

Vote 08

Transport

To be appropriated by Vote in 2019/20
Responsible MEC
Administering department
Accounting officer

R 2 227 547 000
MEC for Transport
Department of Transport
Head of Department Transport

Overview

Vision

To be a pioneer and leading department at the epi-centre of socio-economic development.

Mission

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

Main services

- Provisioning of public transport and related infrastructure;
- Administration of all aspects relating to motor vehicle licensing and registration fees, law administration, accident data & statistics and overload control;
- Promoting investment in rural transport as a means to provide affordable and convenient access to markets, employment, economic activity and social services;
- Co-ordinating development of transport multi-purpose centres, inter-modal transport facilities and freight logistic services as part of an integrated transport service network;
- Advancing equity in the employment of youth and women in transport sectors by employing income generating and labour-intensive methodologies for all infrastructure projects; and
- Developing and managing airports in the province.

Legislative Mandates

- The National Land Transition Act, Act No.22 of 2000;
- The Northern Province Interim Passenger Transport Act, Act No.4 of 1999;
- The Road Transportation Act, Act No.74 of 1977;
- The Administration and Adjudication of Road Traffic Offences Act, Act No 46 of 1998;
- The Road Traffic Management Corporation Act, Act No. 20 of 1999;
- The Road Traffic Act, Act No.29 of 1989;
- The National Road Traffic Act, Act No.93 of 1996;
- The Provincial road Traffic Act;
- The Public Finance Management Act, Act No.1 of 1999; and
- The Preferential Procurement Policy Framework Act.

Review of the current financial year (2018/19)

The Department has embarked on a project of refurbishment of the Limpopo Traffic College with the aim to improve the living conditions of learners and address OHS related non-compliance areas. Refurbishment of the Traffic College is a long term project and was allocated an amount of R20 million in the 2018/19 financial year. The contractor was appointed and has commenced with the project. In an effort to improve access to public services and enhancing provincial own revenue generation, the Department made provision of R3.100 million for implementation of phase two multipurpose centre project, which is currently at 75 percent completion stage.

The Department has rolled out an Electronic Vehicle Trip Monitoring System to monitor the operations of 425 of the 900 subsidized buses for a period of 5 years. The remainder of the subsidized operations are manually monitored by officials of the Department. In reducing the number of fatality crashes, the Department is implementing 24/7 shift system during critical times on critical roads. The Department achieved 8 702 618 number kilometres subsidised out of the target of 9 269 150. 178 258 number of trips subsidised out of the target of 192 591. 878 number of road safety awareness programmes against the target of 752. 301 number of schools involved in road safety education programme against the target of 242. During the period under review, 4 909 number of speed operations conducted against the target of 3 875. 178 number of roadblocks conducted from the target of 144. 229 829 number of vehicles weighed against the target of 225 000.

Outlook for the coming financial year (2019/20)

According to the Limpopo Provincial CPTR & PLTF (2015), the current transport supply number for taxis is 18 813 minibus taxis, with 117 taxi associations; while an average 900 busses are utilized to transport approximately 30 000 000 subsidised passengers annually between their homes and places of work or social importance. In terms of the National Land Transport Act 2009, Municipalities should develop Integrated Transport Plans (ITPs), however Municipalities do not comply with the requirement due to lack of capacity. In the absence of ITP's, it is difficult to consider applications for public transport operating licenses, hence the Department plans to assist Municipalities with the development of ITP's.

The Department in partnership with Michellin identified 16 youth members to participate in the Youth in Road Safety (YOURS) project and members have been trained on road safety education. Those without driving license are in the process of acquiring driving license. The youth will be capacitated with defensive driving skills. The Department is strengthening its

relationship with Medupi electricity station in order to enhance road safety around Lephalale area. Meetings are conducted with Provincial Driving School Association as a way to sustain the relationship and also to sustain the structures to Driving Schools in the Province in preparation for the finalisation of the legislation amendment.

The Department continues to monitor registration and licensing services in all registering authorities, vehicle testing stations and driving license testing centers. The Department is currently in the process of expanding registration and licensing services to four (04) Provincial Stations: Polokwane, Lephalale, Makhado and Tzaneen. This will reduce the long queues in the existing Registering Authorities. Moreover, the Department allocated R15 million for the construction of phase 1 K53 Testing ground project at Thohoyandou Traffic station.

Reprioritisation

The Department reprioritized R15.0 million from Administration to fund Revenue Enhancement Project in Transport Regulation for construction of phase one (01) K53 Testing ground project at Thohoyandou Traffic station. Another R15.0 million was reprioritized within Transport Operations to fund Bus Monitoring system. These projects will improve accessibility of services by the public.

Procurement

The major procurement projects for the Department are Physical security, Cleaning Services, Rental of office buildings, Fleet services (GMT) and SITA. The projects of refurbishment of Limpopo Traffic Training College started in January 2019 and multipurpose centre projects are continuing. Tender for bus monitoring system has been awarded in 2016/17 financial year, which will run for five years. The service provider has already installed the monitoring devices in 425 of the 900 subsidised buses for a period of 5 years

Receipt and financing

Summary of receipts

Table 8.1(a) below provides the departmental receipts per main category over the seven years period.

Table 8.1(a): Summary of receipts: Transport

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Equitable share	1 410 227	1 573 522	1 645 035	1 749 419	1 749 419	1 749 419	1 850 757	1 972 926	2 078 222
Conditional grants	298 298	326 129	345 610	356 809	356 809	356 809	376 790	402 035	424 147
Public Transport Operation	298 298	326 129	345 610	356 809	356 809	356 809	376 790	402 035	424 147
Departmental receipts/ Provincial own revenue	30 000	-	-	-	-	-	-	-	-
Total receipts	1 738 525	1 899 651	1 990 645	2 106 228	2 106 228	2 106 228	2 227 547	2 374 961	2 502 369

The budget of the department is comprised of equitable share and conditional grant for Bus Subsidies. The overall allocation of the department reflects a positive growth of 5.8 percent in 2019/20, 6.6 percent in 2020/21 and 5.4 percent in 2021/22.

Departmental receipts

Table 8.1 (b) below provides a summary of the departmental own receipts over the seven-year period.

Table 8.1(b): Departmental receipts: Transport

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Tax receipts	332 037	370 227	407 681	409 350	440 630	440 630	493 506	552 727	619 054
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	332 037	370 227	407 681	409 350	440 630	440 630	493 506	552 727	619 054
Sales of goods and services other than capital assets	25 067	28 092	29 494	32 027	33 880	33 880	34 083	36 228	38 221
Transfers received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	58 547	69 422	60 441	77 000	49 681	49 681	52 314	55 087	58 117
Interest, dividends and rent on land	-	-	19	-	29	29	-	54	57
Sale of capital assets	3 031	1 579	2 804	3 938	2 800	2 800	2 900	3 000	3 100
Transactions in financial assets and liabilities	948	3 146	2 539	1 834	1 787	1 787	1 936	2 044	2 156
Total departmental receipts	419 631	472 466	502 978	524 149	528 806	528 806	584 739	649 140	720 705

Main source of revenue is motor vehicle licences. The budget of the department is growing by 10.6 and 11.2 percent over the MTEF. Abnormal growth in 2019/20 and over the MTEF is due to anticipated increase of motor vehicle license fee tariffs, implementation of revenue enhancement projects (Multipurpose centres), and improved recovery of Municipality debts.

Payment Summary

Key assumptions

The following general assumptions were made by the department in formulating the 2019/20 budget as guided by the Treasury guidelines:

- Consumer Price Index of 5.6 percent in 2019/20, 5.4 percent in 2020/21 and 5.4 percent in 2021/22.
- The Compensation of Employees growth include the provision of Improvement of Condition of Service, performance bonus and pay progression.

Programme Summary

The services rendered by the Department are categorized under three (3) programmes: Administration, Transport Operations and Transport Regulation.

Table 8.2 (a) below provides a summary of payments and estimates per programme over the seven year period.

Table 8.2(a): Summary of payments and estimates: Transport

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Programme 1: Administration	485 545	525 276	548 908	620 990	589 190	589 190	651 785	688 175	726 837
Programme 2: Transport Infrastructure	-	-	-	-	-	-	-	-	-
Programme 3: Transport Operations	750 333	820 518	831 693	868 936	892 936	892 936	906 099	996 385	1 049 034
Programme 4: Transport Regulation	491 836	525 820	579 990	616 302	624 102	624 102	669 663	690 401	726 498
Programme 5: Community Based Programme	-	-	-	-	-	-	-	-	-
Total payments and estimates:	1 727 714	1 871 614	1 960 591	2 106 228	2 106 228	2 106 228	2 227 547	2 374 961	2 502 369
Less: Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Baseline Available for Spending	1 727 714	1 871 614	1 960 591	2 106 228	2 106 228	2 106 228	2 227 547	2 374 961	2 502 369

Table 8.2(b): Summary of provincial payments and estimates by economic classification: Transport

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Current payments	984 978	1 096 893	1 164 172	1 267 122	1 250 022	1 250 022	1 354 313	1 439 451	1 518 136
Compensation of employees	786 835	848 315	900 254	975 321	944 777	944 777	1 029 939	1 086 583	1 146 236
Goods and services	198 143	248 578	263 918	291 802	305 245	305 244	324 374	352 868	371 900
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	708 188	764 470	765 614	802 010	818 510	818 510	808 200	884 413	932 201
Provinces and municipalities	1 389	2 101	2 941	3 288	3 288	3 288	3 431	3 621	3 819
Departmental agencies and accounts	46 890	61 173	54 677	55 519	69 519	69 519	55 545	58 600	61 767
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	651 755	692 154	696 506	736 834	736 834	736 834	742 361	814 951	858 976
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	8 154	9 042	11 490	6 369	8 869	8 869	6 863	7 241	7 639
Payments for capital assets	34 548	10 048	28 773	37 096	36 796	36 796	65 034	51 097	52 032
Buildings and other fixed structures	4 853	7 046	16 228	27 915	29 215	29 215	43 021	27 873	29 382
Machinery and equipment	29 695	3 002	12 479	9 181	7 581	7 581	22 013	23 224	22 650
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	66	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	203	2 032	-	900	900	-	-	-
Total economic classification:	1 727 714	1 871 614	1 960 591	2 106 228	2 106 228	2 106 228	2 227 547	2 374 961	2 502 369

The overall allocation of the department reflects positive growth of 5.8 percent in 2019/20, 6.6 percent in 2020/21 and 5.4 percent in 2021/22.

