

Vote 3

Transport, Safety and Liaison

Adjusted Budget Summary

Table 3.1: Adjustment Budget Summary

2014/15			
R thousand	Main appropriation	Adjusted appropriation	(Decrease) / Increase
Amount to be appropriated	328 902	334 406	5 504
<i>of which</i>			
Current payments	279 607	285 429	5 822
Transfers and subsidies	48 886	46 183	(2 703)
Payments for capital assets	409	2 794	2 385
Payments for financial assets			
Direct Charge against the Provincial Fund			
Executing authority	MEC: Transport, Safety and Liaison		
Accounting officer	Head of Department: Transport, Safety and Liaison		
Website Address			

Aim

The aim of the department is to coordinate and facilitate safety and security through civilian oversight over the police, promotion of good community police relations, coordination of integrated social crime prevention, traffic law enforcement, transport systems, administration and road safety education and awareness in the Northern Cape.

Changes to programme purposes, objectives and measures

There were no changes to programme purposes, objectives and measures

Adjusted Estimates of Provincial Expenditure 2014

Table 3.2: Adjusted Estimate of Provincial Expenditure

2014/15								
Programme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Administration	57 483					1 281	1 281	58 764
Civilian Oversight	11 750							11 750
Crime Prev & Comm Pol Relations	8 973							8 973
Transport Operations	177 631	4 223					4 223	181 854
Transport Regulations	73 065							73 065
Total	328 902	4 223				1 281	5 504	334 406
Economic classification								
Current payments	279 607	4 223		1 599			5 822	285 429
Compensation of employees	120 542			2 297			2 297	122 839
Goods and services	159 065	4 223		(698)			3 525	162 590
Interest and rent on land								
Transfers and subsidies to:	48 886			(2 703)			(2 703)	46 183
Provinces and municipalities	46							46
Departmental agencies and accounts								
Universities and technikons								
Foreign governments and international organisations								
Public corporations and private enterprises	43 937							43 937
Non-profit institutions	2 000							2 000
Households	2 903			(2 703)			(2 703)	200
Payments for capital assets	409			1 104		1 281	2 385	2 794
Buildings and other fixed structures	-							
Machinery and equipment	409			1 104		1 281	2 385	2 794
Heritage assets								
Specialised military assets								
Biological assets								
Land and sub-soil assets								
Software and other intangible assets								
Payments for financial assets								
Total	328 902	4 223				1 281	5 504	334 406

Rollover- R4.223 million

The additional amount is in respect of an amount of R4.223 million which is a rollover for Learner Transport.

Other adjustments- R1.281 million

An amount of R1.281 million has been allocated for the procurement of capital assets.

Details of adjustments to Estimates of Provincial Expenditure 2014

Programme 1: Administration

Table 3.2.1: Programme 1: Administration

2014/15								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Office of the MEC	7 764					1 281	1 281	9 045
Office of the HOD	5 923							5 923
Financial Management	21 232							21 232
Corporate Services	22 564							22 564
Total	57 483					1 281	1 281	58 764
Economic classification								
Current payments	57 168			(279)			(279)	56 889
Compensation of employees	38 489							38 489
Goods and services	18 679			(279)			(279)	18 400
Interest and rent on land								
Transfers and subsidies to:	200							200
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Foreign governments and international organisations								
Public corporations and private enterprises								
Non-profit institutions								
Households	200							200
Payments for capital assets	115			279		1 281	1 560	1 675
Buildings and other fixed structures								
Machinery and equipment	115			279		1 281	1 560	1 675
Heritage assets								
Specialised military assets								
Biological assets								
Land and sub-soil assets								
Software and other intangible assets								
Payments for financial assets								
Total	57 483					1 281	1 281	58 764

Other Adjustments – R1.281 million

An amount of R1.281 million is allocated for the procurement of capital assets.

