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BUDGET 2015

ESTIMATES OF NATIONAL EXPENDITURE

VOTE 19

**DEFENCE AND
MILITARY VETERANS**



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

Estimates of National Expenditure

2015

National Treasury

Republic of South Africa

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The 2015 Estimates of National Expenditure e-publications are compiled with the latest available information from departmental and other sources. Some of this information is unaudited or subject to revision.

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za.

Compared to the abridged version of the 2015 ENE, the 2015 ENE e-publications provide more detailed information, including on goods and services, transfers and subsidies, as well as on programme specific personnel expenditure. The abridged version of the ENE contains one additional table at the end of a chapter that shows expenditure on infrastructure, whereas the vote ENE e-publications' additional tables also contain summaries of expenditure on conditional allocations to provinces and municipalities; departmental public private partnerships; and donor funding. Budget information is also provided for the public entities that are not shown in detail in the abridged publication. In some e-publications more detailed information at the level of site service delivery is included.

Foreword

Some of the tough economic conditions occasioned by the 2008 to 2009 global financial crisis continue to plague most parts of the world: Economic growth remains sluggish, unemployment and inequality levels are elevated, while financial markets tend to reposition themselves substantially at the slightest sign of unsettling news. As an open economy, South Africa is highly susceptible to global economic developments, often disproportionately so. In the face of all of this, the 2015 Medium Term Expenditure Framework (MTEF) response provides for positive real growth in expenditure averaging 2.1 per cent per year. The annual budget reaches R1.6 trillion by 2017/18.

True to the commitment government made in the Medium Term Budget Policy Statement (MTBPS) in October 2014, the budget framework sets out departmental programmes and plans that fit within the broad expenditure envelope published last year. To keep our fiscal accounts firmly on a sustainable path, the MTBPS proposed a fiscal policy package that has trimmed overall spending by R25 billion, which is the combined amount for 2015/16 and 2016/17. Government spending does continue to surpass inflation after these adjustments in both years, but growth is marginally slower. In addition, for 2017/18, R45 billion is placed in an unallocated reserve to cushion our plans against unforeseeable eventualities. Further, to achieve our fiscal objectives, government has had to institute carefully selected tax measures too. These are implemented within the framework of a progressive tax system and have been informed by the work of the Davies Tax Committee. The tax proposals are set out in detail in chapter 4 of the Budget Review.

The process of realigning expenditure in response to the closing of the fiscal space is being actively managed, in the context of government's 2014-2019 medium term strategic framework. Some of our aspirations might take longer to realise. Within government's institutions, more urgent and essential existing programmes are being prioritised above other programmes that are reduced. The implementation of some newly proposed programmes will either be phased in over a longer period or, in some cases, possibly even delayed. Social sector spending and key infrastructure spending, as well as other key areas of spending, continue to grow in real terms.

In addition to the reprioritisation of government programmes, the policy frameworks and implementation methodology of programmes are being re-evaluated, with a focus on service delivery of programmes. In line with the 2013/14 National Treasury instruction on cost containment measures, financing programmes must entail a greater share of goods and services budgets being devoted towards core areas of service delivery. The focus of government programmes is being sharpened, both in terms of spatial distribution, and in terms of their nature and emphasis. Effectiveness and efficiency of expenditure is our guiding mantra.

The spending plans contained in the 2015 Budget do respond to our short term needs for economic growth. However, to achieve our ambition of faster growth, which we unquestionably need for pushing back the frontiers of unemployment, poverty and inequality, we must continue to strive towards shifting the composition of expenditure more towards investment, away from consumption. Institutional spending, as always, is being closely monitored, and the ongoing process of realignment continues. The details of the spending of national government departments and its entities are encompassed in the chapters of this publication.

All the expenditure and service delivery information contained in the chapters of this publication result from a wide ranging intergovernmental consultative process, leading to executive approval of reprioritised and realigned spending allocations. Many people have contributed to making this publication possible, particularly my colleagues in national departments and agencies. Their collaboration and understanding during the budget allocation and document drafting processes has been invaluable. Appreciation is also due to the dedicated team at National Treasury for the publication of this highly valuable resource.



