new train plan (timetable);
- Further developing the Dedicated Feeder and Distribution Service by expanding on routes, and acquiring additional, lower capacity buses;
- Expanding parking capacity at Rhodesfield Station by constructing additional parking bays at existing station, and acquiring additional land for further expansion;
- Informally identifying and investigating possible future extensions to the system.

Intermodal Public Transport Facilities

The Department will be focusing on the construction of 3 facilities within the province, within the Vereeniging and Germiston areas; and will commence planning for the Pienaarspoort transport facility. There are other facilities that are planned over the MTEF.

NMT

The completion of the West Rand and Metsweding District municipalities in the previous financial year will result in the payments of the retentions in line with the contract in the 2012/13 financial year. The Department will be focusing on the construction of walkways and bicycle lanes in Ekurhuleni, Sedibeng (along the Wessil Mota Street) as well as Tshwane (along the Phatudi and Hinterland streets). The planning and construction of the NMTs in other areas within the province will occur over the MTEF.

TOLABS

The Tshwane TOLAB will continue as scheduled in line with the project plan. It is expected that the renovations at the Germiston TOLAB will commence in the second quarter of the 2012/13 financial year, whilst during the first quarter focus will be on the tendering and procurement processes. This TOLAB has over the years been utilised as a base for testing of vehicles and uplifting of operating licenses. However with the envisaged renovations, it is expected that the TOLAB will also be utilised to render services on the registration of public transport operators located in this respective region and process and issue operating licenses.

Bus Subsidies

Bus subsidisation is set to continue during this year, with the budget for the conditional grant growing marginally to allow for these payments. The services will continue within the same municipalities, and research is underway to assess the viability of extending the services to other municipalities. There will be rigorous monitoring on the services offered by the bus operators to ensure that the services being offered are as per the contract conditions. To enforce the regulatory frameworks that ensure the safety of the public and private transport on the roads, the Department will continue to facilitate the issuing of operating licences or permits to public transport operators, and drivers' licences.

Outcome 5: Vibrant, equitable, sustainable rural communities contributing to food security for all

The Department aims to contribute to the development of rural communities' road infrastructure through the construction of rural roads to ensure accessibility by farm communities to mainstream economic hubs. With the designs and market analysis done in the 2011/12 financial year, the main focus for the 2012/13 financial year will be the upgrading of the identified within the Maize Triangle corridor, as well as develop a transport plan in liaison with the Department of Agriculture and Rural Development which will be focusing on a range of objectives, some of which are the following:

- Analysing the capacity of the network from a rail and road perspective;
- Improving the transportation links from farming areas around Johannesburg and Sedibeng, Kungwini and Westrand District Municipalities; and
- Link proposed solutions with the Gauteng Strategic Road Network and other existing transport plans.

Outcome 6: Sustainable human settlements and improved quality of household life

These are township projects involving the upgrading of gravel roads in previously disadvantaged black communities established before 1994. To date, six additional townships have been added to the original twenty which were covered under the programme. The mandate of the programme was also recently revised to accommodate deteriorated or gravel arterial township roads regardless of the year the township was established.

In the 2012/13 the following 20 PT projects will be completed:

- Thulani B roads in Soweto ;
- Sekweri in Metsweding; and
- Mogo in Soshanguve.

Outcome 8: An efficient, effective and development-orientated public service and empowered, fair and inclusive citizenship

In order to build the capacity of the Department for good governance and effective service delivery, it will be offering bursaries to external candidates in a range of disciplines including transport engineering and economics, as well as allocating funds for training and development of employees. The personnel structure will be implemented in phases depending on the availability of funding.

4. RECEIPTS AND FINANCING

4.1 Summary of receipts

The Department's revenue is sourced from the equitable share and conditional grants. The conditional grants allocated to the Department are:

- Public Transport Operations grant to fund bus subsidization within the province ;
- The Gautrain DORA Conditional grant, utilized to fund the Gautrain Rapid Rail Link Project for the implementation of the Gautrain system; and
- The Provincial Roads Maintenance grant that will be utilised for the maintenance of roads.

TABLE 1: SUMMARY OF RECEIPTS: ROADS AND TRANSPORT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Equitable share	6 097 551	4 975 899	1 353 823	4 091 675	4 207 849	4 207 849	2 158 963	4 542 053	4 794 646
Conditional grants	3 265 993	4 424 799	5 613 824	2 149 829	2 149 829	2 149 829	2 204 827	2 369 592	2 489 380
Gautrain Rapid Rail Link Grant	3 265 993	2 976 720	912 498	5 300	5 300	5 300			
Overload Control Grant		5 034							
Public Transport Operations Grant		1 043 826	1 496 442	1 577 612	1 577 612	1 577 612	1 625 746	1 714 344	1 801 078
Infrastructure Grant to Provinces		399 219							
Provincial Roads Maintenance Grant			462 164	566 917	566 917	566 917	579 081	655 248	688 302
Total receipts	9 363 544	9 400 698	6 967 647	6 241 504	6 357 678	6 357 678	4 363 790	6 911 645	7 284 026

The Department is funded from both equitable share and conditional grants, and is the highest revenue collector for the province through the vehicle licensing fees. The allocation for the Department decreases from R6.2 billion in 2011/12 to R4.4 billion in 2012/13 mainly as a result of the reduced equitable share allocation for the Gautrain, then increases to R6.9 billion and R7.3 billion in 2013/14 and 2014/15 respectively.

The equitable share allocation increases from R4.1 billion in 2011/12 to R4.8 billion in the last year of the MTEF, an annual increase of 17 per cent. The Gautrain, Overload Control and the Infrastructure conditional grants that the Department was allocated in the previous financial years were stopped in the 2011/12 financial year,

and will not be allocated over the MTEF. The Provincial Roads Maintenance Grant (PRMG) that was introduced in 2011/12 will continue over the MTEF, growing by 21 percent, from R567 million in 2011/12 to R688 million in the 2014/15 financial year.

4.2 Departmental receipts

TABLE 2: DEPARTMENTAL RECEIPTS: ROADS AND TRANSPORT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Tax receipts	1 183 906	1 534 213	1 705 814	1 775 498	1 775 498	2 151 489	2 120 000	2 247 200	2 382 032
Casino taxes									
Horse racing taxes									
Liquor licences									
Motor vehicle licences	1 183 906	1 534 213	1 705 814	1 775 498	1 775 498	2 151 489	2 120 000	2 247 200	2 382 032
Sales of goods and services other than capital assets			3 849	20 125	24 004	39 970	23 145	26 615	26 615
Transfers received									
Fines, penalties and forfeits									
Interest, dividends and rent on land	431	349	4 410	1 380	315	731	1 587	1 825	1 825
Sales of capital assets									
Transactions in financial assets and liabilities	6 489	5 101	8 823	1 507	1 821	3 596			
Total departmental receipts	1 190 826	1 539 663	1 722 896	1 798 510	1 801 638	2 195 786	2 144 732	2 275 640	2 410 472

The tax receipts category is largely made up of motor vehicle registration and licensing fees. This revenue is deposited directly into the Provincial Revenue Fund and does not form part of the allocation of the Department. The revenue collected over the past three financial years grew slightly at about 45 per cent over the period. During the 2011/12 financial year, the Department anticipated collecting R1.8 billion but this was marginally increased to R1.8 billion during the Adjustment budget process, and this is further expected to be exceeded judging by the amount that has already been collected and the projection to the end of the financial year as reflected in the revised estimate. This revenue category is expected to show growth over the MTEF as a result of the increases made to the tariffs, increasing from R2.1 billion in the 2012/13 financial year to R2.4 billion in the 2014/15 financial year.

