

# Vote 08

## Department of Transport

### Adjusted budget summary

R thousand	2016/17			
	Main appropriation	Adjusted appropriation	Decrease	Increase
<b>Amount to be appropriated</b>	<b>1 878 751</b>	<b>1 899 651</b>	<b>(1 800)</b>	<b>11 800</b>
<i>of which:</i>				
Current payments	1 099 399	1 109 899	-	10 500
Transfers and Subsidies	748 708	760 508	-	11 800
Payments for Capital Assets	30 644	28 844	(1 800)	-
Payments for Financial Assets	400	400	-	-
<b>Direct charge against the Provincial Revenue Fund</b>	<b>1 902</b>	<b>1 902</b>	<b>-</b>	<b>-</b>
Executive authority	MEC for Transport			
Accounting officer	Deputy Director General			

### Vote Purpose

*To provide safe, affordable, sustainable and integrated transport services.*

# 2016 Adjusted Estimates of Provincial Expenditure and Revenue

## Programme summary

Table 8.1: Adjusted estimates

R thousand	2016/17								Adjusted appropriation
	Main appropriation	Adjustments appropriation						Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments		
<b>Programme</b>									
1. Administration	525 432	-	-	(4 000)	-	-	9 500	5 500	530 932
2. Transport Operations	850 751	-	-	(12 000)	-	-	11 000	(1 000)	849 751
3. Transport Regulations	501 066	-	-	16 000	-	-	-	16 000	517 066
<b>Total</b>	<b>1 877 249</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20 500</b>	<b>20 500</b>	<b>1 897 749</b>
<b>Direct charge against the Provincial Revenue Fund</b>									
Statutory	1 902							-	1 902
<b>Total</b>	<b>1 879 151</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20 500</b>	<b>20 500</b>	<b>1 899 651</b>
<b>Economic classification.</b>									
<b>Current Payments</b>	<b>1 099 399</b>	<b>-</b>	<b>-</b>	<b>1 000</b>	<b>-</b>	<b>-</b>	<b>9 500</b>	<b>10 500</b>	<b>1 109 899</b>
Compensation of employees	852 458	-	-	-	-	-	-	-	852 458
Goods and services	246 941	-	-	1 000	-	-	9 500	10 500	257 441
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>748 708</b>	<b>-</b>	<b>-</b>	<b>800</b>	<b>-</b>	<b>-</b>	<b>11 000</b>	<b>11 800</b>	<b>760 508</b>
Provinces and municipalities	1 110	-	-	1 000	-	-	-	1 000	2 110
Departmental agencies and accounts	62 093	-	-	(700)	-	-	-	(700)	61 393
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	680 875	-	-	-	-	-	11 000	11 000	691 875
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	4 630	-	-	500	-	-	-	500	5 130
<b>Payment for capital assets</b>	<b>30 644</b>	<b>-</b>	<b>-</b>	<b>(1 800)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 800)</b>	<b>28 844</b>
Buildings and other fixed structures	22 000	-	-	-	-	-	-	-	22 000
Machinery and equipment	8 644	-	-	(1 800)	-	-	-	(1 800)	6 844
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>400</b>
<b>Total</b>	<b>1 879 151</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20 500</b>	<b>20 500</b>	<b>1 899 651</b>

The department's allocation includes an additional allocation of R20.500 million; of which R9.500 million is for Goods and Services on administration legal fees and R11.000 million for Transport Operations on bus subsidies.