Summary of economic classification

Table 8.2 (b) below presents a summary of provincial payments and estimates by economic classification over the seven year period.

Compensation of Employees reflects a positive growth of 5.6 percent in 2019/20 which is less than the CPI plus 1.0 percent which is 5.4 percent plus 1.0 percent, a positive growth of 5.5

percent in 2020/21 is to cater for improvement of condition of service and also a positive growth of 5.4 percent in 2021/22.

Goods and Services reflect a positive growth of 5.7 percent in 2019/20, a positive growth of 12.1 percent in 2020/21 and a positive growth of 5.5 percent in 2021/22 to cater for contractual obligations (property payments and operating leases).

Transfers and subsidies: There is a positive growth of 4.2 percent in 2019/20, 6.0 positive growth in 2020/21 and 3.0 percent positive growth in 2021/22. The growth will enable the Department to implement the adjustment of tariffs and the annual increase for bus subsidies.

Payments for capital assets reflect positive growth of 30.6 percent in 2019/20 due allocated R15 million for the construction of phase 1 K53 Testing ground project at Thohoyandou Traffic station. Positive growth of 5.5 percent in 2020/21 and positive growth of 1.8 percent in 2021/22.

Infrastructure payment

Departmental Infrastructure payments

The table 8.2 (c) below provides summary of infrastructure expenditure and estimates by category over the seven-year period.

Table 8.2(c) Summary-Payments and estimates by nature of investment

Rand thousand	Outcome			Main appropriation	Adjusted appropriation	Revised baseline	Medium term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Existing infrastructure assets	1 085	2 000	2 353	27 915	27 915	27 915	5 021	3 609	3 807
Maintenance and repairs	1 085	2 000	2 353	27 915	27 915	27 915	-	-	-
Upgrades and additions	-	-	-	-	-	-	1 600	-	-
Rehabilitation and refurbishment	-	-	-	-	-	-	3 421	3 609	3 807
New infrastructure assets	3 772	24 000	17 426				38 000	24 265	25 575
Infrastructure transfers	-	-	-	-	-	-	-	-	-
Infrastructure transfers - Current	-	-	-	-	-	-	-	-	-
Infrastructure transfers - Capital	-	-	-	-	-	-	-	-	-
Infrastructure: Payments for financial assets	-	-	-	-	-	-	-	-	-
Infrastructure: Leases	-	-	-	-	-	-	-	-	-
Non Infrastructure	-	-	-	-	-	-	-	-	-
Total Infrastructure (including non infrastructure item	4 857	26 000	19 779	27 915	27 915	27 915	43 021	27 874	29 382

The Department of Transport ensures the provision of safe transport environment through the regulation of traffic on public infrastructure, law enforcement, implementation of road safety education, awareness programmes and registration & licensing of vehicles and drivers. Infrastructure allocation is for maintenance of traffic stations. The Rehabilitation and Refurbishment of traffic stations is allocated an amount of R3.421 million and an amount of R38.0 million for the construction of traffic training colleges in the 2019/20 financial year of which R15.0 million has been allocated for the construction of phase 1 K53 Testing ground project at Thohoyandou Traffic station and R23.0 million for the refurbishment of Traffic College.

Transfers

Transfers to Public Entities

Table 8.3 provides summary of departmental transfers to other public entities over the seven year period.

Table 8.3: Summary of departmental transfers to public entities

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Gateway Airport Authority Limited	45 300	59 838	47 573	53 380	67 380	67 380	53 151	56 074	59 102
Total departmental transfers to public entities	45 300	59 838	47 573	53 380	67 380	67 380	53 151	56 074	59 102

The transfer to GAAL amounts to R53.1 million, R56.0 million and R59.1 million in 2019/20, 2020/21 in 2021/22 respectively. An increase in allocation is to cater for improvement of airport operations and infrastructure developments to implement recommendations of the study commissioned for viability of the Airport.

Transfers to local government

Table 8.4 provides for transfers to municipalities by transfer type and category over the seven-year period.

Table 8.4: Transfers to local government by category

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Category C	1 214	1 110	1 165	1 233	1 233	1 233	1 302	1 374	1 450
Total departmental transfers to local government	1 214	1 110	1 165	1 233	1 233	1 233	1 302	1 374	1 450

The purpose of this funding is for the payment of municipal rates and taxes. The municipalities which are to benefit from this funding are Capricorn District municipality, Mopani District

municipality, Sekhukhune District municipality, Vhembe District municipality and Waterberg District municipality.

Programme Description

Programme 1: Administration

Program purpose: *The purpose of this Programme is to provide the department with the overall management and administrative, strategic, financial and corporate support services to ensure that the department delivers on its mandate in an integrated, efficient, effective and sustainable manner.*

Table 8.5 (a) and 8.5 (b) below provides summary of payments and estimates by sub-programme and economic classification over the seven year period.

Table 8.5(a): Summary of payments and estimates: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Subprogramme									
Office Of The Mec	1 902	1 817	1 695	2 073	2 073	2 073	1 978	1 978	1 978
Management Of The Department	10 752	9 301	11 612	15 783	16 283	16 283	16 616	17 530	18 494
Corporate Support	466 446	507 304	529 064	595 325	562 025	562 025	622 982	657 884	694 989
Departmental Strategy	6 445	6 854	6 537	7 809	8 809	8 809	10 209	10 783	11 376
Total payments and estimates	485 545	525 276	548 908	620 990	589 190	589 190	651 785	688 175	726 837

Table 8.5(b): Summary of provincial payments and estimates by economic classification: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Current payments	463 694	512 466	532 372	603 541	569 241	569 241	633 719	669 114	706 728
Compensation of employees	305 987	317 964	327 174	381 799	356 799	356 799	403 908	425 838	449 149
Goods and services	157 707	194 502	205 198	221 742	212 442	212 442	229 811	243 276	257 579
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	9 390	9 759	12 190	9 768	12 268	12 268	10 546	11 127	11 739
Provinces and municipalities	1 389	2 101	2 941	3 288	3 288	3 288	3 431	3 620	3 819
Departmental agencies and accounts	1 590	1 335	1 200	2 139	2 139	2 139	2 394	2 526	2 665
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	6 411	6 323	8 049	4 341	6 841	6 841	4 721	4 981	5 255
Payments for capital assets	12 461	2 848	2 314	7 681	6 781	6 781	7 520	7 934	8 370
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	12 461	2 848	2 248	7 681	6 781	6 781	7 520	7 934	8 370
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	66	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	203	2 032	-	900	900	-	-	-
Total economic classification	485 545	525 276	548 908	620 990	589 190	589 190	651 785	688 175	726 837

The programme constitutes 29.2 percent of the total departmental budget. The programme includes centralised services such as security services, fleet running cost, cleaning services and

lease of buildings as well as purchase of pool vehicles. The programme reflects a positive growth of 7.4 percent in 2019/20, 5.5 percent in 2020/21 and 5.5 percent in 2021/22.

Compensation of Employees reflects a positive growth of 13.2 percent in 2019/20, a positive growth of 5.4 percent increase in 2020/21 is to cater for improvement of condition of service and also a positive growth of 5.5 percent in 2021/22. **Goods and Services** reflect a positive growth of 8.2 percent in 2019/20, a positive growth of 5.9 percent in 2020/21 and a positive growth of 5.9 percent in 2021/22 to cater for contractual obligations like security services, fleet running cost, cleaning services and lease of buildings.

Transfers and subsidies: There is a negative growth of 14.0 percent in 2019/20 due to the reduction in the allocation of leave gratuity, 5.5 percent positive growth in 2020/21 and 5.5 percent positive growth in 2021/22. **Payments for capital assets** reflect positive growth of 10.9 percent in 2019/20, positive growth of 5.5 percent in 2020/21 and positive growth of 5.5 percent in 2021/22.

Programme 2: Transport Operations

Programme purpose: *To plan, develop, regulate and facilitate the provision of integrated public, freight and transport services, through co-ordination and co-operation with national and local authorities, as well as the private sector in order to enhance the mobility of all communities particularly those without or with limited access.*

Table 8.6(a) and 8.6(b) below summarize payments and estimates by sub-programme and economic classification over seven year period.