The Department is liable for direct costs which emanate from the collection of motor vehicle licenses by agencies such as municipalities and the South African Post Office on behalf of the Department. The Sales of goods and services other than capital assets comprises fees in respect of abnormal loads licences, duplicate documents licences, permits of authorised officials, sport gathering public road permits, and sale of personalised motor vehicle registrations. This revenue category is projected to record modest growth over the MTEF.

Legal framework

The Road Traffic Act provides for collection of motor vehicle licenses. The Act also provides for agreements between the Department, metropolitan areas and local authorities for the collection of license fees on an agency basis. The Department is then liable for about 33 per cent of the collected sum in the form of direct charges to the other agencies.

Analysis of existing own revenue sources

Motor Vehicle Licence Fees (MVLFF)

In terms of the National Road Traffic Act (NRTA), the Minister of Transport has devolved certain functions to the provinces. These functions are governed by the NRTA, 1996 and its Regulations as well as the Gauteng Provincial Road Traffic Act, 1997. One of the functions devolved to the province is motor vehicle licence fees and revenue collection in respect of this function.

The Department believes that the cumulative decline in interest rates should improve the financial position of households and make a positive contribution towards the business of the Department. The strong rand should reduce cost pressures on motor vehicles, facilitating stable new vehicle pricing for some time.

5. PAYMENT SUMMARY

5.1 Key assumptions

Guidelines for the compensation budget for the 2011 MTEF were based on the latest wage agreement within the public sector and also take into account the CPIX inflation rate over that period. The rates utilised are 5.6 per cent for 2011/12 and 5 per cent for each of the outer years of the MTEF.

The following have been taken into account when determining personnel budgets for the new MTEF:

- Numbers of staff and possible changes over the MTEF;
- Basic salary costs including ICS adjustments from 1 July and January each year;
- Salary increases for people with scarce skills;
- Grades and level of staff;
- Increased take up of benefits such as medical aid and homeowners allowance, etc.;
- Contract employees;
- Overtime pay;
- Merit bonuses;
- Pension fund contributions, thirteenth cheque and overtime all linked to the basic salary cost (increases at the same rate);
- Medical aid contributions which normally increase more rapidly than inflation; and
- Homeowners allowance which changes with the interest rate, and skills development.

5.2 Programme summary

TABLE 3: SUMMARY OF PAYMENTS AND ESTIMATES: ROADS AND TRANSPORT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Administration	118 944	191 409	174 771	164 171	159 171	165 033	210 923	226 572	244 262
2. Transport Infrastructure	1 398 716	1 418 555	1 381 685	1 826 437	1 696 817	1 695 567	1 438 342	2 184 885	2 317 652
3. Transport Operations	213 658	1 554 562	1 452 124	1 790 525	2 042 880	2 042 880	1 772 129	1 907 037	2 009 703
4. Transport Regulation	108 211	175 385	244 279	266 841	239 265	239 248	204 685	176 032	164 766
5. Gautrain	7 524 015	6 060 787	3 714 788	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643
Total payments and estimates	9 363 544	9 400 698	6 967 647	6 241 504	6 357 678	6 362 273	4 363 790	6 911 645	7 284 026

The table above indicates the expenditure outcomes and budget allocations as categorised by the programmes within the Department. Total payments over the history were high as a result of payments made in relation to the construction of the Gautrain project which were mainly concluded in the 2010/11 financial year. During 2011/12, the Department's budget was increased by about 2 percent, mainly as a result of the roll-over approved for the Public Transport Operations Grant (PTOG) and the extra Gautrain allocation received.

Over the MTEF, the budget for the Department will increase from R4.4 billion in 2012/13 to R7.3 billion in 2014/15. The marginal increase of 35 per cent is mainly as a result of the Gautrain allocation that has been

reduced in the 2012/13 financial year in order to start with the loan repayments, and further increased in the other 2 years of the MTEF, as well as increases in the infrastructure and conditional grants allocations of the Department.

The MTEF allocation will fund the maintenance of the provincial road network, the construction of some of the major roads within the province, the construction of intermodal facilities and the upgrading and construction of DLTCs. The Gautrain has also been funded for maintenance and capacitation of the current system as well as research into future extension of the project. The current budget includes the PRMG within Programme 2 that has been allocated to the Department for the road maintenance programme, as well as the PTOG within Programme 3 for the provision of transport services to the Gauteng public.

5.3 Summary of economic classification

TABLE 4: SUMMARY OF PROVINCIAL PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ROADS AND TRANSPORT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	1 644 709	2 172 468	1 833 087	3 931 573	2 117 500	2 121 725	1 414 290	1 697 947	2 002 726
Compensation of employees	228 668	346 693	370 159	426 237	418 949	439 804	494 061	527 597	563 410
Goods and services	1 411 445	1 824 701	1 446 875	3 505 336	1 694 231	1 677 572	918 429	1 168 550	1 437 516
Interest and rent on land	4 596	1 074	16 053		4 320	4 349	1 800	1 800	1 800
Transfers and subsidies to:	7 675 747	7 182 349	5 087 711	2 193 530	4 123 527	4 123 895	2 379 129	4 134 182	4 351 440
Provinces and municipalities	5 717	8 611			1 500	1 500	1 000	1 000	1 000
Departmental agencies and accounts	7 661 641	6 126 118	3 714 778	2 193 530	2 219 545	2 219 547	737 711	2 417 119	2 547 643
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises	2 563	1 043 946	1 363 564		1 899 222	1 899 222	1 639 199	1 714 844	1 801 578
Non-profit institutions	875								
Households	4 951	3 674	9 369		3 260	3 626	1 219	1 219	1 219
Payments for capital assets	43 088	45 207	41 473	116 401	116 651	116 653	570 371	1 079 516	929 860
Buildings and other fixed structures	25 477			61 901	61 901	61 901	518 371	1 045 521	903 160
Machinery and equipment	12 083	2 960	3 043	22 000	22 250	22 250	12 000	12 000	12 000
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets	5 528	42 247	37 091	32 500	32 500	32 502	40 000	21 995	14 700
Software and other intangible assets			1 339						

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Payments for financial assets		674	5 376						
Total economic classification	9 363 544	9 400 698	6 967 647	6 241 504	6 357 678	6 362 273	4 363 790	6 911 645	7 284 026

The budget for the compensation of employees has increased steadily from the 2008/09 financial year and will continue to do so over the MTEF period. This budget will however not be adequate for the Department to implement the departmental structure, therefore the Department will ensure that the structure is phased-in up to the total budget allocation to ensure that there is no over expenditure or irregular expenditure under the personnel budget for each of the financial years of the MTEF. The compensation budget is supplemented with an additional amount during the current MTEF to address the capacity of the Department, particularly focusing on the employment of engineers. This intervention is aimed at ensuring that the Department is able to respond to the demands of planning and delivery.

Total payments for goods and services grew steadily as audited, and will continue to grow at a rate of 8.8 per cent over the MTEF. This item includes the budget for Maintenance projects, the departmental operations, the DLTCs as well as the public transport facilities. The budget within the interest on rent and land is for the interest portion on the finance leases of the Department in accordance with the Standard Chart of Accounts (SCOA) classification. Transfers and subsidies mainly consist of Department transfers in relation to the Gautrain project and transfers to bus operators in terms of the PTOG.

The transfers and subsidies item includes payments and budget in relation to the Gautrain project, the transfers to the bus operators in terms of the Public Transport Operations Grants (PTOG), as well as other marginal amounts in terms of vehicle registration for the construction fleet as well as households. The massive reduction in the allocation of the departmental agencies and accounts items in the 2012/13 financial year is as a result of the reduction of the Gautrain allocation as a result of the re-payments on the loan that needed to be made commencing in that financial year. The other major item within transfers and subsidies is in relation to the PTOG as well as transfers in relation to the North-West Star subsidies; these grow marginally over the MTEF.

