Vote 08

Department of Transport

Adjusted budget summary

	2016/17								
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase					
Amount to be appropriated	1 878 751	1 899 651	(1 800)	11 800					
of which:									
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	-	-					
Direct charge against the Provincial Revenue Fund	1 902	1 902	-	-					
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

				2016/17						
				Adjustments	appropriati					4
R thousand	Main appropriation	Roll-overs	Unforseeable/ unavoidable		Function shifts	Declared unspent funds	i	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Programme										
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
Total	1 877 249	-	-	-		-	-	20 500	20 500	1 897 749
Direct charge against the Provincial Revenue Fun	d									
Statutory	1 902									1 902
Total	1 879 151	-	-	-		-	-	20 500	20 500	1 899 651
Economic classification.										
Current Payments	1 099 399	-	-	1 000		-	-	9 500	10 500	1 109 899
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	-	-	-	-		-	-	-	-	-
Transfer and subsidies to:	748 708	-	-	800		-	-	11 000	11 800	760 508
Provinces and municipalitiies	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
Payment for capital assets	30 644	-	-	(1 800)		-	-	-	(1 800)	28 844
Buildings and other fixed structures	22 000	-	-	-		-	-	-	-	22 000
Machinery and equipment	8 644	-	-	(1 800)			-	-	(1 800)	6 844
Biological assets	-		-	-					-	-
Softw are and other intangible assets	-	-	-	-					-	-
Land and subsoil assets	-	-	-	-		-	-	-	-	
Payments for financial assets	400	-	-	-		-	-	-	-	400
Total	1 879 151	-	-	-		-	-	20 500	20 500	1 899 651

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

Administration				2016/17					
Adminictuden				Adjustments a	ppropriation				
P.d	Main	D . II	Unforseeable/	Virement and		Declared	Other	Total adjustments	Adjusted
R thousand	appropriation	Roll-overs	unavoidable	shifts	Function shifts	unspent funds	adjustments	appropriation	appropriation
Subprogramme 1. Office of the MEC	1 822			80				00	1 902
	1 822	-	-			-	-	80	1 902
2. Management		-	-	· · ·) -	-	-	(4 080)	
3.Corporate Support	504 327	-	-		-	-	9 500	9 500	513 827
4.Departmental Strategy	6 354	-	-		-	-	-	-	6 354
Total	527 334	-	-	(4 000) -	-	9 500	5 500	532 834
Economic classification.				(a. a.a.)					
Current Payments	512 121	•	-	(0 000)		-	9 500	6 500	518 621
Compensation of employees	338 500	-	-	(0 000)) -	-	-	(6 000)	332 500
Goods and services	173 621	-	-	5 000	-	-	9 500	12 500	186 121
Interest and rent on land	-	-	-			-	-	-	-
Transfer and subsidies to:	6 169	-	-	000	•		-	800	6 969
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
Payment for capital assets	8 644	-	-	(1 800)) -	-	-	(1 800)	6 844
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	-	-	-	-	-	-	-	-	-
Payments for financial assets	400	-	-	-	-	-	-	-	400
Total	527 334	-	-	(4 000) -	-	9 500	5 500	532 834

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

Transport Operations				2016/17					
				Adjustments a	ppropriation				
R thousand	Main appropriation	Roll-overs			Eunction chifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Subprogramme	appropriation	Non-overa	unavoluable	Sinta	Tunction anna	unspent funds	aujusinents	appropriation	appropriation
1. Programme Support Operations	1 315	-	-				11 000	11 000	12 315
2. Transport Safety and Compliance	45 663	-	-	(10 000)			-	(10 000)	• • •
3. Transport Systems	12 633		-	(2 000)			-	(2 000)	10 633
4. Infrastructure Operations	79 838		-	(2 000)	· .			(2 000)	79 838
5. Public Transport Services	711 302		-				· .	-	711 302
Total	850 751		-	(12 000)) .		11 000	(1 000)	849 751
Economic classification.									
Current Payments	89 818	-	-	(12 000)) -		-	(12 000)	77 818
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		-	-	-	-	· -	-	-	
Transfer and subsidies to:	740 933	-	-	-	•	· •	11 000	11 000	751 933
Provinces and municipalitiies	-	-	-	-	-	-	-	-	
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
Payment for capital assets	20 000	-	-	-		-	-	-	20 000
Buildings and other fixed structures	20 000	-	-	-		· -	-	-	20 000
Machinery and equipment	-	-	-				-	-	
Biological assets			-				-	-	
Software and other intangible assets			-		-		-	-	
Land and subsoil assets		.	-		-	. <u>.</u>	-	-	
Payments for financial assets	1	-	-	-	-	· -	-	-	
Total	850 751			(12 000)			11 000	(1 000)	849 751