Table 8.7(a): Summary of payments and estimates: Programme 2: Transport Operations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Subprogramme									
Programme Support Operations	1 363	1 166	1 279	1 461	1 461	1 461	1 543	1 627	1 717
Public And Freight Infrastructure	-	-	-	-	-	-	-	-	-
Institutional Management	-	-	-	-	-	-	-	-	-
Transport Safety And Compliance	38 663	30 038	28 654	38 944	52 944	52 944	34 785	37 252	39 302
Regulations And Control	-	-	-	-	-	-	-	-	-
Intergrated Model Transport	-	-	-	-	-	-	-	-	-
Transport Systems	4 872	5 660	3 974	13 245	9 245	9 245	23 987	14 757	15 569
Infrastructure Operations	46 686	65 088	67 625	53 380	52 080	52 080	54 751	56 074	59 102
Public Transport Services	658 749	718 566	730 161	761 907	777 206	777 206	791 033	886 675	933 344
Total payments and estimates	750 333	820 518	831 693	868 936	892 936	892 936	906 099	996 385	1 049 034
Less: Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Baseline Available for Spending	750 333	820 518	831 693	868 936	892 936	892 936	906 099	996 385	1 049 034

Table 8.7(b): Summary of payments and estimates by economic classification: Programme 3: Transport Operations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Current payments	51 856	63 244	67 562	78 478	87 178	87 178	108 729	125 088	130 669
Compensation of employees	42 067	34 476	33 697	43 178	38 178	38 178	40 660	43 022	45 389
Goods and services	9 789	28 768	33 865	35 300	49 000	49 000	68 069	82 066	85 280
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	697 091	752 024	749 279	790 458	804 458	804 458	795 770	871 297	918 365
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	45 300	59 838	52 773	53 380	67 380	67 380	53 151	56 074	59 102
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	651 755	692 154	696 506	736 834	736 834	736 834	742 361	814 951	858 976
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	36	32	-	244	244	244	258	272	287
Payments for capital assets	1 386	5 250	14 852	-	1 300	1 300	1 600	-	-
Buildings and other fixed structures	1 386	5 250	14 852	-	1 300	1 300	1 600	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total economic classification	750 333	820 518	831 693	868 936	892 936	892 936	906 099	996 385	1 049 034

This programme constitutes 40.7 percent of the total departmental budget. The programme reflects a positive growth of 4.8 percent in 2019/20, 6.2 percent in 2020/21 and a of 5.5 percent in 2021/22.

Compensation of Employees reflects a positive growth of 6.5 percent in 2019/20; 5.8 percent in 2020/21 and 5.5 percent in 2021/22.is to cater for improvement of condition of service and.

Goods and Services: R37 million is allocated for Bus Monitoring System and R10 million allocated for redesign of Bus Subsidy contracts. The item reflects a positive growth of 38.9 percent in 2019/20, 21.0 percent in 2020/21 and 3.9 percent in 2021/22.

Transfers and subsidies: The Bus Subsidies budget and the Transfers to Gateway Airport Authority Limited (GAAL) are allocated on this item. There is a negative growth of 1.0 percent in 2019/20, 9.5 percent positive growths in 2020/21 and 5.4 percent positive growth in 2021/22. The negative growth of 1.0 percent is influenced by additional budget of R14.0 million given to GAAL during 2018/19 adjustment budgets to address CIAA findings. **Payments for capital assets** reflect the budget R1.6 million in 2019/20, which is allocated for installation of water supply system at Thohoyandou Taxi Facility.

Service Delivery Measures

Programme 3: Transport Operations		Estimated Annual Targets		
		2019/2020	2020/2021	2021/2022
3.1	Number of routes subsidised	882	882	882
3.2	Number kilometres subsidised	37 003 319	36 792 795	36 944 834
3.3	Number of trips subsidised	765 053	760 646	763 915
3.4	Number of new scholar patrol points established	15	15	15
3.5	Number of road safety awareness programmes	2 586	2 586	2 586
3.6	Number of schools involved in road safety education programme	1 426	1 426	1 426

Programme 3: Transport Regulation

Programme purpose: The purpose of the programme is to ensure the provision of a safe transport environment through the regulation of traffic on public infrastructure, law enforcement, implementation of road safety education, awareness programmes and registration and licensing of vehicles and drivers.

Table 8.7 (a) and 8. (b) below provide summary payments and estimates by sub-programme and economic classification over the seven-year period.

Table 8.7(a): Summary of payments and estimates: Programme 3: Transport Regulations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Subprogramme									
Programme Support Regulation	1 339	1 423	1 395	2 462	2 462	2 462	2 599	2 741	2 892
Operator Licence And Permits	27 225	28 187	33 340	33 559	33 559	33 559	37 585	39 100	41 251
Law Enforcement	444 488	476 724	525 842	555 205	563 005	563 005	602 355	619 945	652 166
Transport Administration And Licencing	18 784	19 486	19 413	25 076	25 076	25 076	27 124	28 615	30 189
Road Safety Education	-	-	-	-	-	-	-	-	-
Overload Control	-	-	-	-	-	-	-	-	-
Total payments and estimates	491 836	525 820	579 990	616 302	624 102	624 102	669 663	690 401	726 498

Table 8.7(b): Summary of payments and estimates by economic classification: Programme 3: Transport Regulations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Current payments	469 428	521 183	564 238	585 103	593 603	593 603	611 865	645 249	680 739
Compensation of employees	438 781	495 875	539 383	550 344	549 801	549 801	585 371	617 723	651 698
Goods and services	30 647	25 308	24 855	34 759	43 803	43 803	26 494	27 526	29 041
Interest and rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	1 707	2 687	4 145	1 784	1 784	1 784	1 884	1 988	2 097
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	704	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 707	2 687	3 441	1 784	1 784	1 784	1 884	1 988	2 097
Payments for capital assets	20 701	1 950	11 607	29 415	28 715	28 715	55 914	43 164	43 662
Buildings and other fixed structures	3 467	1 796	1 376	27 915	27 915	27 915	41 421	27 874	29 382
Machinery and equipment	17 234	154	10 231	1 500	800	800	14 493	15 290	14 280
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total economic classification	491 836	525 820	579 990	616 302	624 102	624 102	669 663	690 401	726 498

This programme constitutes 30.1 percent of the total departmental budget. The programme reflects a positive growth of 1.0 percent in 2019/20, 5.5 percent in 2020/21 and 5.5 percent in 2021/22 considering inflationary related factors.

Compensation of Employees: Approximately 22.0 percent of Compensation of Employees budget is for Overtime for Traffic Officers. The item reflects a positive growth of 0.9 percent in 2019/20; 5.5 percent in 2020/21 and 5.5 percent in 2021/22 to cater for improvement of condition of service

Goods and Services reflect a negative growth of 39.5 percent in 2019/20, a positive growth of 3.9 percent in 2020/21 and a positive growth of 5.5 percent in 2021/22. The negative growth of 39.5 is emanated from budget reduction of college catering and traffic officers uniform.

Transfers and subsidies: There is a positive growth of 5.6 percent in 2019/20, 5.5 percent positive growth in 2020/21 and 5.5 percent positive growth in 2021/22 for households

Payments for capital assets reflect: R23 million allocation for renovation of Traffic College; and the R15.0 million for construction of phase one (01) K53 Testing Ground project at Thohoyandou Traffic station. Positive growth of 48.4 percent in 2019/20 is influenced by allocation for the purchase of Traffic Vehicles which was not allocated in 2018/19.

Service Delivery Measures

Programme 4: Transport Regulation		Estimated Annual Targets		
		2019/2020	2020/2021	2021/2022
4.1	Number of compliance inspections conducted	540	540	540
4.2	Number of speed operations conducted	15 500	15 500	15 500
4.3	Number of roadblocks conducted	528	528	528
4.4	Number of vehicles weighed	900 000	900 000	900 000

Other programme information

Personnel numbers and costs

Tables 8.8 provides a summary of personnel estimates by programme and personnel estimates breakdown per categories over the seven-year period.

Table 8.8 : Summary of departmental personnel numbers and costs by component : Transport

R thousands	Actual				Revised estimate				Medium-term expenditure estimate						Average annual growth over MTEF 2018/19 - 2021/22		
	2015/16		2016/17		2017/18		2018/19		2019/20		2020/21		2021/22		Personnel growth rate	Costs growth rate	% Costs of Total
	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Filled posts	Additional posts	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs	Personnel numbers ¹	Costs			
Salary level																	
1 – 6	1 577	278 363	1 589	335 668	1 558	331 805	1 566	–	1 566	357 776	1 652	398 930	1 742	420 871	3,6%	7,5%	38,5%
7 – 10	955	402 943	991	415 404	996	448 195	1 014	–	1 014	452 946	1 073	489 446	1 133	516 365	3,8%	6,3%	47,6%
11 – 12	89	77 587	98	69 585	145	80 671	145	–	145	86 765	154	91 624	163	96 663	4,0%	5,5%	9,0%
13 – 16	35	27 942	35	27 658	39	39 583	39	–	39	47 290	40	49 938	41	52 686	1,7%	5,5%	4,9%
Other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total	2 656	786 835	2 713	848 315	2 738	900 254	2 764	–	2 764	944 777	2 919	1 029 939	3 079	1 086 585	3,7%	6,7%	100,0%
Programme																	
1. Administration	1 062	305 987	1 106	317 964	1 119	305 576	1 130	–	1 130	384 799	1 193	416 908	1 258	439 838	3,6%	6,4%	40,6%
2. Transport Infrastructure	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
3. Transport Operations	79	42 067	86	34 476	91	55 295	98	–	98	53 178	104	56 156	110	59 244	3,9%	5,5%	5,5%
4. Transport Regulations	1 515	438 781	1 521	495 875	1 528	539 383	1 536	–	1 536	506 800	1 622	556 875	1 711	587 503	3,7%	6,9%	53,9%
5. Community Based Programmes	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Direct charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total	2 656	786 835	2 713	848 315	2 738	900 254	2 764	–	2 764	944 777	2 919	1 029 939	3 079	1 086 585	3,7%	6,7%	100,0%

Training

Table below reflects the departmental expenditure on training per programme over the seven periods under review.