Lungisa Fuzile
Director-General: National Treasury

Introduction

The Estimates of National Expenditure publications

The Estimates of national Expenditure (ENE) publications provide comprehensive information on how budget resources are generated, how institutions have spent their budgets in previous years, and how institutions plan to spend the resources allocated to them over the MTEF period. Key performance indicators are included for each national government vote and entity showing what the institutions aim to achieve by spending their budget allocations in a particular manner. This information provides Parliament and the public with the necessary tools to hold government accountable against the 14 outcomes set out in the 2014-2019 medium term strategic framework.

The 2015 ENE publications largely retain the scope of information presented in previous years' publications. For ease of comprehension, however, in the 2015 publications information is presented in a more succinct and concise manner in data tables and their accompanying explanatory narratives. The reader can thus more readily understand what each institution is planning to spend its budget on and what it aims to achieve. Each chapter in the abridged 2015 ENE publication relates to a specific budget vote. A separate, more detailed, e-publication is also available for each vote.

Compared to the abridged version of the 2015 ENE, the 2015 ENE e-publications provide more detailed information, including on goods and services, transfers and subsidies, as well as on programme specific personnel expenditure. The abridged version of the ENE contains one additional table at the end of a chapter that shows expenditure on infrastructure, whereas the vote ENE e-publications' additional tables also contain summaries of expenditure on conditional allocations to provinces and municipalities; departmental public private partnerships; and donor funding. Budget information is also provided for the public entities that are not shown in detail in the abridged publication. In some e-publications more detailed information at the level of site service delivery is included.

A separate 2015 ENE Overview e-publication is also available, which contains a description at the main budget non-interest spending level, summarising the ENE publication information across votes. The 2015 ENE Overview contains this narrative explanation and summary tables; a description of the budgeting approach; and also has a write-up on how to interpret the information that is contained in each section of the publications.

Defence and Military Veterans

**National Treasury
Republic of South Africa**



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Vote 19

Defence and Military Veterans

Budget summary

R million	2015/16				2016/17	2017/18
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	4 827.2	4 187.4	623.8	15.9	5 081.1	5 329.7
Force Employment	3 603.2	3 089.4	245.8	267.9	3 761.2	3 928.6
Landward Defence	14 805.3	12 248.9	2 517.9	38.5	15 612.8	16 024.8
Air Defence	7 049.2	5 144.5	1 855.1	49.6	6 804.2	8 223.9
Maritime Defence	3 717.2	2 816.6	878.1	22.5	4 761.1	4 800.7
Military Health Support	3 932.9	3 899.1	7.7	26.1	4 179.1	4 535.7
Defence Intelligence	827.5	377.3	445.8	4.4	872.9	915.1
General Support	5 817.0	4 398.7	1 256.3	161.9	6 046.3	6 355.2
Total expenditure estimates	44 579.4	36 162.0	7 830.5	586.9	47 118.7	50 113.5

Executive authority Minister of Defence

Accounting officer Secretary for Defence

Website address www.dod.mil.za

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, public entities, donor funding, public private partnerships, conditional allocations to provinces and municipalities and expenditure information at the level of service delivery, where appropriate.

Vote purpose

Defend and protect the Republic of South Africa, its territorial integrity and its people, in accordance with the Constitution and the principles of international law regulating the use of force. Provide for military veterans' benefits.

Mandate

The Department of Defence derives its mandate from the Defence Act (2002), as amended by the Defence Amendment Act (2010), as well as the 1996 White Paper on Defence and the 1998 Defence Review. The department is required to provide, manage and employ defence capabilities that are commensurate with the needs of South Africa.

Selected performance indicators

Table 19.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past			Current	Projections		
			2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Total number of defence attaché offices	Administration	Outcome 11: Create a better South Africa, a better Africa and a better world	39	40	43	43	45	45	45
Number of military skills development members in the system per year	Administration	Outcome 5: A skilled and capable workforce to support an inclusive growth path	11 213	8 955	7 005	4 272	3 863	3 916	3 952
Number of reserve force person days	Administration	Outcome 3: All people in South Africa are and feel safe	-1	-1	-1	1 883 683	2 442 792	2 418 225	2 433 806
Percentage compliance with the Southern African Development Community standby force pledge	Force Employment	Outcome 11: Create a better South Africa, a better Africa and a better world	100%	100%	79%	100%	100%	100%	100%
Percentage compliance with number of ordered commitments (external operations)	Force Employment Landward Defence Defence Intelligence		100% (3)	125% (5)	83% (5)	100% (5)	100% ²	100% ²	100% ²