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					
				Adjustments a	ppropriation				
	Main		Unforseeable/	Virement and		Declared	Other	Total adjustments	Adjusted
R thousand	appropriation	Roll-overs	unavoidable	shifts	Function shifts	unspent funds	adjustments	appropriation	appropriation
Subprogramme									
1. Programme Support Regulation	2 194			-	-	-	-	-	2 194
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
Total	501 066			16 000	-		-	16 000	517 066
Economic classification.									
Current Payments	497 460		-	16 000	-	-	-	16 000	513 460
Compensation of employees	464 137			16 000	-	-	-	16 000	480 137
Goods and services	33 323			-	-	-	-	-	33 323
Interest and rent on land	-		-	-	-	-	-	-	-
Transfer and subsidies to:	1 606			-	-	-	-	-	1 606
Provinces and municipalitiies	-			-	-	-	-	-	-
Departmental agencies and accounts	-			-	-	-	-	-	-
Universities and technikons	-			-	-	-	-	-	-
Public corporations & private enterprises	-			-	-	-	-	-	-
Non-profit making institutions	-			-	-	-	-	-	-
Households	1 606			-	-	-	-	-	1 606
Payment for capital assets	2 000			-	-	•	-	-	2 000
Buildings and other fixed structures	2 000			-	-	-	-	-	2 000
Machinery and equipment	-			-	-	-	-	-	-
Biological assets	-			-	-		-	-	-
Software and other intangible assets	-			-	-	-	-	-	-
Land and subsoil assets	-			-	-	-	-	-	-
Payments for financial assets	-			-	-	-	-	-	-
Total	501 066			16 000	-			16 000	517 066

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

Virements and shifts

Programmes					
1. Administration					
3. Transport Operations					
4. Transport Regulation					
FROM		то			
Programme/			Programme/		
Economic classification	Motivation	R thousand	Economic classification	Motivation	R thousand
Programme 1: Administration		-8 500	Programme 1: Administration		4 50
Compansation of Employees	Savings due to repriotisation	-6 000	Goods and services	Budget pressures	3 00
Departmental agencies and accounts	Savings due to repriotisation	-700	Provinces and municipalities	Budget pressures	1 00
Machinery and equipment	Savings due to repriotisation	-1 800	Households	Budget pressures	50
Virements to other programmes as a percentage of the programm	e budget	1.6%			
Programme 3: Transport Operations		-12 000	Programme 4 : Transport Regula	tions	16 00
Compensation of employees	Savings due to repriotisation	-10 000	Compensation of Employees	For traffic officers overtime	16 00
Goods and Services	Savings due to repriotisation	-2 000			
Virements to other programmes as a percentage of the programm	e budget	1.4%			
Total		-20 500			20 500

Expenditure outcome for 2015/16 and actual expenditure for 2016/17 Table 8.3: Expenditure trends