## Programme 1: Administration

Table 8.1.1: Adjusted estimates

		2016/17							
		Adjustments appropriation							
R thousand	Main appropriation	Roll-overs	Unforseeable/ unavoidable	Virement and shifts	Declared Function shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
<b>Subprogramme</b>									
1. Office of the MEC	1 822	-	-	80	-	-	-	80	1 902
2. Management	14 831	-	-	(4 080)	-	-	-	(4 080)	10 751
3. Corporate Support	504 327	-	-	-	-	-	9 500	9 500	513 827
4. Departmental Strategy	6 354	-	-	-	-	-	-	-	6 354
<b>Total</b>	<b>527 334</b>	<b>-</b>	<b>-</b>	<b>(4 000)</b>	<b>-</b>	<b>-</b>	<b>9 500</b>	<b>5 500</b>	<b>532 834</b>
<b>Economic classification.</b>									
<b>Current Payments</b>	<b>512 121</b>	<b>-</b>	<b>-</b>	<b>(3 000)</b>	<b>-</b>	<b>-</b>	<b>9 500</b>	<b>6 500</b>	<b>518 621</b>
Compensation of employees	338 500	-	-	(6 000)	-	-	-	(6 000)	332 500
Goods and services	173 621	-	-	3 000	-	-	9 500	12 500	186 121
Interest and rent on land	-	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>6 169</b>	<b>-</b>	<b>-</b>	<b>800</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>800</b>	<b>6 969</b>
Provinces and municipalities	1 110	-	-	1 000	-	-	-	1 000	2 110
Departmental agencies and accounts	2 255	-	-	(700)	-	-	-	(700)	1 555
Universities and technikons	-	-	-	-	-	-	-	-	-
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-
Non-profit making institutions	-	-	-	-	-	-	-	-	-
Households	2 804	-	-	500	-	-	-	500	3 304
<b>Payment for capital assets</b>	<b>8 644</b>	<b>-</b>	<b>-</b>	<b>(1 800)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1 800)</b>	<b>6 844</b>
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	8 644	-	-	(1 800)	-	-	-	(1 800)	6 844
Biological assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>400</b>
<b>Total</b>	<b>527 334</b>	<b>-</b>	<b>-</b>	<b>(4 000)</b>	<b>-</b>	<b>-</b>	<b>9 500</b>	<b>5 500</b>	<b>532 834</b>

An adjustment amount of R9.500 million is for budget pressure due to the outstanding legal costs which the office of State Attorney paid to the service providers on behalf of the department. R3.000 million under Goods and Services is for addressing the budget pressures on obligatory items such as security services, lease of buildings and vehicles running costs; R1.000 million is for the licensing of vehicles and R0.500 million to address the shortfall on leave gratuity.

## Programme 2: Transport Infrastructure

The programme has been discontinued as a result of reconfiguration of departments and the function had been transferred to the Department of Public Works in 2014/15 financial year.

## Programme 3: Transport Operations

Table 8.1.2: Adjusted estimates

Transport Operations		2016/17								
R thousand	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation	
		Roll-overs	Unforeseeable/ unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments			
<b>Subprogramme</b>										
1. Programme Support Operations	1 315	-	-	-	-	-	11 000	11 000	12 315	
2. Transport Safety and Compliance	45 663	-	-	(10 000)	-	-	-	(10 000)	35 663	
3. Transport Systems	12 633	-	-	(2 000)	-	-	-	(2 000)	10 633	
4. Infrastructure Operations	79 838	-	-	-	-	-	-	-	79 838	
5. Public Transport Services	711 302	-	-	-	-	-	-	-	711 302	
<b>Total</b>	<b>850 751</b>	<b>-</b>	<b>-</b>	<b>(12 000)</b>	<b>-</b>	<b>-</b>	<b>11 000</b>	<b>(1 000)</b>	<b>849 751</b>	
<b>Economic classification.</b>										
<b>Current Payments</b>	<b>89 818</b>	<b>-</b>	<b>-</b>	<b>(12 000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12 000)</b>	<b>77 818</b>	
Compensation of employees	49 821	-	-	(10 000)	-	-	-	(10 000)	39 821	
Goods and services	39 997	-	-	(2 000)	-	-	-	(2 000)	37 997	
Interest and rent on land	-	-	-	-	-	-	-	-	-	
<b>Transfer and subsidies to:</b>	<b>740 933</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11 000</b>	<b>11 000</b>	<b>751 933</b>	
Provinces and municipalities	-	-	-	-	-	-	-	-	-	
Departmental agencies and accounts	59 838	-	-	-	-	-	-	-	59 838	
Universities and technikons	-	-	-	-	-	-	-	-	-	
Public corporations & private enterprises	680 875	-	-	-	-	-	11 000	11 000	691 875	
Non-profit making institutions	-	-	-	-	-	-	-	-	-	
Households	220	-	-	-	-	-	-	-	220	
<b>Payment for capital assets</b>	<b>20 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20 000</b>	
Buildings and other fixed structures	20 000	-	-	-	-	-	-	-	20 000	
Machinery and equipment	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	-	-	
Land and subsoil assets	-	-	-	-	-	-	-	-	-	
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>	<b>850 751</b>	<b>-</b>	<b>-</b>	<b>(12 000)</b>	<b>-</b>	<b>-</b>	<b>11 000</b>	<b>(1 000)</b>	<b>849 751</b>	