Table 19.1 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past			Current	Projections		
			2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Percentage compliance with number of ordered commitments (internal operations) ³	Force Employment	Outcome 3: All people in South Africa are and feel safe	100% (4)	100% (4)	100% (4)	100% (4)	100% ²	100% ²	100% ²
Number of joint, interdepartmental, interagency and multinational military exercises conducted per year	Force Employment	Outcome 11: Create a better South Africa, a better Africa and a better world	6	5	5	9	5	5	5
Number of landward sub-units deployed on border safeguarding per year	Force Employment	Outcome 3: All people in South Africa are and feel safe	7	11	13	13	13	13	13
Number of force employment hours flown per year	Air Defence	Outcome 11: Create a better South Africa, a better Africa and a better world	11 256	11 697	4 471	6 985	6 500	6 500	6 500
Number of hours at sea per year	Maritime Defence		14 088	7 339	11 081	12 000	12 000	12 000	12 000

1. This indicator has been changed. It previously measured the number of reserves used per year.

2. Only executed operations are reported on. Absolute numbers will be provided after achievement.

3. Internal operations include border safeguarding and operations in support of other government departments.

Expenditure analysis

Over the medium term, the Department of Defence will prioritise maintaining South Africa's defence capabilities, safeguarding South Africa's borders and territorial integrity, and developing cyber security, among its other ongoing contributions to the national development plan. The department also contributes to outcome 3 of government's 2014-2019 medium term strategic framework (all people in South Africa are and feel safe) on an ongoing basis.

Maintaining and expanding South Africa's defence capabilities

In 2015/16, the department will develop an implementation plan for the 2014 South African Defence Review, working towards the review's milestone 1: immediate, directed interventions to arrest the decline in critical defence capabilities. This will mostly take place in the *Landward Defence*, *Air Defence*, *Maritime Defence* and *Military Health Support* programmes.

The Defence Works Formation was established in 2012/13 to attend to the maintenance of infrastructure and facilities. The necessary personnel are now being employed, and over the medium term the focus will be on operationalising the unit. The maintenance of infrastructure and facilities was previously done by the Department of Public Works with funds provided in the *Office Accommodation* subprogramme in the *Administration* programme. R951.8 million over the medium term is reallocated from the *Administration* programme to the *General Support* programme to capacitate staff and operationalise the Defence Works Formation. Priorities for the refurbishment of military bases include the bases at Grahamstown, Bethlehem, Bloemspruit and Eerste River, and the army and air force headquarters in Pretoria. The total cost of refurbishing military bases over the medium term is projected to be R1.4 billion. Unserviceable infrastructure will be demolished in Thaba Tshwane (at a projected cost of R18.3 million) and at the Military Academy in Saldanha.

The department will be acquiring equipment and developing systems to maintain a modern, balanced and technologically advanced force. It has budgeted for medium and light transport aircraft, a new generation mobile communication capability, and precision guided air force ammunition for air defence. These acquisitions are reflected in spending in the *Air Defence* programme in 2016/17 and 2017/18. For maritime defence, the department plans to acquire a hydrographic vessel and offshore patrol vessels, upgrade frigates and static communication for the navy, and replace heavyweight torpedo capability. Spending is on departmental agencies and accounts in the *Maritime Defence* programme in 2016/17 and 2017/18.

To ensure the continuation of the military skills development system and to give effect to the one-force concept (which sets out the relationship between the components of the defence force, particularly between the regular and reserve forces), spending on compensation of employees is set to increase between 2014/15 and 2017/18 for, among others, the utilisation of the reserve forces. The increase is funded by an internal reprioritisation from goods and services. The department's personnel is expected to grow to 81 108 members in 2017/18, mainly as members in the military skills development system become members of the regular force and due to the growth in the capability of the Defence Works Formation.

Cabinet approved budget reductions between 2014/15 and 2015/16 will be effected on goods and services, as well as on transfers and subsidies, specifically transfers to public corporations and private enterprises.