The budget for payment for capital assets increases substantially over the MTEF mainly as a result of the re-allocation of the capital projects budget, including the construction budget within the Roads infrastructure programme, in line with the SCOA instruction to Departments. Other items within CAPEX are for the proclamation of land for road construction.

5.4 Infrastructure payments

5.4.1 Departmental Infrastructure Payments

TABLE 5: DEPARTMENTAL INFRASTRUCTURE PAYMENTS: ROADS AND TRANSPORT

	Outcomes			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R Thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Payments for infrastructure by category									
New and replacement assets	5 015 443	5 212 691	82 644	144 202	97 314	80 875	63 150	156 800	130 000
Existing infrastructure assets	1 141 823	1 194 452	1 022 808	1 502 265	1 401 089	975 367	1 181 830	1 887 685	1 997 891
Upgrades and additions	993 200	967 157	416 439	575 046	411 499	374 675	429 019	629 604	741 813
Rehabilitation, renovations and refurbishments			18 703	634 634	582 256	268 682	181 469	479 400	214 564
Maintenance and repairs	148 623	227 295	587 666	292 585	407 334	332 010	571 342	778 681	1 066 528
Infrastructure transfers			222						
Current			222						
Capital									
Current infrastructure	148 623	227 295	587 888	292 585	407 334	332 010	571 342	778 681	1 007 554

	Outcomes			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R Thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Capital infrastructure	6 008 643	6 179 848	517 786	1 353 882	1 091 069	724 232	673 638	1 265 804	1 145 004
Total	6 157 266	6 407 143	1 105 674	1 646 467	1 498 403	1 056 242	1 244 980	2 044 485	2 152 905

The budget for infrastructure decreased from R6.2 billion in 2008/09 to R1.1 billion in 2010/11. This amount increased marginally to R1.2 billion in 2012/12. Over the MTEF, the budget for the Department will increase from R1.2 billion in 2012/13 to R2.2 billion in 2014/15 mainly to take care of the construction and maintenance of the roads.

The Department's focus continues to be on maintenance of the provincial road network and that is evidenced by the high allocation within the Maintenance and repair item of infrastructure. This item includes the PRMG which will be utilised to augment maintenance activities.

New and replacement assets

The category of infrastructure payments includes the construction of the Vereeniging, Pienaarspoort and Germiston Intermodal Public Transport Facilities. The Department will also be identifying other facilities to construct over the MTEF period within the Tshwane, Ekurhuleni and Johannesburg municipalities; however their actual locations are still to be determined.

Upgrades and additions

The projects in this category include, but are not limited to, those within the Maize Triangle, the maintenance of rural roads that continue to be a provincial priority, other construction projects that are continuing into the MTEF, the public transport projects that relate to the construction of walkways along the routes with a high volume of pedestrians, and upgrading of the DLTCs across the province.

Rehabilitation, renovations and refurbishments

The preventative maintenance budget falls under this item. It covers a range of roads in the province.

Maintenance and repairs

This item is constituted of the maintenance of:

- The provincial road network
- Weighbridges

The ongoing in-house and outsourced maintenance programmes also form part of this category of infrastructure.

6. PROGRAMME DESCRIPTION

PROGRAMME1: ADMINISTRATION

Programme description

To provide the Department with overall management and administrative, strategic, financial and corporate support services in order to ensure that it delivers on its mandate in an integrated, efficient, effective and sustainable manner.

Programme objectives

- To render advisory, parliamentary, secretarial, administrative and office support service to the MEC;
- To provide overall management and support of the Department; and
- To manage personnel, procurement, finance, administration and related support services.

TABLE 6: SUMMARY OF PAYMENTS AND ESTIMATES: ADMINISTRATION

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Office of the MEC	3 952	13 044	7 372	14 147	10 704	7 207	11 962	13 288	14 054
2. Management	31 715	22 416	36 540	30 409	30 409	26 351	34 149	40 015	41 577
3. Corporate Services	83 277	155 949	130 859	119 615	118 058	131 475	164 812	173 269	188 631
Total payments and estimates	118 944	191 409	174 771	164 171	159 171	165 033	210 923	226 572	244 262

TABLE 7: SUMMARY OF ECONOMIC CLASSIFICATION: ADMINISTRATION

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	117 593	187 918	168 458	164 171	156 921	162 783	208 124	223 773	241 463
Compensation of employees	47 076	80 109	93 280	92 769	92 769	101 069	100 749	106 898	112 231
Goods and services	70 517	107 749	75 178	71 402	63 952	61 514	106 475	115 975	128 332
Interest and rent on land		60			200	200	900	900	900
Transfers and subsidies to:	12	1 480	48		2 000	2 000			
Provinces and municipalities		(43)							
Departmental agencies and accounts									
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households	12	1 523	48		2 000	2 000			
Payments for capital assets	1 339	1 337	889		250	250	2 799	2 799	2 799
Buildings and other fixed structures									
Machinery and equipment	1 339	1 337	889		250	250	2 799	2 799	2 799
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets		674	5 376						
Total economic classification	118 944	191 409	174 771	164 171	159 171	165 033	210 923	226 572	244 262

For the period 2008/09 to 2010/11, expenditure for the programme increased from R119 million to R175 million, a substantial growth of 46 per cent. During 2011/12, the budget allocated to the programme was decreased to R164 million as a result of the departmental reprioritisation process. The increase of the budget

within the programme over the MTEF is as a result of the centralisation of the property payments in relation to the 5 regional offices of the Department in a bid to control expenditure, as evidenced by the substantial increase in the Corporate Services budget.

PROGRAMME 2: TRANSPORT INFRASTRUCTURE

Programme description

To promote accessibility and the safe, affordable movement of people, goods and services through the delivery and maintenance of transport infrastructure that is sustainable, integrated and environmentally sensitive, and which supports and facilitates social empowerment and economic growth.

Programme objectives

- Provide planning for all modes of transport including the movement of goods and passengers to integrate transport and spatial planning;
- Provide for planning and co-ordination towards the formulation of provincial transport policies and statutory plans;
- Plan integrated modal transport facilities and systems for all modes of transport including non motorised transport;
- Promote and improve safety on the transport infrastructure;
- Facilitate the provision of road safety audits on all roads and transport infrastructure to ensure safe traffic and people movement;
- Provide data collection services; research to provide management information systems for the provincial road network;
- Provide design of road and transport infrastructure including all necessary support functions such as environmental impact assessments, traffic impact assessments, surveys, expropriations, material investigations and testing;
- Develop new roads and re-construct, upgrade and rehabilitate road and transport infrastructure; and
- Effectively maintain road and transport infrastructure.

TABLE 8: SUMMARY OF PAYMENTS AND ESTIMATES: TRANSPORT INFRASTRUCTURE

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Infrastructure Planning	35 204	190 940	213 418	64 567	42 967	42 967	59 962	50 614	54 810
2. Infrastructure Design	82 216	85 643	56 482	173 153	106 860	105 608	129 465	158 144	188 242
3. Construction	504 117	502 851	470 199	417 466	344 466	344 470	341 590	524 854	630 023
4. Maintenance	777 179	639 121	641 586	1 171 251	1 202 524	1 202 522	907 325	1 451 273	1 444 577
Total payments and estimates	1 398 716	1 418 555	1 381 685	1 826 437	1 696 817	1 695 567	1 438 342	2 184 885	2 317 652

TABLE 9: SUMMARY OF ECONOMIC CLASSIFICATION: TRANSPORT INFRASTRUCTURE

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	1 211 948	1 363 919	1 334 652	1 718 036	1 585 206	1 583 663	946 531	1 235 230	1 524 448
Compensation of employees	126 009	180 778	179 559	197 030	196 430	229 955	245 671	258 126	274 560
Goods and services	1 081 343	1 183 077	1 155 093	1 521 006	1 384 776	1 349 708	700 310	976 554	1 249 338
Interest and rent on land	4 596	64			4 000	4 000	550	550	550
Transfers and subsidies to:	145 788	10 901	8 946		3 210	3 501	2 719	2 719	2 719
Provinces and municipalities	4 543	8 602			1 500	1 500	1 000	1 000	1 000