## Other adjustments

R11.000 million to address the shortfall on contractual payments for bus subsidies.

## Programme 4: Transport Regulation

Table 8.1.3: Adjusted estimates

Transport Regulations		2016/17								
R thousand	Main appropriation	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation	
		Roll-overs	Unforeseeable/ unavoidable	Virement and shifts	Function shifts	Declared unspent funds	Other adjustments			
<b>Subprogramme</b>										
1. Programme Support Regulation	2 194	-	-	-	-	-	-	-	2 194	
2. Operator License and Permits	27 740	-	-	800	-	-	-	800	28 540	
3. Law Enforcement	445 370	-	-	14 950	-	-	-	14 950	460 320	
4. Transport Administration and Licencing	25 762	-	-	250	-	-	-	250	26 012	
<b>Total</b>	<b>501 066</b>	<b>-</b>	<b>-</b>	<b>16 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16 000</b>	<b>517 066</b>	
<b>Economic classification.</b>										
<b>Current Payments</b>	<b>497 460</b>	<b>-</b>	<b>-</b>	<b>16 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16 000</b>	<b>513 460</b>	
Compensation of employees	464 137	-	-	16 000	-	-	-	16 000	480 137	
Goods and services	33 323	-	-	-	-	-	-	-	33 323	
Interest and rent on land	-	-	-	-	-	-	-	-	-	
<b>Transfer and subsidies to:</b>	<b>1 606</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 606</b>	
Provinces and municipalities	-	-	-	-	-	-	-	-	-	
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-	
Universities and technikons	-	-	-	-	-	-	-	-	-	
Public corporations & private enterprises	-	-	-	-	-	-	-	-	-	
Non-profit making institutions	-	-	-	-	-	-	-	-	-	
Households	1 606	-	-	-	-	-	-	-	1 606	
<b>Payment for capital assets</b>	<b>2 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 000</b>	
Buildings and other fixed structures	2 000	-	-	-	-	-	-	-	2 000	
Machinery and equipment	-	-	-	-	-	-	-	-	-	
Biological assets	-	-	-	-	-	-	-	-	-	
Software and other intangible assets	-	-	-	-	-	-	-	-	-	
Land and subsoil assets	-	-	-	-	-	-	-	-	-	
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total</b>	<b>501 066</b>	<b>-</b>	<b>-</b>	<b>16 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16 000</b>	<b>517 066</b>	

## 2016 Adjusted Estimates of Provincial Expenditure and Revenue

Adjustments of R16.000 million were effected to augment budget pressure on Compensation of Employees through virements and shifts.

### Virements and shifts

Table 8. 2 : Details on Virements per programme and Economic classification

FROM			TO		
Programme/ Economic classification	Motivation	R thousand	Programme/ Economic classification	Motivation	R thousand
<b>Programmes</b>					
1. Administration					
3. Transport Operations					
4. Transport Regulation					
<b>Programme 1: Administration</b>			<b>Programme 1: Administration</b>		
Compensation of Employees	Savings due to reprofisation	-6 000	Goods and services	Budget pressures	3 000
Departmental agencies and accounts	Savings due to reprofisation	-700	Provinces and municipalities	Budget pressures	1 000
Machinery and equipment	Savings due to reprofisation	-1 800	Households	Budget pressures	500
Virements to other programmes as a percentage of the programme budget		1.6%			
<b>Programme 3: Transport Operations</b>			<b>Programme 4: Transport Regulations</b>		
Compensation of employees	Savings due to reprofisation	-10 000	Compensation of Employees	For traffic officers overtime	16 000
Goods and Services	Savings due to reprofisation	-2 000			
Virements to other programmes as a percentage of the programme budget		1.4%			
<b>Total</b>		<b>-20 500</b>	<b>20 500</b>		