Safeguarding South Africa's borders and territorial integrity

The department will safeguard South Africa's borders and territorial integrity by deploying 13 landward sub-units over the medium term on the borders with Zimbabwe, Swaziland, Mozambique, Lesotho, Botswana and Namibia. Expenditure on border safeguarding is projected to be R2.8 billion over the medium term in the *Support to the People* subprogramme of the *Force Employment* programme.

Cyber security

Outcome 3 of government's 2014-2019 medium term strategic framework (all people in South Africa are and feel safe) includes tackling cyber crime. The department will focus on cyber security over the medium term, finalising a cyber warfare strategy in 2015/16 and establishing a cyber command centre by 2018/19. This will be done in the *Defence Intelligence* programme at a projected cost of R511 million over the medium term.

Expenditure trends

Table 19.2 Vote expenditure trends by programme and economic classification

Programmes														
1. Administration														
2. Force Employment														
3. Landward Defence														
4. Air Defence														
5. Maritime Defence														
6. Military Health Support														
7. Defence Intelligence														
8. General Support														
Programme	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Outcome/Annual budget Average (%)	Outcome/Adjusted appropriation Average (%)
R million	2011/12			2012/13			2013/14			2014/15			2011/12 - 2014/15	
Programme 1	3 718.1	3 718.4	3 747.1	3 730.8	3 820.7	3 781.6	4 434.6	4 509.0	4 511.0	4 866.5	4 499.7	4 499.7	98.7%	99.9%
Programme 2	2 241.6	2 332.0	2 358.5	2 670.9	2 748.2	2 781.0	3 283.9	3 555.7	3 346.7	3 437.0	3 487.0	3 487.0	102.9%	98.8%
Programme 3	11 763.5	11 328.6	10 962.2	12 686.7	12 313.7	12 367.9	13 853.8	13 604.9	13 599.1	13 854.9	14 241.9	14 241.9	98.1%	99.4%
Programme 4	6 768.1	6 355.8	6 527.7	6 749.7	7 118.7	7 074.9	6 250.2	5 714.4	6 031.5	7 166.9	7 176.6	7 176.6	99.5%	101.7%
Programme 5	2 500.5	2 564.7	2 574.7	2 551.3	2 862.3	2 894.9	3 171.1	3 107.3	3 226.4	3 678.5	3 678.5	3 678.5	104.0%	101.3%
Programme 6	3 044.1	3 244.3	3 400.1	3 316.5	3 496.5	3 459.9	3 642.5	3 762.1	3 733.6	3 849.1	3 849.1	3 849.1	104.3%	100.6%
Programme 7	669.0	661.6	653.1	709.7	712.1	705.1	762.4	767.9	774.7	792.1	813.7	813.7	100.5%	99.7%
Programme 8	3 900.0	4 143.7	4 107.9	5 077.4	4 816.4	4 636.9	4 844.8	5 636.8	5 224.6	5 186.3	5 110.5	5 110.5	100.4%	96.8%
Total	34 605.0	34 349.1	34 331.4	37 493.0	37 888.5	37 702.2	40 243.3	40 658.2	40 447.5	42 831.2	42 856.9	42 856.9	100.1%	99.7%
Change to 2014 Budget estimate										25.6				
Economic classification														
Current payments	27 278.4	28 090.7	27 237.4	30 157.0	31 031.2	29 584.6	32 207.9	33 588.1	32 733.2	34 471.1	34 471.1	34 471.1	99.9%	97.5%
Compensation of employees	16 770.7	17 555.3	17 569.0	18 967.8	19 346.1	19 688.4	20 863.8	21 373.0	21 332.7	21 980.2	22 476.2	22 476.2	103.2%	100.4%
Goods and services of which:	10 507.6	10 535.4	9 668.5	11 189.2	11 685.1	9 896.2	11 344.0	12 215.1	11 400.5	12 490.9	11 994.9	11 994.9	94.4%	92.5%
Administrative fees	9.9	9.9	6.2	9.9	9.9	9.1	6.9	6.9	9.5	6.3	6.3	6.3	94.7%	94.7%
Advertising	10.0	10.0	6.9	8.3	8.3	12.0	7.9	7.9	31.6	9.4	9.4	9.4	168.1%	168.1%
Assets less than the capitalisation threshold	253.8	265.8	130.9	193.9	199.7	132.7	243.2	244.0	137.8	280.4	280.4	280.4	70.2%	68.9%
Audit costs: External	65.3	58.5	56.4	61.1	61.1	57.0	62.1	62.1	56.6	66.5	66.5	66.5	92.7%	95.3%
Catering: Departmental activities	13.6	-	-	40.8	40.9	17.6	19.4	30.5	24.1	21.1	21.1	21.1	66.2%	67.9%
Communication	96.7	96.7	94.1	116.2	117.1	92.9	118.0	118.0	91.2	124.0	124.0	124.0	88.4%	88.3%
Computer services	1 071.0	1 064.3	861.2	1 132.9	1 036.1	896.6	888.8	1 129.1	1 019.4	1 073.0	1 050.7	1 050.7	91.9%	89.4%
Consultants and professional services: Business and advisory services	133.2	148.5	219.7	163.7	168.5	133.3	132.7	160.9	258.9	160.3	169.5	169.5	132.5%	120.7%