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Departmental agencies and accounts	135 606	80							
Universities and Foreign governments and international organisations									
Public corporations and private enterprises	874	120			500	500	500	500	500
Non-profit institutions	875								
Households	3 890	2 099	8 946		1 210	1 501	1 219	1 219	1 219
Payments for capital assets	40 980	43 735	38 087	108 401	108 401	108 403	489 092	946 936	790 485
Buildings and other fixed structures	25 477			61 901	61 901	61 901	441 467	917 316	768 160
Machinery and equipment	9 975	1 488	996	14 000	14 000	14 000	7 625	7 625	7 625
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets	5 528	42 247	37 091	32 500	32 500	32 502	40 000	21 995	14 700
Software and other intangible assets									
Payments for financial assets									
Total economic classification	1 398 716	1 418 555	1 381 685	1 826 437	1 696 817	1 695 567	1 438 342	2 184 885	2 317 652

This is the core programme of the Department in line with the mandate and the focus of the next MTEF period. The total reduction of the budget is as a result of the centralisation of property payments in relation to the regional offices; however, the infrastructure projects budget is still mainly within this programme. Programme expenditure remained constant from 2008/09 to 2010/11. The budget for the programme is set to rise from R1.4 billion in 2011/12 to R2.3 billion over the MTEF.

The budget for the sub-programme Maintenance increases in line with the Department's focus on the maintenance of existing roads as opposed to the construction of new ones. The PRMG will continue to be allocated to the Department to allow it to focus on the routine maintenance programme and the creation of jobs.

The increased allocation for the compensation of employees within the programme is as a result of the extra allocation that has been to allow the Department to fill critical engineer posts in order to reduce the reliance on external service providers. The reduction within the goods and services item is as a result of the re-allocation of the budget in relation to the upgrading of roads to the CAPEX items in line with the SCOA classification. The CAPEX budget then further has the budget for land purchases and general machinery of the units within this programme.

SERVICE DELIVERY MEASURES

PROGRAMME 2: TRANSPORT INFRASTRUCTURE

Performance Measures	Estimated Annual Targets		
	2012/13	2013/14	2014/15
Number of infrastructure designs for the Maize Triangle belt completed	4	8	8
K164	1		
K154	1	1	1
K11	1		

Performance Measures	Estimated Annual Targets		
	2012/13	2013/14	2014/15
P1-1 (Phase 2)(R82)	1		
K77		1	1
K148/N3		1	1
K97(P1-3)		1	1
K54		1	1
K69		1	1
K60		1	1
Mohlakeng Ext 11		1	1
Number of kms of roads upgraded	15.2	17	17
K15		4	4
K46	6	2	2
R55 Phase 1	4.4		
P126/1		3	3
K154	0.8		
P1-1 (R 82)	4	4	4
P4-1		4	4
Number of kms of rural roads developed (Construction and Maintenance)	12.2	10	10
Number of kms of roads completed	20.2	17.2	17.2
Number of 20PTP kms of roads completed	2.8		
Mogo street and LE 3 in Soshanguve	0.7		
Sekweri street in Refilwe	2.1		
Number of roads rehabilitated	103.76	31.69	31.69
Number of jobs created through EPWP (Construction and Maintenance)	6 700	10 100	10 100
Number of contractors	189	230	230
Women			
Youth			
People with disabilities			
Number of kms of existing roads on routine maintenance	5 637.54	5 637.54	5 637.54
Number of km's of roads resealed	10.97	8.75	8.75
Number of kms of roads re-graveled	128.93	203.14	203.14
Number of kms of roads patched	360 000 sqm	360 000 sqm	360 000 sqm
Number of kms of roads bladed	1 042	1 042	1 042

PROGRAMME 3: TRANSPORT OPERATIONS

Programme description

To plan, regulate and facilitate the provision of integrated land transport services through co-ordination and co-operation with national planning authorities, CBOs, NGOs and the private sector in order to enhance the mobility of all communities particularly those currently without or with limited access.

Programme objectives

- Management of integrated land transport contracts to provide mobility to commuters; and
- Manage, co-ordinate and facilitate transport safety and compliance in all modes with related legislation, regulations and policies through pro-active and reactive tactics and strategies.

TABLE 10: SUMMARY OF PAYMENTS AND ESTIMATES: TRANSPORT OPERATIONS

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Public Transport Services	213 658	1 554 562	1 452 124	1 790 525	2 042 880	2 042 880	1 772 129	1 907 037	2 009 703
Total payments and estimates	213 658	1 554 562	1 452 124	1 790 525	2 042 880	2 042 880	1 772 129	1 907 037	2 009 703

TABLE 11: SUMMARY OF ECONOMIC CLASSIFICATION: TRANSPORT OPERATIONS

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	207 519	510 683	88 535	1 786 525	140 158	140 158	56 001	63 963	73 100
Compensation of employees	18 665	14 596	14 729	34 462	28 774	25 444	31 001	33 263	37 645
Goods and services	188 854	495 137	57 753	1 752 063	111 384	114 714	24 900	30 600	35 355
Interest and rent on land		950	16 053				100	100	100
Transfers and subsidies to:	6 028	1 043 854	1 363 564		1 898 722	1 898 722	1 638 699	1 714 344	1 801 078
Provinces and municipalities	950								
Departmental agencies and accounts	2 340								
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises	1 689	1 043 826	1 363 564		1 898 722	1 898 722	1 638 699	1 714 344	1 801 078
Non-profit institutions									
Households	1 049	28							
Payments for capital assets	111	25	25	4 000	4 000	4 000	77 429	128 730	135 525
Buildings and other fixed structures							76 904	128 205	135 000
Machinery and equipment	111	25	25	4 000	4 000	4 000	525	525	525
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	213 658	1 554 562	1 452 124	1 790 525	2 042 880	2 042 880	1 772 129	1 907 037	2 009 703

Spending for the programme increased from R214 million in 2008/09 to R1.5 billion in the 2010/11 financial year. The increase in expenditure during 2009/10 was due to the introduction of a conditional grant, the Public Transport Operations Grant. This was put in place to finance the new programme in terms of the subsidisation of the provision of public transport services to bus operators within the province. The grant will marginally increase

over the MTEF period hence the 13 per cent growth of the programme from R1.8 billion in 2012/13 to R2 billion in the 2014/15 financial year.

The other major allocation within this programme is in relation to the Intermodal Public Transfer Facilities (IPTNs) within the province. The Department will be constructing about 3 IPTNs on an annual basis over the next MTEF as well as conducting extensive planning for others to be constructed at a later stage. The construction of walkways and bicycle lanes has also been allocated a budget over the MTEF.

SERVICE DELIVERY MEASURES

PROGRAMME 3: TRANSPORT OPERATIONS

Performance Measure	Estimated Annual Targets		
	2012/13	2013/14	2014/15
Number of subsidized bus transport contracts managed	34	34	34
Number of subsidized bus contracts physically monitored	34	34	34
Number of kms of public transport routes subsidized	100 956 480.66	100 956 480.66	100 956 480.66
Number of kms monitored	100 956 480.66	100 956 480.66	100 956 480.66
Number of public transport operators subsidized	12	12	12
Number of fully registered associations in the province	25	35	35
Number of metered taxis regulated and legalised	100	100	100
Number of learner transport operators regulated and legalised	130	150	150
Number of bus operators regulated and legalised	20	20	20
Number of audited routes	1 171	530	530
Number of public transport transfer facilities constructed	1	2	2
Number of km's of non-motorised transport infrastructure (walkways & cycle lanes) constructed	25	20	20
Number of weighbridges maintained	4	4	4
Number of abnormal load permits issued	18 480	20 328	20 328

PROGRAMME 4: TRANSPORT REGULATION

Programme description

To ensure the provision of a safe environment through the regulation of traffic on public infrastructure, law enforcement, implementation of road safety education and awareness programmes and registration and licensing of vehicles and drivers.

