



## DEPARTMENT OF TRANSPORT, ROADS & PUBLIC WORKS

### BACKGROUND

The core responsibilities of the department are as follows;

- Provide and maintain infrastructure
- Assist client departments with the construction of buildings and other fixed structures
- Poverty reduction through social development
- Job creation through the investment in EPWP

## BACKGROUND

- The department was allocated a budget of R 377m for the 2006/07 financial year
- An amount of R2,1m was received as roll-over from the 2005/06 financial year
- From the total budget of R 377m, a total of R 294m will be spent on in infrastructure for 2006/07
- An amount of R 8m was received for flood damages
- Notably, the bulk of expenditure will be on buildings & other fixed structures (40%) & the maintenance of roads (15%).

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## Expenditure Trends 2006/07

### VOTE 5: TRANSPORT, ROADS & PUBLIC WORKS SUMMARY

| Programmes                 | Actual<br>Expenditure<br>Apr 06- Dec 06 | Adjusted<br>Budget<br>2006/07 | Variance       | % Spent to<br>date     |
|----------------------------|---|-------------------------------|----------------|------------------------|
| Administration             | 26,507                                  | 37,716                        | 11,209         | 70                     |
| Public Works               | 43,776                                  | 44,758                        | 982            | 98                     |
| Road Infrastructure        | 163,077                                 | 233,054                       | 69,977         | 70                     |
| Public Transport           | 4,938                                   | 13,467                        | 8,529          | 37                     |
| Community Based Programme  | 30,759                                  | 47,334                        | 16,575         | 65                     |
| Statutory                  | 643                                     | 854                           | 211            | 75                     |
| <b>TOTAL APPROPRIATION</b> | <b>269,700</b>                          | <b>377,183</b>                | <b>107,483</b> | <b>72</b> <sup>4</sup> |

## Expenditure Trends 2006/07

**The infrastructure budget for 2006/07 is R 294 million which is divided as follows;**

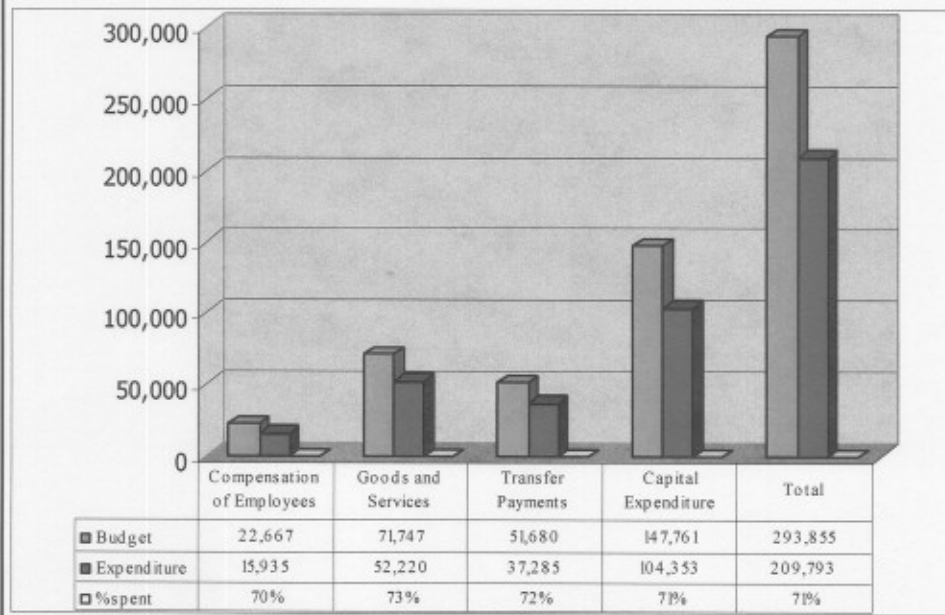
- Roads Infrastructure R 233 million
- Public Transport R 14 million
- Community Based Programme R 47 million

**It is sub-divided into the following items;**

- Compensation of employees R 23 million
- Current Expenditure R 72 million
- Transfer Payments R 52 million
- Capital Expenditure R 147 million