Table 8.9: Information on training: Transport

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Number of staff	2 656	2 713	2 738	2 764	2 764	2 764	2 919	3 079	3 079
Number of personnel trained	421	947	421	1 050	1 050	1 050	1 150	1 150	1 150
of which									
Male	235	405	214	550	550	550	600	600	600
Female	186	542	207	500	500	500	550	550	550
Number of training opportunities	38	31	43	25	25	25	29	29	29
of which									
Tertiary	-	-	-	-	-	-	-	-	-
Workshops	28	27	32	12	12	12	15	15	15
Seminars	10	4	11	13	13	13	14	14	14
Other	-	-	-	-	-	-	-	-	-
Number of bursaries offered	34	21	40	100	100	100	120	120	120
Number of interns appointed	20	17	16	250	250	250	270	270	270
Number of learnerships appointed	30	30	250	30	30	30	280	280	280
Number of days spent on training	81	80	79	140	140	140	160	160	160
Payment on training by programme									
1. Administration	2 224	2 445	1 696	2 500	2 500	2 500	2 600	2 600	2 743
2. Transport Infrastructure	-	-	-	-	-	-	-	-	-
3. Transport Operations	350	-	480	930	930	930	1 200	1 200	1 266
4. Transport Regulations	248	2 384	1 800	2 600	2 600	2 600	2 800	2 800	2 954
5. Community Based Programmes	-	-	-	-	-	-	-	-	-
Total payment on training	2 822	4 829	3 976	6 030	6 030	6 030	6 600	6 600	6 963

The steady increase in 2019/20 financial year and over the MTEF consists of bursaries that are provided to the Provincial Department focusing on stabilizing the financial capacity and other skills shortage areas in the Province.

Annexures of Vote 08:

Department of Transport

Table 8.10: Specification of receipts: Transport

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Tax receipts	332 037	370 227	407 681	409 350	440 630	440 630	493 506	552 727	619 054
Casino taxes	-	-	-	-	-	-	-	-	-
Horse racing taxes	-	-	-	-	-	-	-	-	-
Liquor licences	-	-	-	-	-	-	-	-	-
Motor vehicle licences	332 037	370 227	407 681	409 350	440 630	440 630	493 506	552 727	619 054
Sale of goods and services other than capital assets	25 067	28 092	29 494	32 027	33 880	33 880	34 083	36 228	38 221
Sales of goods and services produced by department	25 034	28 005	29 418	31 465	33 324	33 324	33 498	35 601	37 560
Sales by market establishments	-	-	-	-	-	-	-	-	-
Administrative fees	21 177	23 338	25 656	31 024	32 883	32 883	33 026	35 101	37 032
Other sales	3 857	4 667	3 762	441	441	441	472	500	528
Of which	-	-	-	-	-	-	-	-	-
Commission on insurance	840	896	940	975	948	948	972	996	1 021
Repair gg vehicle	129	144	204	224	224	224	237	252	266
Parking fee	258	242	224	246	246	246	247	248	249
Other (Specify)	-	-	-	-	-	-	-	-	-
Sales of scrap, waste, arms and other used current goods (ex cl Capital assets)	33	87	76	562	556	556	585	627	661
Transfers received from:	-	-	-	-	-	-	-	-	-
Other governmental units	-	-	-	-	-	-	-	-	-
Households and non-profit institutions	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	58 547	69 422	60 441	77 000	49 681	49 681	52 314	55 087	58 117
Interest, dividends and rent on land	-	-	19	-	29	29	-	54	57
Interest	-	-	19	-	29	29	-	54	57
Dividends	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Sales of capital assets	3 031	1 579	2 804	3 938	2 800	2 800	2 900	3 000	3 100
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Other capital assets	3 031	1 579	2 804	3 938	2 800	2 800	2 900	3 000	3 100
Transactions in financial assets and liabilities	948	3 146	2 539	1 834	1 787	1 787	1 937	2 044	2 156
Total departmental receipts	419 630	472 466	502 978	524 149	528 806	528 806	584 740	649 140	720 705

Table 8.11(a): Payments and estimates by economic classification: Transport

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	984,978	1,096,893	1,164,172	1,267,122	1,250,022	1,250,022	1,354,313	1,439,451	1,518,136
Compensation of employees	786,835	848,315	900,254	975,321	944,777	944,777	1,029,939	1,086,583	1,146,236
Salaries and wages	679,750	732,988	776,713	876,074	834,115	834,115	926,033	963,248	1,016,118
Social contributions	107,085	115,327	123,541	99,247	110,663	110,663	103,906	123,335	130,118
Goods and services	198,143	248,578	263,918	291,802	305,244	305,244	324,374	352,868	371,900
Administrative fees	202	89	95	222	78	78	246	260	274
Advertising	2,234	1,762	3,379	6,142	5,981	5,981	5,650	6,016	6,347
Minor assets	629	735	393	1,268	1,881	1,881	1,359	1,434	1,513
Audit cost: External	4,033	3,456	6,189	5,302	5,302	5,302	5,583	5,890	6,214
Bursaries: Employees	17	193	113	300	300	300	316	333	351
Catering: Departmental activities	1,481	1,109	893	2,166	1,686	1,716	1,959	2,068	2,182
Communication (G&S)	9,926	11,690	12,638	10,516	10,117	11,282	12,691	13,638	14,390
Computer services	9,977	10,765	15,134	29,805	15,551	15,006	16,295	17,191	18,137
Consultants and professional services: Business and advisory services	2,278	3,251	3,339	6,975	7,816	7,676	17,410	7,818	8,248
Infrastructure and planning	-	-	-	-	-	-	-	-	-
Laboratory services	-	-	-	-	-	-	-	-	-
Scientific and technological services	-	-	-	-	-	-	-	-	-
Legal services	2,609	12,359	990	1,050	1,050	4,050	1,106	1,167	1,231
Contractors	3,303	3,441	2,577	7,143	2,959	2,419	7,516	7,941	8,378
Agency and support / outsourced services	1,490	20,426	2,919	2,830	9,023	9,023	2,112	2,228	2,351
Entertainment	92	72	128	95	95	95	100	106	112
Fleet services (including government motor transport)	23,781	35,097	40,057	35,304	24,370	24,891	40,969	43,167	45,541
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	8,881	5,163	2,345	8,857	10,147	10,147	1,656	1,747	1,843
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	819	877	25	182	700	700	192	203	214
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	301	-	1,802	0	0	0	2,929	3,000	3,165
Consumable supplies	2,026	2,116	2,775	7,141	6,284	6,034	6,478	7,888	8,321
Consumable: Stationery, printing and office supplies	8,513	10,342	8,483	16,190	17,028	16,524	11,701	12,962	13,675
Operating leases	30,966	46,939	68,194	50,327	79,581	71,661	79,863	105,293	109,705
Property payments	41,939	44,688	58,019	59,163	61,758	65,406	66,642	70,308	74,175
Transport provided: Departmental activity	135	83	285	311	761	680	828	346	365
Travel and subsistence	30,067	25,453	25,643	28,191	29,365	30,248	28,742	29,115	31,717
Training and development	3,338	4,020	2,183	4,337	4,765	4,665	3,346	3,598	3,795
Operating payments	6,601	1,861	3,588	4,811	4,802	5,483	5,052	5,333	5,628
Venues and facilities	2,243	2,488	1,561	2,783	3,563	3,646	3,152	3,311	3,493
Rental and hiring	197	103	171	390	280	350	481	507	535
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	708,188	764,470	765,614	802,010	818,510	818,510	808,200	884,412	932,201
Provinces and municipalities	1,389	2,101	2,941	3,288	3,288	3,288	3,431	3,620	3,819
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	1,389	2,101	2,941	3,288	3,288	3,288	3,431	3,620	3,819
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	1,389	2,101	2,941	3,288	3,288	3,288	3,431	3,620	3,819
Departmental agencies and accounts	46,890	61,173	54,677	55,519	69,519	69,519	55,545	58,600	61,767
Social security funds	-	-	704	-	-	-	-	-	-
Provide list of entities receiving transfers	46,890	61,173	53,973	55,519	69,519	69,519	55,545	58,600	61,767
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	651,755	692,154	696,506	736,834	736,834	736,834	742,361	814,951	858,976
Public corporations	651,755	692,154	696,506	736,834	736,834	736,834	742,361	814,951	858,976
Subsidies on production	353,457	366,025	350,896	380,025	380,025	380,025	365,571	412,916	434,829
Other transfers	298,298	326,129	345,610	356,809	356,809	356,809	376,790	402,035	424,147
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	8,154	9,042	11,490	6,369	8,869	8,869	6,863	7,241	7,639
Social benefits	8,154	9,042	11,490	6,369	8,869	8,869	6,863	7,241	7,639
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	34,548	10,048	28,773	37,096	36,796	36,796	65,034	51,098	52,032
Buildings and other fixed structures	4,853	7,046	16,228	27,915	29,215	29,215	43,021	27,874	29,382
Buildings	3,467	1,796	16,228	24,815	26,115	26,115	41,421	27,874	29,382
Other fixed structures	1,386	5,250	-	3,100	3,100	3,100	1,600	-	-
Machinery and equipment	29,695	3,002	12,479	9,181	7,581	7,581	22,013	23,224	22,650
Transport equipment	15,799	918	10,982	2,300	2,145	2,145	14,493	15,290	14,280
Other machinery and equipment	13,896	2,084	1,497	6,881	5,436	5,436	7,520	7,934	8,370
Heritage Assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and sub-soil assets	-	-	66	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	203	2,032	-	900	900	-	-	-
Total economic classification	1,727,714	1,871,614	1,960,591	2,106,228	2,106,228	2,106,227	2,227,547	2,374,961	2,502,369