Virements and shifts – R0.279 million

An amount of R0.279 million is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)

Programme 2: Civilian Oversight

Table 3.2.2: Programme 2: Civilian Oversight

2014/15								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
R thousand		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
Policy and Research	2 027							2 027
Monitoring and Evaluation	2 490							2 490
Regional Offices	7 233							7 233
Total	11 750							11 750
Economic classification								
Current payments	11 750			(260)			(260)	11 490
Compensation of employees	9 882							9 882
Goods and services	1 868			(260)			(260)	1 608
Interest and rent on land								
Transfers and subsidies to:								
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Foreign governments and international organisations								
Public corporations and private enterprises								
Non-profit institutions								
Households								
Payments for capital assets				260			260	260
Buildings and other fixed structures								
Machinery and equipment				260			260	260
Heritage assets								
Specialised military assets								
Biological assets								
Land and sub-soil assets								
Software and other intangible assets								
Payments for financial assets								
Total	11 750							11 750

Virements and Shifts – R0.260 million

An amount of R0.260 million is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)

Programme 3: Crime Prevention and Community Police Relations

Table 3.2.3: Programme 3: Crime Prevention and Community Police Relations

2014/15								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
R thousand								
Social Crime Prevention	3 730							3 730
Community Police Relations	5 243							5 243
Total	8 973							8 973
Economic classification								
Current payments	6 192			2 684			2 684	8 876
Compensation of employees	4 737			2 297			2 297	7 034
Goods and services	1 455			387			387	1 842
Interest and rent on land								
Transfers and subsidies to:	2 703			(2 703)			(2 703)	
Provinces and municipalities								
Departmental agencies and accounts								
Universities and technikons								
Foreign governments and international organisations								
Public corporations and private enterprises								
Non-profit institutions								
Households	2 703			(2 703)			(2 703)	
Payments for capital assets	78			19			19	97
Buildings and other fixed structures								
Machinery and equipment	78			19			19	97
Heritage assets								
Specialised military assets								
Biological assets								
Land and sub-soil assets								
Software and other intangible assets								
Payments for financial assets								
Total	8 973							8 973

Virements and shifts – R2.684 million

An amount of R0.019 million is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)

An amount of R2.703 million is moved from transfers and subsidies in order to correctly classify the expenditure relating to the payments of EPWP employees. The amount is split between compensation of employees (R2.297 million) and goods and services (R0.406 million) respectively.

Programme 4: Transport Operations

Table 3.2.4: Programme 4: Transport Operations

2014/15								
Subprogramme	Main appropriation	Additional appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
R thousand								
Programme Support	1 830			(146)			(146)	1 684
Public Transport Services	159 740	4 223					4 223	163 963
Operator License and Permits	2 200			146			146	2 346
Transport Safety and Compliance	4 791			(300)			(300)	4 491
Transport Systems	4 759			(2 865)			(2 865)	1 894
Infrastructure Operations	4 311			3 165			3 165	7 476
Total	177 631	4 223					4 223	181 854
Economic classification								
Current payments	131 663	4 223		(128)			4 095	135 758
Compensation of employees	8 434							8 434
Goods and services	123 229	4 223		(128)			4 095	127 324
Interest and rent on land								
Transfers and subsidies to:	45 943							45 943
Provinces and municipalities	6							6
Departmental agencies and accounts								
Universities and technikons								
Foreign governments and international organisations								
Public corporations and private enterprises	43 937							43 937
Non-profit institutions	2 000							2 000
Households								
Payments for capital assets	25			128			128	153
Buildings and other fixed structures								
Machinery and equipment	25			128			128	153
Heritage assets								
Specialised military assets								
Biological assets								
Land and sub-soil assets								
Software and other intangible assets								
Payments for financial assets								
Total	177 631	4 223					4 223	181 854

Roll over – R4.223 million

An amount of R4.223 million was received as roll over for Learner Transport function.

Virements and shifts – R0.128 million

An amount of R0.128 million is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA).