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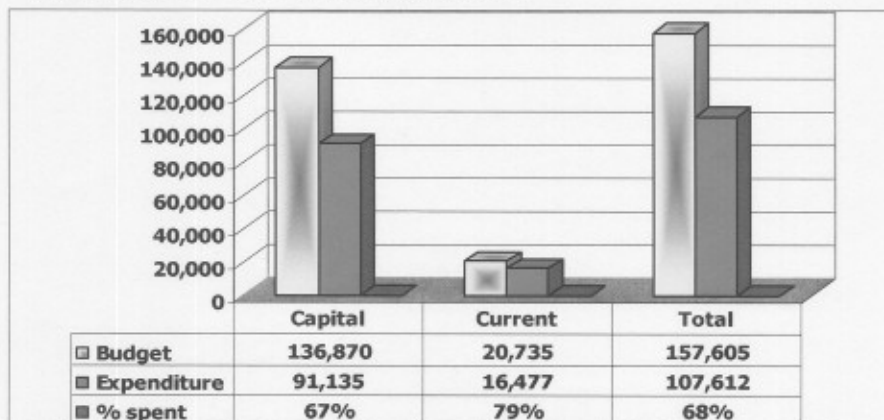
## INFRASTRUCTURE RESULTS 2006/07, THIRD QUARTER



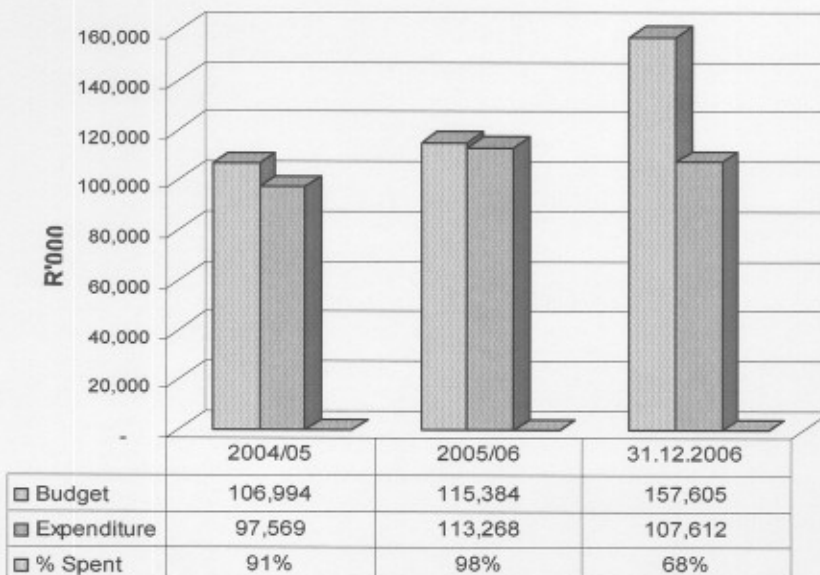
## Conditional Grant Allocation

From the total infrastructure budget of R 294m, the total allocation for conditional grant is R 158 m of which;

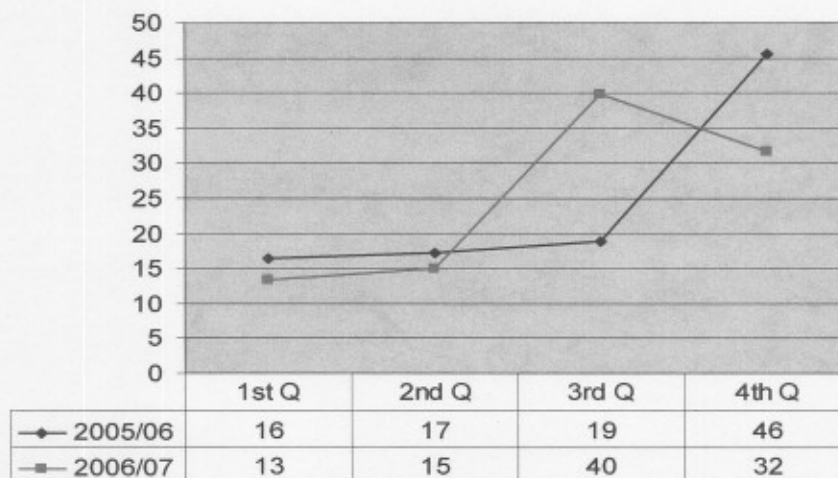
- Current expenditure allocation is R 21 million
- Capital expenditure allocation is R 137 million
- The total spending at third quarter is 68%