Table 8.11(b): Payments and estimates by economic classification: Programme 1: Administration

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19	2018/19	2018/19	2019/20	2020/21	2021/22
Current payments	463 629	512 466	532 372	603 541	569 241	569 241	633 719	669 114	706 728
Compensation of employees	305 987	317 964	327 174	381 799	356 799	356 799	403 908	425 838	449 149
Salaries and wages	263 711	273 915	281 770	330 175	305 277	305 277	350 292	355 558	375 004
Social contributions	42 276	44 049	45 404	51 624	51 522	51 522	53 616	70 280	74 145
Goods and services	157 642	194 502	205 198	221 742	212 441	212 442	229 811	243 276	257 579
of which									
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	1 089	864	2 097	4 300	4 320	4 320	3 705	3 964	4 182
Assets less than the capitalisation threshold	629	735	390	1 268	1 881	1 881	1 359	1 434	1 513
Audit cost: External	4 033	3 456	6 189	5 302	5 302	5 302	5 583	5 890	6 214
Bursaries: Employees	17	193	113	300	300	300	316	333	351
Catering: Departmental activities	562	533	474	732	872	902	772	815	860
Communication (G&S)	9 110	10 608	11 459	9 360	9 260	10 425	11 757	12 403	13 085
Computer services	9 977	10 765	15 134	15 551	15 551	15 006	14 861	17 191	18 137
Consultants and professional services: Business and advisory services	950	1 290	2 298	1 000	2 000	1 860	1 100	1 161	1 225
Consultants and professional services: Infrastructure and planning	-	-	-	-	-	-	-	-	-
Consultants and professional services: Laboratory services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Scientific and technological services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Legal costs	2 609	12 359	990	1 050	1 050	4 050	1 106	1 167	1 231
Contractors	6	1 270	997	957	957	417	1 009	1 064	1 123
Agency and support / outsourced services	-	-	-	-	500	500	-	-	-
Entertainment	92	72	128	95	95	95	100	106	112
Fleet services (including government motor transport)	23 781	35 097	40 057	35 304	24 370	24 891	40 969	43 167	45 541
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	-	-	-	0	0	0	-	-	-
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	772	877	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	1 158	773	1 422	3 790	3 790	3 540	3 817	4 026	4 247
Consumable: Stationery, printing and office supplies	5 249	4 733	4 599	7 702	7 702	7 197	6 165	8 647	9 122
Operating leases	30 966	46 939	43 101	50 327	50 327	42 407	47 657	45 619	48 051
Property payments	41 226	43 895	57 103	58 309	58 309	61 957	64 164	69 356	73 171
Transport provided: Departmental activity	135	30	101	311	311	230	328	346	365
Travel and subsistence	15 140	13 735	13 594	18 094	17 424	18 307	17 556	18 632	20 656
Training and development	3 338	4 011	2 183	4 265	4 265	4 165	3 270	3 518	3 711
Operating payments	5 510	1 411	2 150	2 339	2 339	3 020	2 467	2 605	2 749
Venues and facilities	1 293	856	619	1 385	1 515	1 598	1 750	1 832	1 933
Rental and hiring	-	-	-	0	0	70	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	9 390	9 759	12 190	9 768	12 268	12 268	10 546	11 127	11 739
Provinces and municipalities	1 389	2 101	2 941	3 288	3 288	3 288	3 431	3 620	3 819
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	1 389	2 101	2 941	3 288	3 288	3 288	3 431	3 620	3 819
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	1 389	2 101	2 941	3 288	3 288	3 288	3 431	3 620	3 819
Departmental agencies and accounts	1 590	1 335	1 200	2 139	2 139	2 139	2 394	2 526	2 665
Social security funds	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	1 590	1 335	1 200	2 139	2 139	2 139	2 394	2 526	2 665
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	6 411	6 323	8 049	4 341	6 841	6 841	4 721	4 981	5 255
Social benefits	6 411	6 323	8 049	4 341	6 841	6 841	4 721	4 981	5 255
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	12 461	2 848	2 314	7 681	6 781	6 781	7 520	7 934	8 370
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	12 461	2 848	2 248	7 681	6 781	6 781	7 520	7 934	8 370
Transport equipment	1 321	918	751	800	1 345	1 345	-	-	-
Other machinery and equipment	11 140	1 930	1 497	6 881	5 436	5 436	7 520	7 934	8 370
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	66	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	203	2 032	-	900	900	-	-	-
Total economic classification	485 480	525 276	548 908	620 990	589 190	589 189	651 785	688 175	726 837

Table 8.11(c): Payments and estimates by economic classification: Programme 2: Transport Operations

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	51 856	63 244	67 562	78 478	87 178	87 178	108 729	125 088	130 669
Compensation of employees	42 067	34 476	33 697	43 178	38 178	38 178	40 660	43 022	45 389
Salaries and wages	37 167	30 325	29 619	38 632	33 632	33 632	36 209	38 326	40 435
Social contributions	4 900	4 151	4 078	4 546	4 546	4 546	4 451	4 696	4 954
Goods and services	9 789	28 768	33 865	35 300	49 000	49 000	68 069	82 066	85 280
of which									
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	1 145	898	1 251	1 842	1 661	1 661	1 945	2 052	2 165
Assets less than the capitalisation threshold	-	-	-	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	580	407	324	1 052	602	602	590	843	889
Communication (G&S)	199	226	225	515	320	320	275	540	571
Computer services	-	-	-	14 254	-	-	-	-	-
Consultants and professional services: Business and advisory services	1 328	1 961	1 041	5 976	5 816	5 816	16 310	6 657	7 023
Consultants and professional services: Infrastructure and planning	-	-	-	-	-	-	-	-	-
Consultants and professional services: Laboratory services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Scientific and technological services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	-	-	13	3 380	11	11	3 558	3 766	3 973
Agency and support / outsourced services	-	18 950	-	-	-	-	-	-	-
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	783	1 007	29	794	604	604	838	884	933
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	-	309	999	2 155	1 302	1 302	895	2 001	2 111
Consumable: Stationery, printing and office supplies	-	319	274	453	603	603	687	1 193	1 259
Operating leases	-	-	25 093	-	29 254	29 254	37 248	59 674	61 654
Property payments	-	-	-	-	2 070	2 070	-	-	-
Transport provided: Departmental activity	-	-	184	-	450	450	500	-	-
Travel and subsistence	4 645	3 385	3 412	3 394	4 152	4 152	3 939	2 967	3 131
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	305	89	132	171	193	193	181	191	202
Venues and facilities	804	1 217	888	1 314	1 962	1 962	1 103	1 298	1 369
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	697 091	752 024	749 279	790 458	804 458	804 458	795 770	871 297	918 365
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	45 300	59 838	52 773	53 380	67 380	67 380	53 151	56 074	59 102
Social security funds	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	45 300	59 838	52 773	53 380	67 380	67 380	53 151	56 074	59 102
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	651 755	692 154	696 506	736 834	736 834	736 834	742 361	814 951	858 976
Public corporations	651 755	692 154	696 506	736 834	736 834	736 834	742 361	814 951	858 976
Subsidies on production	353 457	366 025	350 896	380 025	380 025	380 025	365 571	412 916	434 829
Other transfers	298 298	326 129	345 610	356 809	356 809	356 809	376 790	402 035	424 147
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	36	32	-	244	244	244	258	272	287
Social benefits	36	32	-	244	244	244	258	272	287
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	1 386	5 250	14 852	-	1 300	1 300	1 600	-	-
Buildings and other fixed structures	1 386	5 250	14 852	-	1 300	1 300	1 600	-	-
Buildings	-	-	14 852	-	1 300	1 300	-	-	-
Other fixed structures	1 386	5 250	-	-	-	-	1 600	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Transport equipment	-	-	-	-	-	-	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total economic classification	750 333	820 518	831 693	868 936	892 936	892 936	906 099	996 385	1 049 034
Less: Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Baseline available for spending	750 333	820 518	831 693	868 936	892 936	892 936	906 099	996 385	1 049 034

Table 8.11(d): Payments and estimates by economic classification: Programme 3: Transport Regulation