Programme objectives

- To monitor and control registration and licensing of all motor vehicles and to render services regarding the administration of applications in terms of the National Road Traffic Act (Act 93 of 1996);
- Implementation of laws and regulations relating to vehicle registration and licensing, vehicle fitness testing and driver fitness testing;
- Management, approval and control of registration of transport operators and the issuing of all licenses and permits required in terms of legislation; and
- Management, approval and control of registration of transport operators and the issuing of all licenses and permits required in terms of legislation.

TABLE 12: SUMMARY OF PAYMENTS AND ESTIMATES: TRANSPORT REGULATION

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Transport Administration and Licensing	48 972	127 655	200 949	168 100	172 100	172 083	139 296	105 332	95 353
2. Operator Licence and Permits	59 239	47 730	43 330	98 741	67 165	67 165	65 389	70 700	69 413
Total payments and estimates	108 211	175 385	244 279	266 841	239 265	239 248	204 685	176 032	164 766

TABLE 13: SUMMARY OF ECONOMIC CLASSIFICATION: TRANSPORT REGULATION

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	107 329	105 272	241 432	262 841	235 215	235 121	203 634	174 981	163 715
Compensation of employees	36 918	71 210	82 591	101 976	100 976	83 336	116 640	129 310	138 974
Goods and services	70 411	34 062	158 841	160 865	134 119	151 636	86 744	45 421	24 491
Interest and rent on land					120	149	250	250	250
Transfers and subsidies to:	224	70 003	375		50	127			
Provinces and municipalities	224	52							
Departmental agencies and accounts		69 927				2			
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households		24	375		50	125			
Payments for capital assets	658	110	2 472	4 000	4 000	4 000	1 051	1 051	1 051
Buildings and other fixed structures									
Machinery and equipment	658	110	1 133	4 000	4 000	4 000	1 051	1 051	1 051
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			1 339						
Payments for financial assets									
Total economic classification	108 211	175 385	244 279	266 841	239 265	239 248	204 685	176 032	164 766

Total payments for the programme grew from R108 million in 2008/09 to R244 million in 2010/11. The main cost driver for programme expenditure was the sub-programme: Transport Administration and Licensing. For the 2011/12 financial year, the programme received R267 million, slightly declining to R204 million for 2012/13 and decreasing to R165 million in 2014/15.

The budget for the programme is mainly to enforce the regulatory frameworks that ensure the safety of the public and private transport on the roads. The allocation of about R18 million in the 2012/13 financial year for the management, upgrading and establishment of the DLTCs also forms part of this programme. The management and capacitating of the Provincial Regulatory Entity (PRE) will be facilitated with an allocation of R4 million over the 2012/13 financial year, and set to grow over the MTEF.

SERVICE DELIVERY MEASURES**PROGRAMME 4: TRANSPORT REGULATIONS**

Performance Measure	Estimated Annual Targets		
	2012/13	2013/14	2014/15
Registering authority established	1		
Number of license compliance inspections executed	110	120	120
Number of new vehicles registered	269 454	280 232	280 232
Number of vehicles registered	4 384 083	4 559 446	4 559 446
Number of vehicles licensed	4 238 797	4 408 349	4 408 349
Number of vehicles licenses paid on time	3 391 039	3 526 681	3 526 681
Percentage of registered vehicles licensed	97%	97%	97%
Percentage of registered vehicles licenses paid on time	80%	80%	80%
Administration costs as % of total license revenue	31%	31%	31%
Number of permits converted	5 000	5 000	5 000
Number of valid operating licenses/permits issued to Public Transport Operators	4 500	5 000	5 000

PROGRAMME 5: GAUTRAIN RAPID RAIL LINK**Programme description**

To plan, design and construct the Rapid Rail Link and ensure efficient management and implementation of the Gautrain.

Management of the concession agreement will remain one of the most important functions of the Gautrain Management Agency. The agreement was concluded between the province, through the Department of Roads and Transport, on the one hand and the Concessionaire on the other for the design, construction and operation of the railway line for the Gautrain Rapid Rail Project.

The agreement was concluded in terms of Treasury Regulation 16 as a PPP on the basis that the Concessionaire will perform the institutional function of the province for the design, construction and operation of the railway line, acquiring the use of the land on which the railway line is established and use of the railway line itself when constructed.

Programme objectives

The strategic objectives of the Gautrain Management Agency are to manage, co-ordinate and oversee the Gautrain Rapid Rail Link Project in terms of the concession agreement.

In order for the GMA to manage, co-ordinate and oversee the Gautrain Project, it must discharge the following main functions:

- Manage the concession agreement;
- Manage the Project's finances, financial securities, insurance, socio-economic development (SED) objectives, assets and the maintenance thereof;
- Liaise and exchange information with the three spheres of government, interested and affected parties, institutions and professional bodies in South Africa and other countries;
- Enhance integration with the province's public transport system;
- Monitor government policies and legislation;
- Perform duties assigned by the Railway Safety Regulator;
- Protect the rail reserve and provincial transport infrastructure involved in the Project in terms of the Gauteng Transport Infrastructure Act (GTIA); and
- Establish and operate information and management systems.

TABLE 14: SUMMARY OF PAYMENTS AND ESTIMATES: GAUTRAIN

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
1. Gautrain Rapid Rail Link	7 524 015	6 060 787	3 714 788	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643
Total payments and estimates	7 524 015	6 060 787	3 714 788	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643

TABLE 15: SUMMARY OF ECONOMIC CLASSIFICATION: GAUTRAIN

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	320	4 676	10						
Compensation of employees									
Goods and services	320	4 676	10						
Interest and rent on land									
Transfers and subsidies	7 523 695	6 056 111	3 714 778	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643
Provinces and municipalities									
Departmental agencies and accounts	7 523 695	6 056 111	3 714 778	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises									
Non-profit institutions									
Households									
Payments for capital assets									
Buildings and other fixed structures									
Machinery and equipment									
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	7 524 015	6 060 787	3 714 788	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643

Total payments for the programme grew from R7.5 billion in 2008/09 to R3.7 million in 2010/11, and the main cost driver was the construction of the Gautrain. For the 2011/12 financial year, the allocation to Gautrain was reduced to R2.2 billion in line with the completion of the construction phase, and the focus was then the maintenance of the system. The allocation for the 2012/13 is drastically reduced to R737.711 in order to start the loan repayments, and further increased in the other 2 years of the MTEF.

