

Proposed Amendments to the Adjustments Appropriation Bill [B35-2018]



1. Introduction

The Money Bills Amendment Procedure and Related Matters Act (No. 9 of 2009) makes provision for the amendment of the Adjustments Appropriation Bill [B35-2018].

We therefore propose five amendments to the Adjustments Appropriations Bill [B35-2018], to support senior citizens, improve road maintenance and improve rail transport.

We will also oppose the Special Appropriations Bill [B36-2018] to reduce the budget deficit.

2. Proposals

We propose the following amendments:

- **Department of Social Development [Vote #17]:** We propose an amendment to the Adjustments Appropriation Bill [B35-2018] to increase the appropriation of *Vote 17: Social Development* by R1.249 billion, to give the 3.5 million “old age grant” beneficiaries an end of year “top up” amounting to 20% of the “old age grant”, or R355 per beneficiary, on top of the “old age grant”.
- **Department of Transport [Vote #35]:** We propose an amendment to the Adjustments Appropriation Bill [B35-2018] to increase the appropriation of *Vote 35: Transport (Programme 4)* by R2.75 billion for maintenance of roads.
- **Department of Transport [Vote #35]:** We propose an amendment to the Adjustments Appropriation Bill [B35-2018] to increase the appropriation of *Vote 35: Transport, (Programme 3)* by R3 billion for the improvement of rail transport.

3. Savings

We propose the following savings to fund the amendments:

- **Department of Public Enterprises [Vote #9]:** We propose an amendment to the Adjustments Appropriation Bill [B35-2018] to decrease the appropriation

of *Vote 9: Public Enterprises* by R1.249 billion, which was appropriated to bailout South African Express Airways SOC Ltd.

- **Department of Transport [Vote #35]:** We propose an amendment to the Adjustments Appropriation Bill [B35-2018] to decrease the appropriation of *Vote 35: Transport* by R5.75 billion, which was appropriated to bailout the Gauteng Freeway Improvement Project.

4. Deficit

We oppose the Special Appropriations Bill [B36-2018], which appropriates R5 billion for yet another bailout of South African Airways, in order to ensure that the budget deficit remains under 4% of GDP in South Africa.

5. Conclusion

We think our proposals for five amendments to the Adjustments Appropriation Bill [B35-2018] will go a long way in providing support for senior citizens, improve the maintenance of roads and to improve rail transport in South Africa.

Reductions

- SA Express bailout: - R1.249 billion
- Gauteng freeway improvement network: - R5.75 billion

Increases

- Social Assistance (“Old Age Grant”): + R1.249 billion
- Non-toll road network: + R2.75 billion
- Rail Transport: + R3 billion

Total= R0

ADJUSTMENTS APPROPRIATION

AMENDMENT BILL

Appendix 1 – Amended Adjustments Appropriation Bill [B35-2018] Schedule

Proposed Amendments

REPUBLIC OF SOUTH AFRICA

Proposed Amendments to [B35-2018]

Schedule

Vote		Total	Current Payments			Transfers and Subsidies	Payments for Capital Assets	Payments for Financial Assets
			Compensation of employees	Goods and Services	Interest and Rent on Land			
		R'000	R'000	R'000	R'000	R'000	R'000	
1	The Presidency 1 Administration 2 Executive Support							
3	Communications 1 Administration 2 Communications Policy, Research and Development 3 Industry and Capacity Development 4 Entity Oversight							
4	Cooperative Governance and Traditional Affairs 1 Administration 2 Regional and Urban Development and Legislative Support 3 Institutional Development 4 National Disaster Management Centre 5 Local Government Support and Intervention Management 6 Community Work Programme							
5	Home Affairs 1 Administration 2 Citizen Affairs							
6	International Relations and Cooperation 1 Administration 2 International Relations 3 International Cooperation 4 Public Diplomacy and Protocol Services							
7	National Treasury 1 Administration 2 Economic Policy, Tax, Financial Regulation and Research 3 Public Finance and Budget Management 4 Asset and Liability Management 5 Financial Accounting and Supply Chain Management Systems 6 International Financial Relations 7 Civil and Military Pensions, Contributions to Funds and Other Benefits 8 Technical Support and Development Finance							
8	Planning, Monitoring and Evaluation 1 Administration 2 National Planning Coordination 3 Sector Planning and Monitoring 4 Public Sector Monitoring and Capacity Development							