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	469 428	521 183	564 238	585 103	593 603	593 603	611 865	645 249	680 739
Compensation of employees	438 781	495 875	539 383	550 344	549 801	549 801	585 371	617 723	651 698
Salaries and wages	378 872	428 748	465 324	507 267	495 206	495 206	539 532	569 364	600 679
Social contributions	59 909	67 127	74 059	43 077	54 595	54 595	45 839	48 359	51 019
Goods and services	30 647	25 308	24 855	34 759	43 803	43 803	26 494	27 526	29 041
of which									
Administrative fees	202	89	95	222	78	78	246	260	274
Advertising	-	-	31	-	-	-	-	-	-
Assets less than the capitalisation threshold	-	-	3	-	-	-	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Bursaries: Employees	-	-	-	-	-	-	-	-	-
Catering: Departmental activities	339	169	95	382	212	212	597	410	433
Communication (G&S)	617	856	954	641	536	536	659	695	734
Computer services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Business and advisory services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Infrastructure and planning	-	-	-	-	-	-	-	-	-
Consultants and professional services: Laboratory services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Scientific and technological services	-	-	-	-	-	-	-	-	-
Consultants and professional services: Legal costs	-	-	-	-	-	-	-	-	-
Contractors	3 297	2 171	1 567	2 806	1 991	1 991	2 949	3 111	3 282
Agency and support / outsourced services	1 490	1 476	2 919	2 830	8 523	8 523	2 112	2 228	2 351
Entertainment	-	-	-	-	-	-	-	-	-
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-
Inventory: Clothing material and accessories	8 098	4 156	2 316	8 063	9 543	9 543	818	863	910
Inventory: Farming supplies	-	-	-	-	-	-	-	-	-
Inventory: Food and food supplies	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	-	-	-	-	-	-	-
Inventory: Learner and teacher support material	-	-	-	-	-	-	-	-	-
Inventory: Materials and supplies	47	-	25	182	700	700	192	203	214
Inventory: Medical supplies	-	-	-	-	-	-	-	-	-
Inventory: Medicine	-	-	-	-	-	-	-	-	-
Medsas inventory interface	-	-	-	-	-	-	-	-	-
Inventory: Other supplies	301	-	1 802	0	0	0	2 929	3 000	3 165
Consumable supplies	868	1 034	354	1 196	1 192	1 192	1 766	1 861	1 963
Consumable: Stationery, printing and office supplies	3 264	5 290	3 610	8 035	8 723	8 723	2 817	3 122	3 294
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	713	793	916	854	1 379	1 379	902	952	1 004
Transport provided: Departmental activity	-	53	-	-	-	-	-	-	-
Travel and subsistence	10 282	8 333	8 637	6 702	7 789	7 789	7 247	7 516	7 930
Training and development	-	9	-	72	500	500	76	80	84
Operating payments	786	361	1 306	2 300	2 270	2 270	2 404	2 537	2 677
Venues and facilities	146	415	54	84	86	86	299	181	191
Rental and hiring	197	103	171	390	280	280	481	507	535
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies to:	1 707	2 687	4 145	1 784	1 784	1 784	1 884	1 988	2 097
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	704	-	-	-	-	-	-
Social security funds	-	-	704	-	-	-	-	-	-
Provide list of entities receiving transfers	-	-	-	-	-	-	-	-	-
Universities and technikons	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	-	-	-	-	-	-	-	-	-
Public corporations	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	1 707	2 687	3 441	1 784	1 784	1 784	1 884	1 988	2 097
Social benefits	1 707	2 687	3 441	1 784	1 784	1 784	1 884	1 988	2 097
Other transfers to households	-	-	-	-	-	-	-	-	-
Payments for capital assets	20 701	1 950	11 607	29 415	28 715	28 715	55 914	43 164	43 662
Buildings and other fixed structures	3 467	1 796	1 376	27 915	27 915	27 915	41 421	27 874	29 382
Buildings	3 467	1 796	1 376	24 815	24 815	24 815	41 421	27 874	29 382
Other fixed structures	-	-	-	3 100	3 100	3 100	-	-	-
Machinery and equipment	17 234	154	10 231	1 500	800	800	14 493	15 290	14 280
Transport equipment	14 478	-	10 231	1 500	800	800	14 493	15 290	14 280
Other machinery and equipment	2 756	154	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Specialised military assets	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Land and subsoil assets	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total economic classification	491 836	525 820	579 990	616 302	624 102	624 102	669 663	690 401	726 498
Less: Unauthorised expenditure	-	-	-	-	-	-	-	-	-
Baseline available for spending	491 836	525 820	579 990	616 302	624 102	624 102	669 663	690 401	726 498

Table 8.12: Payments and estimates by economic classification: Public Transport Operation Grant

R thousand	Outcome			Main appropriation	Adjusted appropriation 2018/19	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Current payments	-	-	-	-	-	-	-	-	-
Compensation of employees	-	-	-	-	-	-	-	-	-
Salaries and wages	-	-	-	-	-	-	-	-	-
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	-	-	-	-	-	-	-	-	-
Administrative fees	-	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-	-
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	298 298	326 129	345 610	361 761	361 761	361 761	382 020	382 020	403 031
Provinces and municipalities	-	-	-	-	-	-	-	-	-
Provinces	-	-	-	-	-	-	-	-	-
Provincial Revenue Funds	-	-	-	-	-	-	-	-	-
Provincial agencies and funds	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipalities	-	-	-	-	-	-	-	-	-
Municipal agencies and funds	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts	-	-	-	-	-	-	-	-	-
Social security funds	-	-	-	-	-	-	-	-	-
Provide list of entities receiving transfers	-	-	-	-	-	-	-	-	-
Higher education institutions	-	-	-	-	-	-	-	-	-
Foreign governments and international organisations	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises	298 298	326 129	345 610	361 761	361 761	361 761	382 020	382 020	403 031
Public corporations	298 298	326 129	345 610	361 761	361 761	361 761	382 020	382 020	403 031
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	298 298	326 129	345 610	361 761	361 761	361 761	382 020	382 020	403 031
Private enterprises	-	-	-	-	-	-	-	-	-
Subsidies on production	-	-	-	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-	-	-	-
Non-profit institutions	-	-	-	-	-	-	-	-	-
Households	-	-	-	-	-	-	-	-	-
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	298 298	326 129	345 610	361 761	361 761	361 761	382 020	382 020	403 031

Gateway Airport Authority Limited

To be appropriated by Vote in 2019/20
Responsible MEC
Administering Department
Accounting Officer

R53 151 000
MEC of Transport
Department of Transport
Chief Executive Officer

Overview

Vision

To be an optimally functioning airports authority and centre of excellence for aviation services in the region.

Mission

To utilise the strategic location as a gateway in providing world class airport facilities that stimulate job creation, skills development and trade and tourism within the region.

Main services

To manage all non- private airports in the Limpopo province including Polokwane International Airport, in compliance with various legislative and administrative Acts such as the South African Civil Aviation Authority (SACAA) Act no. 40 of 98.

Legislative Mandates

- The Public Finance Management Act, (Act 1 of 1999).
- Companies Act, 2008, as amended.
- Civil Aviation Authority Act, (act 38 as amended).
- Labour Relations Act (Act 66 of 1995, as amended).
- Occupational Health and Safety Act, (Act 85 of 1993).
- The Preferential Procurement Policy Framework Act, (Act 5 of 2000).
- Memorandum of Incorporation.
- King III Report on Corporate Governance for South Africa.
- Framework for strategic performance plan and annual performance plan (Issued by National Treasury 2009).
- Framework for Managing Performance Information (Issued by National Treasury 2009).

Review of the current financial year (2018/19)

Gateway Airports Authority Limited achieved great milestones in the 2018/19 financial year with regards to leadership stability. Critical positions in management have been filled including a Board of Directors that has been appointed for a term of three year. The entity reviewed approach fees which will assist GAAL with the collection of fees and the Board has approved the tariff policy. This has been welcomed as GAAL is a schedule 3D and is expected to maximize profits and ultimately become self-sustainable. Furthermore, the entity has received R14 million earmarked for the CAA audit inspection.

Outlook for the coming financial year (2019/20)

The premise for the planning of 2019/20 financial year is based on the following outlook:

- The Entity will ensure the provision of safe air transportation environment through the maintenance of infrastructure and compliance with the applicable laws and regulations and the retaining of the International Airport licence.
- GAAL will be launching an additional Airline in the third quarter of the financial year as well as of launching the Aviation museum to stimulate aviation interest among the youth in the province.

Reprioritisation

The entity reprioritization was done within programs to cover for the unavoidable expenditure of R3.0 million.

Receipt and financing **Summary of receipts**

Table 8.1.1 below provides the departmental receipts per main category over the seven years period.

Table 8.13 (a): Summary of Receipts: GAAL

Rand thousand	Audited outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/2022
Sales of goods and services	14 472	18 959	20 153	27 335	26 018	24 772	28 897	30 291	31 763
aeronautical revenue	6 253	10 437	9 663	6 050	4 759	5 620	6 371	6 721	7 091
Non-aeronautical	5 956	5 042	7 057	17 750	17 724	15 617	18 991	20 035	21 137
Deferral on government grant	2 263	3 480	3 433	3 535	3 535	3 535	3 535	3 535	3 535
Interest	370	450	231	394	394	394	415	438	462
Departmental transfers	39 737	52 489	51 055	53 380	67 380	67 380	53 151	56 074	59 102
Total receipts	54 579	71 898	71 439	81 109	93 792	92 546	82 463	86 803	91 327

The budget of the department is comprised of equitable share and own revenue. The overall allocation of the department reflects positive growth of 1.9 percent in 2019/20, 5.6 percent in 2020/21 and 5.2 percent in 2021/22.

Entity receipts

Table 8.13(b) below provides a summary of the entity own receipts over the seven-years period.