Programme 5: Transport Regulations

Table 3.2.5: Programme 5: Transport Regulations

2014/15								
Subprogramme	Main appropriation	Adjustment appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Declared Savings	Other adjustments	Total adjustment appropriation	
R thousand								
Office Support	2 275							2 275
Traffic Law Enforcement	60 797							60 797
Traffic Administration and Licensing	7 165							7 165
Road Safety Education	2 828							2 828
Total	73 065							73 065
Economic classification								
Current payments	72 834			(418)			(418)	72 416
Compensation of employees	59 000							59 000
Goods and services	13 834			(418)			(418)	13 416
Interest and rent on land								
Transfers and subsidies to:	40							40
Provinces and municipalities	40							40
Departmental agencies and accounts								
Universities and technikons								
Foreign governments and international organisations								
Public corporations and private enterprises								
Non-profit institutions								
Households								
Payments for capital assets	191			418			418	609
Buildings and other fixed structures								
Machinery and equipment	191			418			418	609
Heritage assets								
Specialised military assets								
Biological assets								
Land and sub-soil assets								
Software and other intangible assets								
Payments for financial assets								
Total	73 065							73 065

Virements and shifts – R0.418 million

An amount of R0.418 million is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA).

Virements and shifts

Table 3.3: Virements and shifts within a department

FROM			TO		
Programme by Economic classification	R thousand	Motivation	Programme by Economic classification	R thousand	Motivation
Programme 1:	(279)		Programme 1:	279	
Current payments	(279)		Current payments		
Goods and services	(279)	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)	Goods and services		
Payment for capital assets			Payment for capital assets	279	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)
Payment for financial assets			Payment for financial assets		
Percentage of programme budget	0%		Percentage of programme budget	0%	
Programme 2:	(260)		Programme 2:	260	
Current payments	(260)		Current payments		
Goods and services	(260)	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)	Goods and services		
Payment for capital assets			Payment for capital assets	260	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)
Payment for financial assets			Payment for financial assets		
Percentage of programme budget	-2%		Percentage of programme budget	2%	
Programme 3:	(2 722)		Programme 3:	2 722	
Current payments	(19)		Current payments	2 703	
Goods and services	(19)	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)	Goods and services	540	The amount is moved from transfers and subsidies in order to correctly classify the expenditure relating to the payments of EPWP employees.
Compensation of employees			Compensation of employees	2 163	The amount is moved from transfers and subsidies in order to correctly classify the expenditure relating to the payments of EPWP employees.
Transfers and Subsidies	(2 703)	An amount of R2.703 million is moved from transfers and subsidies in order to correctly classify the expenditure relating to the payments of EPWP employees. The amount is split between compensation of employees (R2.297 million) and goods and services (R0.406 million) respectively.	Transfers and Subsidies		
Payment for capital assets			Payment for capital assets	19	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)
Percentage of programme budget	0%		Percentage of programme budget	0%	
Programme 4:	(128)		Programme 4:	128	
Current payments	(128)		Current payments		
Goods and services	(128)	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)	Goods and services		
Compensation of employees			Compensation of employees		
Interest on rent and land			Interest on rent and land		
Transfers and Subsidies			Transfers and Subsidies		
Payment for capital assets			Payment for capital assets	128	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)
Percentage of programme budget	0%		Percentage of programme budget	1%	
Programme 5:	(418)		Programme 5:	418	
Current payments	(418)		Current payments	-	
Goods and services	(418)	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)	Goods and services		
Payment for capital assets			Payment for capital assets	418	The amount is moved from goods and services to payments for capital assets in order to make provision for the reclassification of expenditure relating to finance leases as per Standard Chart of Accounts (SCOA)
Payment for financial assets			Payment for financial assets		
Percentage of programme budget	0%		Percentage of programme budget	0%	
Total for Vote	(3 807)		Total for Vote	3 807	

Table 3.5: Expenditure for 2013/14 and preliminary expenditure for 2014/15**Table 3.4: Expenditure for 2013/14 and preliminary expenditure for 2014/15**