7. OTHER INFORMATION

7.1 Personnel numbers and costs

TABLE 16: PERSONNEL NUMBERS AND COSTS: ROADS AND TRANSPORT

Personnel numbers	As at 31 March 2008	As at 31 March 2009	As at 31 March 2010	As at 31 March 2011	As at 31 March 2012	As at 31 March 2013	As at 31 March 2014
1. Administration	211	211	211	211	337	337	337
2. Transport Infrastructure	6 630	1 421	1 391	1 102	1 102	1 102	1 102
3. Transport Operations	234	234	282	125	125	125	125
4. Transport Regulation	256	256	270	200	200	200	200
5. Gautrain							
Total Department personnel numbers	7 331	2 122	2 154	1 638	1 764	1 764	1 764
Total Department personnel cost (R thousand)	228 668	346 693	370 159	418 949	494 061	527 597	563 410
Unit cost (R thousand)	3%	1%	1%	0%	0%	0%	0%

TABLE 17: SUMMARY OF DEPARTMENTAL PERSONNEL NUMBERS AND COSTS

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Total for department									
Personnel numbers (head count)	7 331	2 122	2 154	1 638	1 638	3 315	1 764	1 764	1 764
Personnel cost (R thousands)	228 668	346 693	370 159	426 237	418 949	439 804	494 061	527 597	563 410
Human resources component									
Personnel numbers (head count)	55	55	55	77	77	77	77	77	77
Personnel cost (R thousands)	8 000	9 000	10 000	11 000	11 825	18 000	16 000	16 000	16 000
Head count as % of total for department	1%	3%	3%	5%	5%	2%	4%	4%	4%
Personnel cost as % of total for department	3%	3%	3%	3%	3%	4%	3%	3%	3%
Finance component									
Personnel numbers (head count)	90	90	90	110	110	110	110	110	110
Personnel cost (R thousands)	18 000	18 700	19 500	20 000	21 500	21 500	22 000	22 000	22 000
Head count as % of total for department	1%	4%	4%	7%	7%	3%	6%	6%	6%
Personnel cost as % of total for department	8%	5%	5%	5%	5%	5%	4%	4%	4%

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Full time workers									
Personnel numbers (head count)	7 331	2 122	2 154	1 638	1 638	1 638	1 764	1 764	1 764
Personnel cost (R thousands)	212 629	228 668	370 895	441 301	450 943	372 096	481 237	509 902	530 415
Head count as % of total for department	100%	100%	100%	100%	100%	49%	100%	100%	100%
Personnel cost as % of total for department	93%	66%	100%	104%	108%	85%	97%	97%	94%
Part-time workers									
Personnel numbers (head count)									
Personnel cost (R thousands)									
Head count as % of total for department									
Personnel cost as % of total for department									
Contract workers									
Personnel numbers (head count)									
Personnel cost (R thousands)									
Head count as % of total for department									
Personnel cost as % of total for department									

The Department's revised personnel structure has been drafted and submitted to the Department of Public Service and Administration, and this will be implemented as soon as it has been approved. However, because of the unavailability of adequate resources, implementation of this structure will be staggered over the 3 years of the MTEF. Therefore, the details provided in the tables above indicate the current filled establishment; the critical engineer posts that have been allocated a budget of R20 million will also be a major deliverable over the next MTEF.

7.2 Training

TABLE 18: PAYMENTS ON TRAINING: ROADS AND TRANSPORT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
R thousand									
1. Administration	7 489	5 798	5 922	6 331	6 331	6 331	6 388	6 388	6 388
of which									
Subsistence and travel	2 557	100	116	118	118	118	175	175	175
Payments on tuition	4 932	5 698	5 806	6 213	6 213	6 213	6 213	6 213	6 213
2. Transport									
Infrastructure	1 521	1 722	1 755	1 788	1 788	1 788	1 788		
of which									
Subsistence and travel	30								
Payments on tuition	1 491	1 722	1 755	1 788	1 788	1 788	1 788		
3. Transport Operations	352	515	525	536	536	536	537	537	537

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
of which									
Subsistence and travel	9	11	12	13	13	13	14	14	14
Payments on tuition	343	504	513	523	523	523	523	523	523
4. Transport									
Regulation									
of which									
Subsistence and travel									
Payments on tuition									
5. Gautrain									
of which									
Subsistence and travel									
Payments on tuition									
Total payments on training	9 362	8 035	8 202	8 655	8 655	8 655	8 713	6 925	6 925

TABLE 19: INFORMATION ON TRAINING: ROADS AND TRANSPORT

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Number of staff	940	993	1 015	1 062	1 062	1 062	1 062	1 062	1 062
Number of personnel trained	678	722	736	739	739	739	739	739	739
of which									
Male	584	621	633	636	636	636	636	636	636
Female	94	101	103	103	103	103	103	103	103
Number of training opportunities	50	50	50	50	50	50	50	50	50
of which									
Tertiary	50	502	50	50	50	50	50	50	50
Workshops									
Seminars									
Other									
Number of bursaries offered	50	53	53	53	53	53	53	53	53
Number of interns appointed	69	74	75	72	72	72	72	72	72
Number of learnerships appointed	93	94	101	148	148	148	148	148	148
Number of days spent on training									

The Department has identified engineering as a scarce skill, and as part of the intervention plan is sponsoring studies for young people studying civil engineering in order to alleviate the shortage within the profession and specifically within the Department. An allocation has been provided to allow other employees to attend training programmes in line with their respective job descriptions.

ANNEXURES TO THE ESTIMATES OF PROVINCIAL REVENUE AND EXPENDITURE

TABLE 20: SPECIFICATION OF RECEIPTS: ROADS AND TRANSPORT

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Tax receipts	1 183 906	1 534 213	1 705 814	1 775 498	1 775 498	2 151 489	2 120 000	2 247 200	2 382 032
Casino taxes									
Horse racing taxes									
Liquor licenses									
Motor vehicle licenses	1 183 906	1 534 213	1 705 814	1 775 498	1 775 498	2 151 489	2 120 000	2 247 200	2 382 032
Sales of goods and services other than capital assets									
			3 849	20 125	24 004	39 970	23 145	26 615	26 615
Sale of goods and services produced by department (excluding capital assets)									
Sales by market establishments				20 125	24 004	39 970	23 145	26 615	26 615
Administrative fees									
Other sales									
Of which									
Health patient fees									
Sales of scrap, waste, arms and other used current goods (excluding capital assets)			3 849						
Transfers received from:									
Other governmental units									
Universities									
Foreign governments									
International organisations									
Public corporations and private enterprises									
Households and non-profit institutions									
Fines, penalties and forfeits									
Interest, dividends and rent on land	431	349	4 410	1 380	315	731	1 587	1 825	1 825
Interest	431	49	4 410	1 380	315	731	1 587	1 825	1 825
Dividends									
Rent on land		300							
Sales of capital assets									
Land and sub-soil assets									

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Other capital assets Transactions in financial assets and liabilities	6 489	5 101	8 823	1 507	1 821	3 596			
Total departmental receipts	1 190 826	1 539 663	1 722 896	1 798 510	1 801 638	2 195 786	2 144 732	2 275 640	2 410 472

TABLE 22: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: ADMINISTRATION

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Current payments	117 593	187 918	168 458	164 171	156 921	162 783	208 124	223 773	241 463
Compensation of employees	47 076	80 109	93 280	92 769	92 769	101 069	100 749	106 898	112 231
Salaries and wages	47 076	72 610	83 323	64 482	64 482	78 576	69 079	78 033	81 922
Social contributions		7 499	9 957	28 287	28 287	22 493	31 670	28 865	30 309
Goods and services of which	70 517	107 749	75 178	71 402	63 952	61 514	106 475	115 975	128 332
Administrative fees	143	(11)	77		370	261			
Advertising	6 192	7 181	9 029	8 307	4 920	3 990	5 000	5 000	5 000
Assets <R5000	554	29	206	1 089	889	1 203			
Audit cost: External	2 120	413	8 862	9 000	6 000	6 268	8 000	10 000	12 000
Bursaries (employees)		2 050	1 223		600	381	2 000	2 000	2 000
Catering:									
Departmental activities	115	403	179	4 022	977	1 193	1 000	1 250	1 500
Communication	3 302	7 876	11 581	11 385	8 685	9 475	11 600	14 250	18 500
Computer services	3 876	3 713	6 277	7 087	4 787	3 146	6 000	6 000	6 000
Cons/prof: business & advisory services	27 605	16 861		5 500	6 435	5 375	21 000	21 000	21 000
Cons/prof: Infrastructre & planning	2 752	7 467	9 635			216			
Cons/prof: Laboratory services									
Cons/prof: Legal cost	1 752	5 603	3 608	1 000	3 837	2 756	5 000	5 000	5 000
Contractors	2 861	64	472	3 000	700	120			
Agency & support/ outsourced services	4 351	40 166	12 449	2 247	8 687	9 528	13 000	15 000	20 314
Entertainment	433	(27)	30	1 851	851	170			
Fleet Services (F/ SER)									
Housing									
Inventory: Food and food supplies	522	175	65	300	175	50			
Inventory: Fuel, oil and gas		(115)							
Inventory: Learn & teacher support material	243		8						