Vote		Total	Current Payments			Transfers and Subsidies	Payments for Capital Assets	Payments for Financial Assets
			Compensation of employees	Goods and Services	Interest and Rent on Land			
	5 Frontline and Citizen-Based Service Delivery and Monitoring 6 Evidence and Knowledge Systems 7 National Youth Development							
9	Public Enterprises 1 Administration 3 Business Enhancement, Transformation and Industrialisation <i>Of which</i> - South African Express Airways SOC Ltd	(1,249,000) (1,249,000)					(1,249,000) (1,249,000) (1,249,000)	
10	Public Service and Administration 1 Administration 2 Policy Development, Research and Analysis 3 Public Service Employment and Conditions of Service 4 Government Chief Information Officer 5 Service Delivery Support 6 Governance of Public Administration							
11	Public Works 1 Administration 2 Intergovernmental Coordination 3 Expanded Public Works Programme 4 Property and Construction Industry Policy and Research 5 Prestige Policy							
12	Statistics South Africa 1 Administration 2 Economic Statistics 3 Population and Social Statistics 4 Methodology, Standards and Research 5 Statistical Support and Informatics 6 Statistical Collection and Outreach 7 Survey Operations							
13	Women 1 Administration 2 Social Transformation and Economic Empowerment 3 Policy, Stakeholder Coordination and Knowledge Management							
14	Basic Education 1 Administration 2 Curriculum Policy, Support and Monitoring 3 Teachers, Education Human Resources and Institutional Development 4 Planning, Information and Assessment 5 Educational Enrichment Services							
15	Higher Education and Training							

Vote		Total	Current Payments			Transfers and Subsidies	Payments for Capital Assets	Payments for Financial Assets
			Compensation of employees	Goods and Services	Interest and Rent on Land			
	3 State Legal Services 5 Auxiliary and Associated Services							
22	Office of the Chief Justice and Judicial Administration 1 Administration 2 Superior Court Services 3 Judicial Education and Support							
23	Police 1 Administration 3 Detective Services							
25	Economic Development 1 Administration 2 Growth Path and Social Dialogue 3 Investment, Competition and Trade							
26	Energy 1 Administration 2 Energy Policy and Planning 3 Petroleum and Petroleum Products Regulation 4 Electrification and Energy Programme and Project Management 5 Nuclear Energy 6 Clean Energy							
27	Environmental Affairs 6 Environmental Programmes							
28	Labour 1 Administration 2 Inspection and Enforcement Services 3 Public Employment Services 4 Labour Policy and Industrial Relations							
29	Mineral Resources 1 Administration 4 Mineral Policy and Promotion							
30	Science and Technology 1 Administration 2 Technology Innovation 3 International Cooperation and Resources 4 Research, Development and Support 5 Socio-Economic Innovation Partnerships							
31	Small Business Development 1 Administration 2 Sector Policy and Research 3 Integrated Cooperative Development							

Vote		Total	Current Payments			Transfers and Subsidies	Payments for Capital Assets	Payments for Financial Assets
			Compensation of employees	Goods and Services	Interest and Rent on Land			
	4 Enterprise Development and Entrepreneurship							
32	Telecommunications and Postal Services 1 Administration 2 International Affairs and Trade 3 Policy, Research and Capacity Development 4 ICT Enterprise Development and Public Entities Oversight 5 ICT Infrastructure Support							
33	Tourism 3 Destination Development							
34	Trade and Industry 1 Administration 2 International Trade and Economic Development 3 Special Economic Zones and Economic Transformation 4 Industrial Development 5 Consumer and Corporate Regulation 6 Incentive Development and Administration 7 Trade and Investment South Africa 8 Investment South Africa							
35	Transport 3 Rail Transport 4 Road Transport <i>of which</i> – South African National Roads Agency – Gauteng freeway improvement project – Non-toll network: Capital 7 Public Transport	0 3,000,000 (3,000,000)			0 3,000,000 (3,000,000) (5,750,000) 2,750,000			
36	Water and Sanitation 1 Administration 2 Water Planning and Information Management 3 Water Infrastructure Development 4 Water Sector Regulation							
37	Arts and Culture 1 Administration 2 Institutional Governance 3 Arts and Culture Promotion and Development 4 Heritage Promotion and Preservation							
38	Human Settlements 1 Administration 2 Human Settlements Policy, Strategy and Planning 3 Human Settlements Delivery Support							

Vote		Total	Current Payments			Transfers and Subsidies	Payments for Capital Assets	Payments for Financial Assets
			Compensation of employees	Goods and Services	Interest and Rent on Land			
	4 Housing Development Finance							
39	Rural Development and Land Reform 1 Administration 2 National Geomatics Management Services 3 Rural Development 4 Restitution 5 Land Reform							
40	Sport and Recreation South Africa 1 Administration 2 Active Nation 3 Winning Nation 4 Sport Support 5 Sport Infrastructure Support							
Total		0	0	0	1,249,000	(1,249,000)		