### Expenditure outcome for 2015/16 and actual expenditure for 2016/17

Table 8.3: Expenditure trends

R thousand Programme	2015/16 Expenditure outcome				2016/17 Preliminary outcome			
	Adjusted appropriation	Apr 2015- Sept 2015	Apr 15-Sept 15 % of adjusted appropriation	Apr 2015- Mar 2016	Apr 15-Mar 16. % of adjusted appropriation	Adjusted appropriation	Apr 2016-Sept 2016	Apr 16-Sept 16 % of adjusted appropriation
<b>1. Administration</b>	491 271	255 482	52.0%	485 545	98.8%	532 834	276 333	51.9%
<b>2. Transport Operations</b>	781 423	319 007	40.8%	750 333	96.0%	849 751	345 870	40.7%
<b>3. Transport Regulations</b>	465 831	235 110	50.5%	492 008	105.6%	517 066	258 473	50.0%
<b>Total</b>	<b>1 738 525</b>	<b>809 599</b>	<b>46.6%</b>	<b>1 727 886</b>	<b>99.4%</b>	<b>1 899 651</b>	<b>880 676</b>	<b>46.4%</b>
<b>Economic classification</b>								
<b>Current payments</b>	<b>975 163</b>	<b>493 848</b>	<b>50.6%</b>	<b>985 148</b>	<b>101.0%</b>	<b>1 109 899</b>	<b>553 219</b>	<b>49.8%</b>
Compensation of employees	769 342	384 915	50.0%	786 815	102.3%	852 458	426 243	50.0%
Goods and services	205 821	108 933	52.9%	198 333	96.4%	257 441	126 976	49.3%
Interest and rent on land	-	-	-	-	-	-	-	-
<b>Transfer and subsidies to:</b>	<b>721 485</b>	<b>298 365</b>	<b>41.4%</b>	<b>708 188</b>	<b>98.2%</b>	<b>760 500</b>	<b>324 254</b>	<b>42.6%</b>
Provinces and municipalities	1 214	378	31.1%	1 389	114.4%	2 110	-	0.0%
Departmental agencies and accounts	46 890	21 000	44.8%	46 890	100.0%	61 393	-	0.0%
Universities and technikons	-	-	-	-	-	-	-	-
Public corporations and private enterprises	665 502	271 511	40.8%	651 755	97.9%	691 875	324 254	46.9%
Non-profit institutions	-	-	-	-	-	-	-	-
Households	7 879	5 476	69.5%	8 154	103.5%	5 130	-	0.0%
<b>Payments for capital assets</b>	<b>41 877</b>	<b>17 386</b>	<b>41.5%</b>	<b>34 550</b>	<b>82.5%</b>	<b>28 844</b>	<b>3 040</b>	<b>0.0%</b>
Buildings and other fixed structures	9 882	2 046	20.7%	4 853	49.1%	22 000	3 040	13.8%
Machinery and equipments	31 995	15 340	47.9%	29 697	92.8%	6 844	-	0.0%
Biological assets	-	-	-	-	-	-	-	-
Software & other intangible assets	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-
<b>Payments for financial assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>400</b>	<b>163</b>	<b>-</b>
<b>Total</b>	<b>1 738 525</b>	<b>809 599</b>	<b>46.6%</b>	<b>1 727 886</b>	<b>99.4%</b>	<b>1 899 651</b>	<b>880 676</b>	<b>46.4%</b>

Expenditure as at end 30 September 2016 is R879.3 million or 46 % against adjusted appropriation of R1.899 billion as compared to R809.5 million or 47 Percent during the previous year corresponding period.