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Inventory: Materials and supplies		(386)			2	1			
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores									
Inventory: Other consumables	51	(510)	306	2 111	711	183			
Inventory: Stationery and printing	1 990	1 342	1 932	3 445	2 025	2 006	4 834	4 834	4 834
Lease payments	1 119	1 636	2 410		1 500	1 399	5 100	5 100	5 100
Rental and Hiring									
Property payments	104	(283)	792		123	608	13 400	16 000	16 543
Transport provided dept activity		105		1 000	400	490			
Travel and subsistence	5 229	9 792	3 849	3 286	4 536	5 671	7 541	7 541	7 541
Training & development	3 078	1 947	2 102		1 320	1 940	2 000	2 000	2 000
Operating payments	645	268		6 772	4 182	4 354			
Venues and facilities	1 480	1 990	86		1 240	730	1 000	1 000	1 000
Interest and rent on land		60			200	200	900	900	900
Interest		60			200	200	900	900	900
Rent on land									
Transfers and subsidies to:	12	1 480	48		2 000	2 000			
Provinces and municipalities		(43)							
Provinces2									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities3		(43)							
Municipal bank accounts									
Municipal agencies and funds		(43)							
Departmental agencies and accounts									
Subsidies on production									
Other transfers									
Non-profit institutions									
Households	12	1 523	48		2 000	2 000			
Social benefits	12	48	48		2 000	2 000			
Other transfers to households		1 475							
Payments for capital assets	1 339	1 337	889		250	250	2 799	2 799	2 799

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/14	2014/15
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	1 339	1 337	889		250	250	2 799	2 799	2 799
Transport equipment	1 118								
Other machinery and equipment	221	1 337	889		250	250	2 799	2 799	2 799
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets		674	5 376						
Total economic classification	118 944	191 409	174 771	164 171	159 171	165 033	210 923	226 572	244 262

TABLE 23: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: TRANSPORT INFRASTRUCTURE

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Current payments	1 211 948	1 363 919	1 334 652	1 718 036	1 585 206	1 583 663	946 531	1 235 230	1 524 448
Compensation of employees	126 009	180 778	179 559	197 030	196 430	229 955	245 671	258 126	274 560
Salaries and wages	114 625	160 353	157 234	136 950	136 350	190 834	188 064	197 231	204 616
Social contributions	11 384	20 425	22 325	60 080	60 080	39 121	57 607	60 895	69 944
Goods and services of which	1 081 343	1 183 077	1 155 093	1 521 006	1 384 776	1 349 708	700 310	976 554	1 249 338
Administrative fees	1 640	237	616	822	872	598			
Advertising	488	102 582	15 168	4 054	1 850	1 350			
Assets <R5000	722	416	119	12 766	1 096	6 535			
Audit cost: External			2						
Bursaries (employees)	17								
Catering:									
Departmental activities	62	4	131	114	184	185			
Communication	2 771	3 689	2 750	16 073	2 432	2 433			
Computer services	363	519	978	1 300	800	800			
Cons/prof: business & advisory services	53 921	71 084	1 485	212 592	19 093	5 649	26 000	13 200	15 000
Cons/prof: Infrastructure & planning	239 948	211 387	253 981	215 819	166 074	151 072	137 756	230 256	315 692
Cons/prof: Laboratory services									
Cons/prof: Legal cost	16 837	3 501	3 337	2 835	2 944	3 346			
Contractors	615 417	730 046	829 797	449 323	1 078 254	1 059 332	511 508	706 038	904 006

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Agency & support/outsourced services	105 287	17 328	3 329	97 217	1 956	7 356			
Entertainment	41	9							
Fleet Services (F/SER)	653	9	637	878	30 500	30 500			
Housing									
Inventory: Food and food supplies	63	37	18	11 637	348	347			
Inventory: Fuel, oil and gas	524	1 952	5 508	10 634	1 500	1 502	18 000	20 014	7 594
Inventory: Learn & teacher support material	10	(4 690)							
Inventory: Materials and supplies	8 209			382 157		17 658			
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores				341					
Inventory: Other consumables	5 381			2 547		2 562			
Inventory: Stationery and printing	1 053			13 234		1 115	3 021		
Lease payments	16 379			13 881		33 802	3 116		
Rental and Hiring									
Property payments	3 312					7 459			
Transport provided dept activity	(16)			15 292					
Travel and subsistence	6 645			3 100		11 801	909		
Training & development	1 230					1 727			
Operating payments	123			54 390		2 539			
Venues and facilities	263					40			
Interest and rent on land	4 596					4 000	550		
Interest	4 358					4 000	550		
Rent on land	238								
Transfers and subsidies to:	145 788					3 501	2 719		
Provinces and municipalities	4 543					1 500	1 000		
Provinces2	2 486					1 439			
Provincial Revenue Funds						1 289			
Provincial agencies and funds	2 486					150			
Municipalities3	2 057					61	1 000		
Municipal bank accounts	1 967					61	1 000		
Municipal agencies and funds	90								

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Departmental agencies and accounts	135 606								
Social security funds	128 074								
Departmental agencies (non-business entities)	7 532								
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises ⁵	874					500	500		
Public corporations	874								
Subsidies on production									
Other transfers	874								
Private enterprises						500	500		
Subsidies on production									
Other transfers						500	500		
Non-profit institutions	875								
Households	3 890					1 501	1 219		
Social benefits	3 887					513	1 219		
Other transfers to households	3					988			
Payments for capital assets	40 980			108 401		108 403	489 092		
Buildings and other fixed structures	25 477			61 901		61 901	441 467		
Buildings	19 477								
Other fixed structures	6 000			61 901		61 901	441 467		
Machinery and equipment	9 975			14 000		14 000	7 625		
Transport equipment									
Other machinery and equipment	9 975			14 000		14 000	7 625		
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets	5 528			32 500		32 502	40 000		
Software and other intangible assets									
Payments for financial assets									
Total economic classification	1 398 716			1 826 437		1 695 567	1 438 342		

TABLE 24: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: TRANSPORT OPERATIONS

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Current payments	207 519	510 683	88 535	1 786 525	140 158	140 158	56 001	63 963	73 100
Compensation of employees	18 665	14 596	14 729	34 462	28 774	25 444	31 001	33 263	37 645
Salaries and wages	17 037	12 741	12 927	23 954	18 266	24 003	24 925	26 578	29 317
Social contributions	1 628	1 855	1 802	10 508	10 508	1 441	6 076	6 685	8 328
Goods and services	188 854	495 137	57 753	1 752 063	111 384	114 714	24 900	30 600	35 355
of which									
Administrative fees	159	122	7						
Advertising	537	863	877	258	258	258			
Assets <R5000	319	4		310	60	60			
Audit cost: External Bursaries (employees)									
Catering:									
Departmental activities	458	503	533	313					
Communication	932	821	537	838	688	688			
Computer services	165			119	41	41			
Cons/prof: business & advisory services	172 186	88 482	44 923	113 901	18 613	21 597	15 000	15 000	19 000
Cons/prof: Infrastructure & planning	612		7 253		81 846	81 846	8 545	14 245	15 000
Cons/prof: Laboratory services									
Cons/prof: Legal cost	470	207	911		130	130			
Contractors	808	6		323					
Agency & support/ outsourced services	651			122					
Entertainment	10	27	191	10					
Fleet Services (F/ SER)									
Housing									
Inventory: Food and food supplies	543	127	2		10	10			
Inventory: Fuel, oil and gas									
Inventory: Learn & teacher support material				48					
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores				20					
Inventory: Other consumables	25			162		5			
Inventory: Stationery and printing	261	101	993	208	18	18	604	604	604
Lease payments	1 304	392	315		200	200	567	567	567