## Conditional Grant Spending from 2004



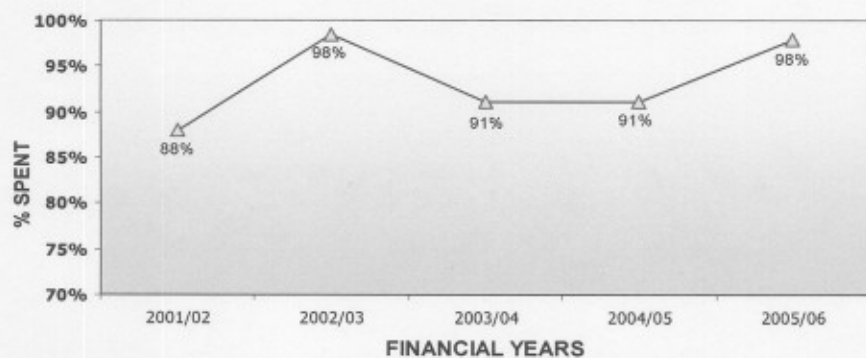
### % Conditional grant expenditure trend per quarter



### Capital Spending on Infrastructure (12 months)

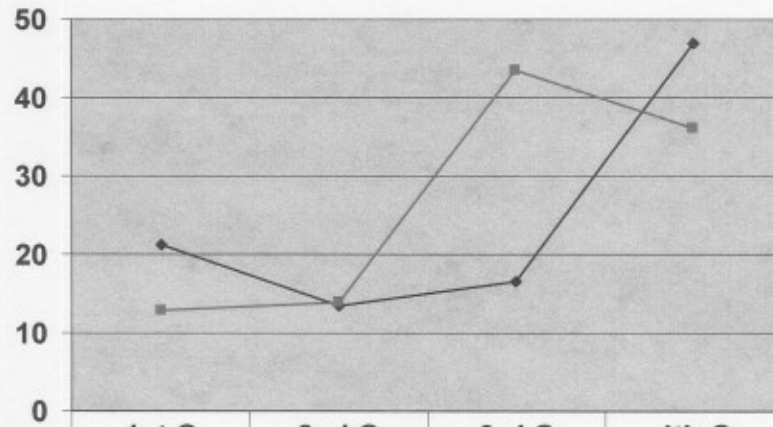
|                | 2001/02 | 2002/03 | 2003/04 | 2004/05 | 2005/06 |
|----------------|---------|---------|---------|---------|---------|
| Capital Budget | 140,089 | 160,257 | 103,183 | 109,341 | 112,317 |
| Expenditure    | 123,302 | 157,788 | 93,967  | 99,661  | 109,988 |
| Variance       | 16,787  | 2,469   | 9,216   | 9,680   | 2,329   |

### CAPITAL SPENDING





**% Capital expenditure trend per quarter**



|         | 1st Q | 2nd Q | 3rd Q | 4th Q |
|---------|-------|-------|-------|-------|
| 2005/06 | 21    | 13    | 17    | 47    |
| 2006/07 | 13    | 14    | 43    | 36    |

## DEPARTMENTS MONITORING CAPACITY

- The budget office meets with the Infrastructure Directorates on a weekly basis regarding the spending trends on infrastructure.
- Flood damages as a result of weather conditions impacted on the spending pattern for the first six months.
- With the understanding and implementation of IDIP, we have started with planning & design in 2006/07 for the 2007/08 and 2008/09 years.

## **DEPARTMENTS MONITORING CAPACITY**

- The Department has signed service level agreements with five district municipalities.
- A reporting template stating funds transferred, confirmation of bank details and monthly expenditure has been designed for the municipalities.
- Funds will be withheld where there is non-compliance in terms of DORA by municipalities.
- The department has submitted a draft infrastructure plan

# **THANK YOU!**