Programme	2013/14					2014/15			
	Expenditure outcome					Preliminary expenditure			
R thousand	Adjusted appropriation	Apr 2013- Sep 2013	Apr 2013 - Sep 2013 - percentage of adjusted appropriation	Apr 2013 - Mar 2014	Apr 2013 - Mar 2014 - percentage of adjusted appropriation	Adjusted appropriation	Apr 2014 - Sep 2014	Apr 2014 - Sep 2014 - percentage of adjusted appropriation	% change in Expenditure 2013/14 - 2014/15 Apr - Sep
Administration	52 169	25 640	49%	52 169	100%	58 764	31 277	53%	22%
Civilian Oversight	11 090	5 322	48%	11 090	100%	11 750	5 898	50%	11%
Crime Prevention and Community Police	6 575	3 093	47%	6 512	99%	8 973	5 702	64%	84%
Transport Operations	179 520	76 432	43%	175 154	98%	181 854	90 813	50%	19%
Transport Regulations	65 376	32 381	50%	65 376	100%	73 065	34 268	47%	6%
Total	314 730	142 868	45%	310 301	99%	334 406	167 958	50%	18%
Economic classification									
Current payments	265 161	127 959	48%	260 732	98%	285 429	147 710	52%	15%
Compensation of employees	103 857	51 492	50%	103 857	100%	122 839	57 946	47%	13%
Goods and services	161 285	76 462	47%	156 856	97%	162 590	89 759	55%	17%
Interest and rent on land	19	5	26%	19	100%		5		
Transfers and subsidies to:	46 705	13 887	30%	46 705	100%	46 183	19 038	41%	37%
Provinces and municipalities						46	4	9%	
Departmental agencies and accounts							1		100%
Universities and technikons									
Foreign governments and international organisations									
Public corporations and private enterprises	44 397	12 876	29%	44 397	100%	43 937	17 370	40%	35%
Non-profit institutions	1 983	816	41%	1 983	100%	2 000	1 263	63%	55%
Households	325	195	60%	325	100%	200	400	200%	105%
Payments for capital assets	2 799	1 022	37%	2 799	100%	2 794	1 210	43%	18%
Buildings and other fixed structures									
Machinery and equipment	2 799	1 022	37%	2 799	100%	2 794	1 210	43%	18%
Heritage assets									
Specialised military assets									
Biological assets									
Land and sub-soil assets									
Software and other intangible assets									
Payments for financial assets	65			65	100%				
Total	314 730	142 868	45%	310 301	99%	334 406	167 958	50%	18%

Main expenditure trends for the first half of 2014/15

Expenditure for the first six months of 2014/15 amounted to R167.958 million or 50 per cent of the adjusted appropriation of R334.406 million as compared to 45 per cent spent during the 2013/14 financial year.

Programme 1: Administration

The programme has spent 53 per cent from the adjusted appropriation of R58.764 million compared to 49 per cent in the previous year. This is largely attributed to the increase in audit fees and accruals from the previous financial year.

Programme 2: Civilian Oversight

The programme has spent R5.898 million or 50 per cent of the adjusted appropriation of R11.750 million, the expenditure is slightly higher when compared to 48 per cent at the same time in the previous financial year.

Programme 3: Crime Prevention and Community Police Relations

The programme has spent R5.702 million or 64 per cent of the adjusted appropriation of R8.973 million, the expenditure is much higher when compared to 47 per cent at the same time in the previous year. This is mainly due to additional EPWP volunteers appointed as part of the EPWP Social Sector Programme.

Programme 4: Transport Operations

The programme has spent R90.813 million or 50 per cent of the adjusted appropriation of R181.854 million, the expenditure is high when compared to 43 per cent at the same time in the previous year. Invoices for Learner Transport are being paid on time and therefore the expenditure for the first six (6) months is up-to-date.

Programme 5: Transport Regulations

Expenditure amounts to R34.268 million or 47 per cent of the adjusted appropriation of R73.065 million, the expenditure is slightly low when compared to 50 per cent at the same time in the previous year. This is largely attributed to vacant posts that will be filled during the second half of the financial year and the festive season programme that will take place during the last quarter of the financial year.