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Rental and Hiring									
Property payments									
Transport provided									
dept activity	64		242	1 500		191			
Travel and subsistence	6 194	3 339	957	500	799	1 006	184	184	184
Training & development	2 988	12		868	68	11			
Operating payments	18	397 278		1 632 563	8 653	8 653			
Venues and facilities	150	2 853	12						
Interest and rent on land		950	16 053				100	100	100
Interest		853	16 053				100	100	100
Rent on land		97							
Transfers and subsidies to:	6 028	1 043 854	1 363 564		1 898 722	1 898 722	1 638 699	1 714 344	1 801 078
Provinces and municipalities	950								
Provinces2	950								
Provincial Revenue Funds									
Provincial agencies and funds	950								
Municipalities3									
Municipal bank accounts									
Municipal agencies and funds									
Departmental agencies and accounts	2 340								
Social security funds	2 340								
Departmental agencies (non-business entities)									
Universities									
Foreign governments and international organisations									
Public corporations and private enterprises5	1 689	1 043 826	1 363 564		1 898 722	1 898 722	1 638 699	1 714 344	1 801 078
Public corporations		1 043 826	1 363 564		1 898 722	1 898 722	1 638 699	1 714 344	1 801 078
Subsidies on production									
Other transfers		1 043 826	1 363 564		1 898 722	1 898 722	1 638 699	1 714 344	1 801 078
Private enterprises	1 689								
Subsidies on production	1 689								
Other transfers									
Non-profit institutions									
Households	1 049	28							
Social benefits		28							
Other transfers to households	1 049								

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Payments for capital assets	111	25	25	4 000	4 000	4 000	77 429	128 730	135 525
Buildings and other fixed structures							76 904	128 205	135 000
Buildings							76 904	128 205	135 000
Other fixed structures									
Machinery and equipment	111	25	25	4 000	4 000	4 000	525	525	525
Transport equipment									
Other machinery and equipment	111	25	25	4 000	4 000	4 000	525	525	525
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	213 658	1 554 562	1 452 124	1 790 525	2 042 880	2 042 880	1 772 129	1 907 037	2 009 703

TABLE 25: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: TRANSPORT REGULATION

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Current payments	107 329	105 272	241 432	262 841	235 215	235 121	203 634	174 981	163 715
Compensation of employees	36 918	71 210	82 591	101 976	100 976	83 336	116 640	129 310	138 974
Salaries and wages	32 722	63 058	72 317	70 881	69 881	64 994	88 436	96 687	105 782
Social contributions	4 196	8 152	10 274	31 095	31 095	18 342	28 204	32 623	33 192
Goods and services	70 411	34 062	158 841	160 865	134 119	151 636	86 744	45 421	24 491
of which									
Administrative fees	1		287						
Advertising	122	756	410		1 500	13			
Assets <R5000	882	19	421	991	3 141	931			
Audit cost: External									
Bursaries (employees)	27								
Catering:									
Departmental activities	460	217	9			15			
Communication	5 639	1 242	1 846	3 000	1 808	1 811			
Computer services	11 973	313	3 224	3 300	503	503			
Cons./prof: business & advisory services	24 152	7 133		26 428	86 520	106 000	54 953	8 000	9 500
Cons./prof: Infrastructure & planning	1			20 000	3 840	2 722	2 880	10 643	12 000
Cons./prof: Laboratory services									

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Cons/prof: Legal cost	871	557	1 394	991	4 391	3 119			
Contractors	1 877	1 172	46 424	6 000			25 920	23 787	
Agency & support/ outsourced services	11 176	6 012	74 986	18 305	1 927	1 928			
Entertainment									
Fleet Services (F/ SER)					1 000	1 000			
Housing									
Inventory: Food and food supplies	17	16		11 370	55	55			
Inventory: Fuel, oil and gas		11							
Inventory: Learn & teacher support material									
Inventory: Materials and supplies		421	2			2			
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores				41					
Inventory: Other consumables	13	42	274	16 195	20	20			
Inventory: Stationery and printing	4 631	6 267	9 034	12 199	6 251	7 120	1 208	1 208	1 208
Lease payments	238	1 659	8 774	30	8 730	12 036	1 417	1 417	1 417
Rental and Hiring									
Property payments	9		5 607	59	6 500	6 583			
Transport provided dept activity	23			13 833					
Travel and subsistence	7 277	7 428	4 812	12 818	2 818	2 501	366	366	366
Training & development	581	547	1 337	11 240	190	20			
Operating payments	423	50		4 065	4 865	5 197			
Venues and facilities	18	200			60	60			
Interest and rent on land					120	149	250	250	250
Interest					120	149	250	250	250
Rent on land									
Transfers and subsidies to:	224	70 003	375		50	127			
Provinces and municipalities	224	52							
Provinces2	79	52							
Provincial Revenue Funds									
Provincial agencies and funds	79	52							
Municipalities3	145								
Municipal bank accounts	145								

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Municipal agencies and funds									
Departmental agencies and accounts		69 927				2			
Social security funds		69 927				2			
Departmental agencies (non-business entities)									
Universities									
Other transfers									
Non-profit institutions									
Households		24	375		50	125			
Social benefits		24	119		50	125			
Other transfers to households			256						
Payments for capital assets	658	110	2 472	4 000	4 000	4 000	1 051	1 051	1 051
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment	658	110	1 133	4 000	4 000	4 000	1 051	1 051	1 051
Transport equipment									
Other machinery and equipment	658	110	1 133	4 000	4 000	4 000	1 051	1 051	1 051
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets			1 339						
Payments for financial assets									
Total economic classification	108 211	175 385	244 279	266 841	239 265	239 248	204 685	176 032	164 766

TABLE 26: PAYMENTS AND ESTIMATES BY ECONOMIC CLASSIFICATION: GAUTRAIN

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Current payments	320	4 676	10						
Compensation of employees									
Salaries and wages									
Social contributions									
Goods and services of which	320	4 676	10						
Administrative fees									

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
R thousand	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Advertising									
Cons/prof:									
Laboratory services									
Cons/prof: Legal cost	320	10	10						
Contractors		4 652							
Agency & support/ outsourced services									
Entertainment									
Fleet Services (F/ SER)									
Housing									
Inventory: Food and food supplies									
Inventory: Fuel, oil and gas									
Inventory: Learn & teacher support material									
Inventory: Materials and supplies									
Inventory: Medical supplies									
Inventory: Medicine									
Medsas inventory interface									
Inventory: Military stores									
Inventory: Other consumables		14							
Interest and rent on land									
Interest									
Rent on land									
Transfers and subsidies tot:	7 523 695	6 056 111	3 714 778	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643
Provinces and municipalities									
Provinces2									
Provincial Revenue Funds									
Provincial agencies and funds									
Municipalities3									
Municipal bank accounts									
Municipal agencies and funds									
Departmental agencies and accounts	7 523 695	6 056 111	3 714 778	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643
Social security funds									
Departmental agencies (non- business entities)	7 523 695	6 056 111	3 714 778	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643
Universities									

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2008/09	2009/10	2010/11	2011/12			2012/13	2013/2014	2014/15
Foreign governments and international organisations									
Public corporations and private enterprises ⁵									
Social benefits									
Other transfers to households									
Payments for capital assets									
Buildings and other fixed structures									
Buildings									
Other fixed structures									
Machinery and equipment									
Transport equipment									
Other machinery and equipment									
Heritage Assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets									
Total economic classification	7 524 015	6 060 787	3 714 788	2 193 530	2 219 545	2 219 545	737 711	2 417 119	2 547 643