Gateway Airport Authority Limited

Table 8.13(b) SUMMARY OF ACTUAL AND BUDGETED OWN RECEIPTS COLLECTION

R'000	Audited outcome			Main Appropriation	Adjusted Appropriation	Revised Estimates	BUDGET	BUDGET	BUDGET
	2015/16	2016/17	2017/18	2018/19	2018/19	2018/19	2019/20	2020/21	2021/22
Tax receipts	-	-	-	-	-	-	-	-	-
Sales of goods and services other than capital assets	14 472	18 959	20 153	27 335	26 044	26 044	28 897	30 291	31 763
Sales of goods and services produced by department (excl. capital assets)	14 472	18 959	20 153	27 335	26 044	26 044	28 897	30 291	31 763
Other sales	14 472	18 959	20 153	27 335	26 044	26 044	28 897	30 291	31 763
Of which						-			
Commission on insurance									
Tender documents									
Rentals									
Aeronautical Revenue	6 253	10 437	9 663	6 050	4 759	4 759	6 655	7 121	7 513
Non aeronautical revenue	5 956	5 042	7 057	17 750	17 724	17 724	18 906	20 139	21 247
Deferral on government grant	2 263	3 480	3 433	3 535	3 535	3 535	3 535	3 535	3 535
Transfers received from:									
Fines, penalties and forfeits						-			
Interest, dividends and rent on land	370	450	231	394	476	476	415	438	462
Interest	370	450	231	394	476	476	415	438	462
Dividends									
Rent on land									
Sales of capital assets	-	-	-	-	-	-	-	-	-
Financial transactions in assets and liabilities	-	-	-	-	-	-	-	-	-
Total departmental own source receipts	14 842	19 409	20 384	27 729	26 520	26 520	29 312	30 729	32 225

The Entity derives its own revenue from aeronautical and non-aeronautical revenue. The revenue estimates increase by 6.44 percent in 2019/20, 5.8 in 2020/21 and 4.9 percent in 2021/22. The increase is mainly due to the review of tariffs on rental of space and blue hangars.

Payment Summary

Key assumptions

The following general assumptions were considered in formulating the 2019/20 budget as guided by the Treasury guidelines:

- Consumer Price Index of 5.6 percent in 2019/20, 5.4 percent in 2020/21 and 5.4 percent in 2021/22.

Summary

The services rendered by the entity are categorized under three (3) programmes: Administration, Business Development and operations.

Table 8.14 (a) and 8.14 (b) below provides a summary of payments and estimates per programme over the seven year period.

Table 8.14 (a): Summary payments and estimates by programme by programme: GAAL

	Audited outcome			Main Appropriation	Adjusted Appropriation	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Rand thousand									
Programmes									
Administration	37 511	23 574	26 823	33 378	30 589	27 494	33 370	34 471	36 367
Business Development	2 116	2 581	4 617	4 837	3 037	2 742	3 998	3 394	3 581
Operations	25 215	53 998	38 960	39 310	56 894	38 163	40 948	43 093	44 726
Total	64 842	80 153	70 400	77 525	90 520	68 399	78 316	80 958	84 674

Table 8.14 (b): Summary payments and estimates economic classification: GAAL

	Audited outcome			Main Appropriation	Adjusted Appropriation 2018/19	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Rand thousand									
Economic classification									
Current payments	59 407	67 153	68 157	74 525	73 520	65 399	78 316	80 958	84 673
Compensation of employees	23 453	29 300	33 271	35 937	35 937	34 784	38 050	40 131	42 338
Salaries and wages	23 453	29 300	33 271	35 937	35 937	34 784	38 050	40 131	42 338
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	35 954	37 853	34 886	38 588	37 583	30 615	40 266	40 827	42 335
Administrative fees	4 183	640	1 010	916	775	561	1 039	1 085	1 145
Advertising	373	350	2 107	2 270	570	138	180	-	-
Minor Assets	308	-	49	20	20	20	-	-	-
Audit cost: External	2 396	1 772	2 989	2 800	2 100	2 541	2 100	3 111	3 282
Bursaries: Employees	-	-	44	300	250	210	400	333	351
Communication (G&S)	1 023	1 190	907	880	880	972	842	624	658
Computer services	447	1 030	454	920	840	434	2 385	2 516	2 655
Consultants and professional services: Business and advisory	2 167	503	1 327	3 541	1 631	1 694	3 042	2 442	2 577
Scientific and technological services	91	-	-	-	-	-	-	-	-
Legal services	1 882	3 241	1 353	5 805	5 805	5 083	5 159	5 333	5 626
Contractors	-	19 165	16 364	9 633	14 670	11 572	14 456	15 251	16 090
Agency and support / outsourced services	11 547	5 893	2 211	5 994	4 759	4 293	5 839	5 763	5 342
Entertainment	50	52	86	100	60	41	105	-	-
Fleet services (including government motor transport)	204	-	-	-	-	-	-	170	179
Inventory: Clothing material and accessories	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	51	317	208	150	300	166	420	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	359	-	9	1 530	600	458	421	-	-
Consumable: Stationery,printing and office supplies	249	378	130	100	200	20	150	113	120
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	-	2 718	4 612	2 000	2 550	698	2 106	2 268	2 393
Transport provided: Departmental activity	-	-	-	-	-	38	-	-	-
Travel and subsistence	146	363	789	781	791	424	596	628	663
Training and development	411	241	237	848	782	1 252	1 026	1 189	1 254
Operating payments	10 067	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	5 435	13 000	2 243	3 000	17 000	3 000	-	-	1
Buildings and other fixed structures	-	13 000	2 243	3 000	17 000	3 000	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	13 000	2 243	3 000	17 000	3 000	-	-	-
Machinery and equipment	5 435	-	-	-	-	-	-	-	-
Other machinery and equipment	5 435	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	0	0
Total	64 842	80 153	70 400	77 525	90 520	68 399	78 316	80 958	84 674

The overall allocation of the department reflects an increase of 1.0 percent in 2019/20, an increase of 3.3 percent in 2020/21 and increase of 5.5 percent in 2021/22.

Compensation of Employees reflects an increase of 5.8 percent in 2019/20 and 6.9 percent increase in 2020/21 to cater for improvement of condition of service and also a positive growth of 5.5 percent in 2021/22.

Goods and Services reflects a decrease of 1.9 percent in 2019/20, an increase of 2.8 percent in 2020/21 and a positive growth of 5.5 percent in 2021/22 to cater for contractual obligations.

Payments for capital assets classification was not budgeted for over 2019 MTEF period. The entity will be concentrating on finalizing the CAA projects funded in 2018/19 adjustment budget and started during January 2019.

Infrastructure payment

Departmental Infrastructure payments

Table 8.14 (c) below provides summary of infrastructure expenditure and estimates by category over the seven-year period.

Table 8.14 (c): Summary of Infrastructure payments and estimates by category: GAAL

R thousand	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Existing infrastructure assets	-	-	-	-	-	-	-	-	-
New infrastructure assets	-	-	-	-	-	-	-	-	-
Infrastructure transfers	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	3 000	-	3 000	-	-	-
Building and other fixed structures	-	-	-	3 000	-	3 000	-	-	-
Other machinery and equipment	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	-	-	-	3 000	-	3 000	-	-	-

There is no budget allocated for infrastructure development over 2019 MTEF period due to budget constraints. The budget of infrastructure maintenance will be reprioritised to non-spending items during 2019/20 adjustment budgets.

Programme Description

Programme 1: Administration

Program purpose: *The development and execution of the organization's strategy. The primary deliverable is the achievement of the organization's key performance targets aligned with good corporate governance.*

Table 8.15 (a) and 8.15 (b) below provides summary of payments and estimates by sub-programme and economic classification over the seven year period.

Table 8.15 (a): Summary payments and estimates by programme: Administration GAAL

Rand thousand	Audited outcome			Main Appropriation	Adjusted Appropriation	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Programmes									
Administration	37 511	23 574	26 823	33 378	30 589	27 494	33 370	34 471	36 367
Business Development	2 116	2 581	4 617	4 837	3 037	2 742	3 998	3 394	3 581
Total	64 842	80 153	70 400	77 525	90 520	68 399	78 316	80 958	84 674

Table 8.15 (b): Summary payments and estimates by economic classification: Administration GAAL