Table 19.2 Vote expenditure trends by programme and economic classification

Economic classification	2011/12			2012/13			2013/14			2014/15			2011/12 - 2014/15	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Outcome/Annual budget Average (%)	Outcome/Adjusted appropriation Average (%)
R million														
Consultants and professional services: Infrastructure and planning	22.4	29.2	6.8	24.6	24.6	7.9	46.1	46.1	3.4	71.7	71.7	71.7	54.4%	52.3%
Consultants and professional services: Laboratory services	5.4	5.9	21.7	10.7	10.7	18.5	12.3	12.3	29.8	20.8	20.8	20.8	184.9%	182.9%
Consultants and professional services: Legal costs	8.3	8.3	1.0	8.8	8.8	-	9.3	9.3	26.7	9.8	9.8	9.8	103.6%	103.6%
Contractors	2 075.3	4 193.8	3 619.5	4 195.7	4 380.1	2 041.6	2 230.3	2 337.0	2 555.4	2 789.1	2 789.1	2 789.1	97.5%	80.3%
Agency and support / outsourced services	492.1	359.1	388.1	350.5	426.6	572.3	617.8	609.6	458.2	340.5	331.3	331.3	97.2%	101.4%
Entertainment	9.3	9.3	10.6	9.8	9.8	14.8	12.0	12.0	9.5	6.4	6.4	6.4	110.2%	110.1%
Fleet services (including government motor transport)	96.4	-	-	-	-	32.7	39.8	39.8	41.4	128.3	128.3	128.3	76.5%	120.4%
Inventory: Clothing material and accessories	164.6	-	-	-	-	-	-	-	-	215.1	215.1	215.1	56.6%	100.0%
Inventory: Farming supplies	1.3	-	-	-	-	-	-	-	-	7.5	7.5	7.5	85.2%	100.0%
Inventory: Food and food supplies	781.7	705.1	697.7	1 015.6	1 006.1	725.2	543.7	743.7	833.6	806.6	804.3	804.3	97.2%	93.9%
Inventory: Fuel, oil and gas	397.8	402.9	461.8	630.4	652.4	534.4	649.6	674.1	652.7	623.5	623.5	623.5	98.7%	96.6%
Inventory: Learner and teacher support material	-	1.3	-	-	-	-	-	-	-	106.0	106.0	106.0	100.0%	98.8%
Inventory: Materials and supplies	126.2	224.9	162.5	210.6	210.8	152.2	156.9	194.2	144.5	112.3	112.3	112.3	94.3%	77.0%
Inventory: Medical supplies	76.7	75.8	78.5	253.0	253.0	76.8	84.2	84.8	86.1	96.8	96.8	96.8	66.2%	66.3%
Inventory: Medicine	145.1	145.1	159.2	0.2	95.6	195.6	197.9	197.9	189.3	171.3	171.3	171.3	139.1%	117.3%
Inventory: Other supplies	98.2	111.3	292.1	128.5	128.5	261.9	390.5	420.5	232.6	222.4	218.4	218.4	119.7%	114.4%
Consumable supplies	99.4	224.1	-	174.1	174.1	221.0	-	0.1	102.9	125.3	125.3	125.3	112.6%	85.8%
Consumables: Stationery, printing and office supplies	71.4	84.5	77.3	85.8	85.9	79.3	103.8	104.2	86.8	92.8	92.8	92.8	95.0%	91.5%
Operating leases	296.7	296.7	248.8	307.4	343.3	311.4	329.3	333.1	343.5	359.6	359.6	359.6	97.7%	94.8%
Property payments	2 658.6	677.7	761.6	757.1	758.3	2 130.0	2 960.1	2 914.9	2 505.1	2 970.0	2 493.2	2 493.2	84.4%	115.3%