				2015/16			2016/17	
		1	Expenditure out	come			Preliminary outc	ome
R thousand	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	Apri 16-Sept 10 % of adjusted appropriation
Programme								
1. Administration	491 271	255 482		485 545	98.8%	532 834	276 333	51.9%
2. Transport Operations	781 423	319 007	40.8%	750 333	96.0%	849 751	345 870	40.7%
3. Transport Regulations	465 831	235 110	50.5%	492 008	105.6%	517 066	258 473	50.0%
Total	1 738 525	809 599	46.6%	1 727 886	99.4%	1 899 651	880 676	46.4%
Ecomonic classification								
Currrent payments	975 163	493 848	50.6%	985 148	101.0%	1 109 899	553 219	49.8%
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		-				-		
Transfer and subsidies to:	721 485	298 365	41.4%	708 188	98.2%	760 508	324 254	42.6%
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%
Payments for capital assets	41 877	17 386	41.5%	34 550	82.5%	28 844	3 040	0.0%
Buildings and other fixed structures Machinery and equipments Biological assets	9 882 31 995 -	2 046 15 340 -		4 853 29 697 -	49.1% 92.8%	22 000 6 844 -	3 040 - -	13.8% 0.0%
Software & other intangible assets	-	-		-		-	-	
Land and subsoil assets	-	-		-		-	-	
Payments for financial assets	-	-				400	163	
Total	1 738 525	809 599	46.6%	1 727 886	99.4%	1 899 651	880 676	46.4%

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.

Departmental receipts

Table 8.4: Receipts

			2015/16				2016/17		
			Audited out	come			Actual rece	ipts	
R thousand	Adjusted estimate	Apr 15 - Sept 15	•	Apr 15 - Mar 16	Apr 15- Mar 16 % of adjusted estimate	Budget	Adjusted estimate	Apr 16 - Sept 16	Apr 16- Sept 16 % of adjusted estimate
Tax receipts	335 061	160 425	47.9%	332 037	99.1%	343 678	364 665	187 500	51.4%
Sales of goods and services	29 040	13 353	46.0%	25 067	86.3%	37 830	29 524	14 010	47.5%
Transfers received									
Fines, penalties and forfeits	52 087	22 596	43.4%	58 547	112.4%	53 972	65 822	33 543	51.0%
Interest, dividends and rent on land		0	0.0%	0		43	43	0	0.3%
Sales of capital assets	3 144	-	0.0%	3 031	96.4%	8 749	3 500	-	0.0%
Financial transactions in assets and liabilities	4 334	758	17.5%	948	21.9%	4 792	1 644	543	33.0%
Total departmental receipts	423 666	197 133	46.5%	419 630	99.0%	449 064	465 198	235 596	50.6%

The main source of revenue are derived from Tax receipts in the form of motor vehicle licences, Sale of Goods and Services mainly from abnormal load licenses & public transport permits and Fines, Penalties and Forfeits largely on traffic fines. The budget estimate for 2016/17 is adjusted from R449.064 million to R465.198 due to improved collection on motor vehicle licenses and traffic fines through implementation of revenue enhancement strategy.

Summary of changes to transfers and subsidies

Table 8.5: Summary of changes to transfers and subsidies per programme.

				2013/14					
				Adjustments a	ppropriation				
								Total	
	Main		Unforseeable/	Virement and		Declared	Other	adjustments	Adjusted
R thousand	appropriation	Roll-overs	unavoidable	shifts	Function shifts	unspent funds	adjustments	appropriation	appropriation
1. Administration	6 169			800				800	6 969
Provinces and municipalitiles	1 110	-		1 000	-	-	-	1 000	2 110
Departmental agencies and accounts	2 255	-		(700)) -	-	-	(700)	1 555
Households	2 804	-		500		-	-	500	3 304
2. Transport Operations	740 933	-	-	-	-	-	11 000	11 000	751 933
Departmental agencies and accounts	59 838	-		-	-	-	-	-	59 838
Public corporations & private enterprises	680 875	-		-		-	11 000	11 000	691 875
Households	220	-		-		-	-	-	220
3. Traffic Regulations	1 606	-	•	-	-	-	-	-	1 606
Departmental agencies and accounts	-	-		-	-	-	-	-	-
Households	1 606	-		-		-	-	-	1 606
Total	748 708	-		800		-	11 000	11 800	760 508

Summary of changes to conditional grants

Table 8.6: Summary of changes to conditional grants per programme.

				2014/15							
				Adjustments a	ppropriation						
			Tota								
	Main		Unforseeable/	Virement and		Declared	Other	adjustments	Adjusted		
R thousand	appropriation	Roll-overs	unavoidable	shifts	Function shifts	unspent funds	adjustments	appropriation	appropriation		
2.Transport Operations								-			
Public Transport Operations	326 129	-	-	•	•	•	•	-	326 129		
Total	326 129	-				•			326 129		