	Audited outcome			Main Appropriation	Adjusted Appropriation	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Rand thousand									
<u>Economic classification</u>									
Current payments	59 407	67 153	68 157	74 525	73 520	65 399	78 316	80 958	84 673
Compensation of employees	23 453	29 300	33 271	35 937	35 937	34 784	38 050	40 131	42 338
Salaries and wages	23 453	29 300	33 271	35 937	35 937	34 784	38 050	40 131	42 338
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	35 954	37 853	34 886	38 588	37 583	30 615	40 266	40 827	42 335
Administrative fees	4 183	640	1 010	916	775	561	1 039	1 085	1 145
Advertising	373	350	2 107	2 270	570	138	180	-	-
Minor Assets	308	-	49	20	20	20	-	-	-
Audit cost: External	2 396	1 772	2 989	2 800	2 100	2 541	2 100	3 111	3 282
Bursaries: Employees	-	-	44	300	250	210	400	333	351
Communication (G&S)	1 023	1 190	907	880	880	972	842	624	658
Computer services	447	1 030	454	920	840	434	2 385	2 516	2 655
Consultants and professional services	2 167	503	1 327	3 541	1 631	1 694	3 042	2 442	2 577
Scientific and technological services	91	-	-	-	-	-	-	-	-
Legal services	1 882	3 241	1 353	5 805	5 805	5 083	5 159	5 333	5 626
Contractors	-	19 165	16 364	9 633	14 670	11 572	14 456	15 251	16 090
Agency and support / outsourced	11 547	5 893	2 211	5 994	4 759	4 293	5 839	5 763	5 342
Entertainment	50	52	86	100	60	41	105	-	-
Fleet services (including government)	204	-	-	-	-	-	-	170	179
Inventory: Clothing material and	-	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	51	317	208	150	300	166	420	-	-
Inventory: Materials and supplies	-	-	-	-	-	-	-	-	-
Consumable supplies	359	-	9	1 530	600	458	421	-	-
Consumable: Stationery, printing and	249	378	130	100	200	20	150	113	120
Operating leases	-	-	-	-	-	-	-	-	-
Property payments	-	2 718	4 612	2 000	2 550	698	2 106	2 268	2 393
Transport provided: Departmental	-	-	-	-	-	38	-	-	-
Travel and subsistence	146	363	789	781	791	424	596	628	663
Training and development	411	241	237	848	782	1 252	1 026	1 189	1 254
Operating payments	10 067	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	5 435	13 000	2 243	3 000	17 000	3 000	-	-	1
Buildings and other fixed structures	-	13 000	2 243	3 000	17 000	3 000	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	13 000	2 243	3 000	17 000	3 000	-	-	-
Machinery and equipment	5 435	-	-	-	-	-	-	-	-
Other machinery and equipment	5 435	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	64 842	80 153	70 400	77 525	90 520	68 399	78 316	80 958	84 674

The programme constitutes 34 percent of the total departmental budget. The programme includes centralised compensation of employees, board fees and legal cost. The movement in computer services is due to the server upgrade and server room compliance requirements.

Programme 2: Business Development

Programme purpose: This programme is responsible for new business development and marketing. It is also responsible for maintaining existing business and stakeholder relationships whilst developing and finalising partnerships with other key stakeholders.

Table 8.16 (a) and 8.16 (b) below provides summary of payments and estimates by sub-programme and economic classification over the seven-year period.

Table 8.16 (a): Summary of payments and estimates by programme: Business Development GAAL

Rand thousand	Audited outcome			Main Appropriated	Adjusted Appropriated	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Main Subprogrammes									
Business Development	2 116	2 581	4 617	4 837	3 037	2 742	3 998	3 394	3 581
Other	-	-	-	-	-	-	-	-	-
Total	2 116	2 581	4 617	4 837	3 037	2 742	3 998	3 394	3 581

Table 8.16 (b): Summary of payments and estimates by economic classification: Business Development GAAL

Rand thousand	Audited outcome			Main Appropriated	Adjusted Appropriated	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Economic classification									
Current payments	2 116	2 581	4 617	4 837	3 037	2 742	3 998	3 394	3 581
Compensation of employees	1 786	2 231	2 534	2 737	2 737	2 649	2 898	3 056	3 224
Salaries and wages	1 786	2 231	2 534	2 737	2 737	2 649	2 898	3 056	3 224
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	330	350	2 083	2 100	300	93	1 100	338	357
Administrative fees	-	-	13	-	-	3	-	-	-
Advertising	315	350	1 970	2 070	270	82	100	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Communication (G&S)	-	-	-	-	-	-	-	-	-
Consultants and professional services	-	-	84	-	-	-	1 000	338	357
Entertainment	-	-	-	-	20	5	-	-	-
Travel and subsistence	15	-	16	30	10	3	-	-	-
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest (Incl. interest on finance)	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	-	-	-	-	-	-	-	-
Buildings and other fixed structures	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	-	-	-	-	-	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	2 116	2 581	4 617	4 837	3 037	2 742	3 998	3 394	3 581

The programme constitutes 3.0 percent of the total departmental budget. The programme includes business marketing of the Airport. There is positive growth of 32 percent in 2019/20, decrease 15 percent in 2020/21 and 5.5 percent in 2021/22. The movement is due to the new initiative will embarking on for revenue purposes.

Service Delivery Measures

No:	Performance indicator	Medium-term targets		
		2019/20	2020/2021	2021/2022
2.1	Number of lease agreements entered into	6	4	2
2.2	Number of revenues generating projects implemented:			
	a) Airlines: Mango, SAA Express, FLYFofa, SAFAir	1	1	1
	b) Aviation Museum	1	-	-
	c) Gateway Printing and Courier	1	-	-
2.3	Implement Stakeholder management plan	8	8	8
2.4	Number of marketing campaigns conducted:			
	a) Conduct ADS- Airport Demographic Survey	55 000	-	-
	b) PIA Awareness campaigns	4	4	4

Programme 3: Business Operations

The purpose of the programme is to focus on the operations and infrastructure management at PIA. The sub-programmes include Airside Operations and Landside Operations.

Table 8.17 (a) and 8.17 (b) below summarize payments and estimates by sub-programme and economic classification over seven year period.

Table 8.17 (a): Summary of payments and estimates by programme: Operations GAAL

Rand thousand	Audited outcome			Main Appropriated	Adjusted Appropriated	Revised estimate	Medium-term revenue estimate		
	2015/16	2016/17	2017/18				2019/20	2020/21	2021/22
Main Subprogrammes									
Operation	25 215	53 998	38 960	39 310	56 894	38 163	40 948	43 093	44 726
Other	-	-	-	-	-	-	-	-	-
Total	25 215	53 998	38 960	39 310	56 894	38 163	40 948	43 093	44 726

Table 8.17 (b): Summary of payments and estimates by economic classification: Operations GAAL

Table 6.17 (b): Summary of payments and estimates by economic classification: Operations GAAE									
	Audited outcome			Main Appropriated	Adjusted Appropriated	Revised estimate	Medium-term revenue estimate		
Rand thousand	2015/16	2016/17	2017/18	2018/19			2019/20	2020/21	2021/22
Economic classification									
Current payments	25 215	40 998	36 815	36 310	39 894	35 163	40 948	43 093	44 726
Compensation of employees	12 759	15 940	18 100	19 550	19 550	18 923	20 700	21 832	23 033
Salaries and wages	12 759	15 940	18 100	19 550	19 550	18 923	20 700	21 832	23 033
Social contributions	-	-	-	-	-	-	-	-	-
Goods and services	12 456	25 058	18 715	16 760	20 344	16 240	20 248	21 261	21 693
Administrative fees	146	-	29	30	30	30	166	175	185
Advertising	-	-	-	-	-	-	-	-	-
Minor Assets	308	-	49	20	20	20	-	-	-
Audit cost: External	-	-	-	-	-	-	-	-	-
Communication (G&S)	6	-	-	-	-	-	-	-	-
Computer services	-	-	-	-	-	-	-	-	-
Consultants and professional services	-	-	-	-	-	-	-	-	-
Scientific and technological services	91	-	-	-	-	-	-	-	-
Legal services	-	-	-	-	-	-	-	-	-
Contractors	-	19 165	16 364	9 633	14 670	11 572	14 456	15 251	16 090
Agency and support / outsourced	11 419	5 893	2 144	5 797	4 759	4 293	5 237	5 763	5 342
Entertainment	23	-	5	-	-	-	-	-	-
Fleet services (including government)	103	-	-	-	-	-	-	-	-
Inventory: Fuel, oil and gas	-	-	87	150	150	115	320	-	-
Consumable supplies	358	-	8	1 130	100	27	-	-	-
Property payments	-	-	-	-	550	153	-	-	-
Transport provided: Departmental	-	-	-	-	-	-	-	-	-
Travel and subsistence	2	-	29	-	65	30	69	72	76
Training and development	-	-	-	-	-	-	-	-	-
Operating payments	-	-	-	-	-	-	-	-	-
Venues and facilities	-	-	-	-	-	-	-	-	-
Rental and hiring	-	-	-	-	-	-	-	-	-
Interest and rent on land	-	-	-	-	-	-	-	-	-
Interest (Incl. interest on finance)	-	-	-	-	-	-	-	-	-
Rent on land	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Payments for capital assets	-	13 000	2 145	3 000	17 000	3 000	-	-	-
Buildings and other fixed structures	-	13 000	2 145	3 000	17 000	3 000	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other fixed structures	-	13 000	2 145	3 000	17 000	3 000	-	-	-
Machinery and equipment	-	-	-	-	-	-	-	-	-
Payments for financial assets	-	-	-	-	-	-	-	-	-
Total	25 215	53 998	38 960	39 310	56 894	38 163	40 948	43 093	44 726

The programme constitutes 63.0 percent of the total departmental budget. The programme reflects a decrease of 28.0 percent in 2019/20 due to the R17 million earmarked funding to address CAA findings, 5 percent positive growth in 2020/21 and a positive increase of 3.8 percent in 2021/22.

Service Delivery Measures

Programme 3: Business Operations		Medium-term targets		
		2019/20	2020/21	2021/22
3.1	Number of CAA safety and security measures implemented	4	4	4
3.2	Number of Calibrations done on Navigational aid (ILS, DVOR, DME)	3	3	3
3.3	Implementation of the maintenance plan	4	4	4
3.4	Application of Fuel Licence	1	-	-
3.5	Establish small cargo handling facilities	1	-	-
3.6	Retention of the Airport's Licence Category 7	1	1	1
3.7	Facilitate registration of a provincial airline for JV's and code sharing agreements	1	-	-
3.8	Implement Airport to Airport road feeder service delivery Plan	Infrastructure refurbishment of Thohoyandou	Infrastructure refurbishment of Giyani	Infrastructure refurbishment of Hoedspruit