Expenditure per Economic Classification

Current Expenditure

Current expenditure for the first six months amounts to R147.710 million or 52 per cent of the adjusted appropriation of R285.429 million compared to 48 per cent at the same period during the previous financial year. This is mainly due to accruals being paid in the current financial year.

Transfers and Subsidies

The expenditure amounts to R19.038 million or 41 per cent of the adjusted appropriation of R46.183 million compared to 30 per cent at the same period during the previous financial year.

Payment for Capital Assets

The expenditure amounts to 43 per cent of the adjusted appropriation of R2.794 million compared to 37 per cent of the same period during the previous financial year. This is mainly due to the re-classification of finance leases from Goods and Services to Capital.

Departmental receipts

Table 3.5: Departmental Receipts

R thousand	2013/14					2014/15			
	Adjusted appropriation	Receipts Outcome				Preliminary Receipts			
		Apr 2013- Sep 2013	Apr 2013 - Sep 2013 - percentage of adjusted estimate	Apr 2013 - Mar 2014	Apr 2013 - Mar 2014 - percentage of adjusted estimate	Budget estimate	Adjusted estimate	Apr 2014- Sep 2014	Apr 2014 - Sep 2014 - percentage of adjusted estimate
Departmental Receipts	151,614	71,306	47%	158,253	104%	177,662	183,531	87,119	47%
Tax receipts	133,795	62,665	47%	135,586	101%	154,406	154,406	73,402	48%
Sales of goods and services other than capital assets	15,970	7,367	46%	17,123	107%	19,083	19,083	7,649	40%
Transfers received			0%						
Fines, penalties and forfeits	1,762	1,229	70%	2,664	151%	2,068	2,068	649	31%
Interest, dividends and rent on land									
Sales of capital assets									
Financial transactions in assets and liabilities	87	45	52%	2,880	3310%	2,105	7,974	5,419	68%
Total	151,614	71,306	47%	158,253	104%	177,662	183,531	87,119	47%

Main departmental revenue trends for the first half of 2014/15

Revenue collection for the first six months amounts to R87.119 million or 47 per cent of the adjusted budget of R183.531 million. This is mainly due to the outstanding monies collected with the E-Natis clean-up project. Additional funding has been received during the current financial year, to ensure that additional personnel will be appointed to increase the collection figure.

The revenue budget under the item financial transaction in assets and liabilities has been adjusted upwardly due to the following reasons:

- A service provider (New Integrated Credit Solutions) was appointed to collect all collectable long outstanding motor vehicle license fees;
- Due to the nature of debt and long outstanding period involved, it was difficult to project the total amount to be collected for the financial period;
- Since the Department has already over collected under this item, the budget is adjusted from R2.105 million to R7.974 million.

Changes to transfers and subsidies, including conditional grants

Table 3.6: Summary of changes to transfers and subsidies per programme

R thousand	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virements and shifts	Other adjustments	Total adjustment appropriation	
Current	48 886			(2 703)			46 183
Provinces and municipalities	46						46
Departmental agencies and accounts							
Universities and technikons							
Foreign governments and international organisations							
Public corporations and private enterprises	43 937						43 937
Non-profit institutions	2 000						2 000
Households	2 903			(2 703)			200
Economic sphere							
Capital							
Provinces and municipalities							
Departmental agencies and accounts							
Universities and technikons							
Foreign governments and international organisations							
Public corporations and private enterprises							
Non-profit institutions							
Households							
Total	48 886			(2 703)			46 183

The reason for the decrease in Transfers and Subsidies is due to the correct classification of payments that are made to the EPWP Volunteers. Budget was captured under Transfers and Subsidies, but the expenditure is reflected under Compensation of employees and Goods and Services.

Table 3.7: Summary of changes to conditional grants: Provinces

R thousand	Main appropriation	Additional appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable / unavoidable	Virement and shifts	Other adjustments	Total adjustment appropriation	
Programme number, name							
Public Transport Operations Grant	43 937						43 937
Expanded Public Works Programme	2 703						2 703
Total	46 640						46 640