Travel and subsistence	699.2	640.8	733.2	561.7	557.8	774.5	642.6	663.4	873.6	729.0	740.6	740.6	118.6%	119.9%
Training and development	155.8	158.9	127.5	221.1	221.0	109.9	194.2	194.2	159.3	175.4	175.4	175.4	76.6%	76.3%
Operating payments	344.0	495.2	425.6	500.1	679.3	271.5	644.7	864.6	421.6	551.9	549.9	549.9	81.8%	64.5%
Venues and facilities	28.2	32.0	19.5	16.7	16.7	13.2	0.0	0.0	15.1	17.8	17.8	17.8	104.8%	98.8%
Rental and hiring	0.0	-	-	-	-	0.1	0.0	0.0	0.0	0.1	0.1	0.1	136.3%	192.5%
Transfers and subsidies	6 978.0	5 907.3	5 877.8	6 376.1	6 078.9	6 103.4	7 355.0	6 171.2	6 422.1	7 838.2	7 863.8	7 863.8	92.0%	100.9%
Provinces and municipalities	-	-	-	-	-	-	-	-	-	0.1	0.1	0.1	100.0%	100.0%
Departmental agencies and accounts	5 988.3	4 878.3	4 877.9	5 327.9	4 966.1	4 960.5	6 192.6	4 695.2	4 697.8	6 624.6	6 650.2	6 650.2	87.8%	100.0%
Foreign governments and international organisations	-	-	-	-	-	-	-	299.1	303.3	-	-	-	-	101.4%
Public corporations and private enterprises	820.9	867.3	890.7	914.8	974.9	1 028.7	1 021.3	1 032.3	1 337.0	1 096.3	1 096.3	1 096.3	113.0%	109.6%
Non-profit institutions	6.3	6.3	6.3	6.2	6.2	7.0	6.9	6.9	7.7	7.7	7.7	7.7	105.6%	105.6%
Households	162.5	155.4	102.8	127.3	131.6	107.2	134.3	137.6	76.3	109.6	109.6	109.6	74.2%	74.1%
Payments for capital assets	348.6	351.1	977.5	622.2	630.3	1 877.7	680.5	745.3	1 265.5	521.9	521.9	521.9	213.6%	206.5%
Buildings and other fixed structures	126.5	126.5	279.7	111.1	111.1	685.3	115.6	115.6	217.0	123.7	123.7	123.7	273.8%	273.8%
Machinery and equipment	201.0	203.5	697.1	460.5	468.6	1 162.8	510.9	575.7	1 023.9	347.1	347.1	347.1	212.6%	202.6%

Table 19.2 Vote expenditure trends by programme and economic classification

Economic classification	2011/12			2012/13			2013/14			2014/15			2011/12 - 2014/15	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Outcome/Annual budget Average (%)	Outcome/Adjusted appropriation Average (%)
R million														
Specialised military assets	20.7	20.7	-	49.5	49.5	22.6	40.5	40.5	22.0	45.3	45.3	45.3	57.6%	57.6%
Biological assets	-	-	0.6	-	-	4.1	0.2	0.2	1.2	-	-	-	3630.1%	3630.1%
Software and other intangible assets	0.5	0.5	0.1	1.0	1.0	3.0	13.4	13.4	1.5	5.9	5.9	5.9	50.0%	50.0%
Payments for financial assets	-	-	238.7	337.7	148.1	136.4	-	153.6	26.7	-	-	-	119.0%	133.2%
Total	34 605.0	34 349.1	34 331.4	37 493.0	37 888.5	37 702.2	40 243.3	40 658.2	40 447.5	42 831.2	42 856.9	42 856.9	100.1%	99.7%

Expenditure estimates

Table 19.3 Vote expenditure estimates by programme and economic classification

Programmes								
1. Administration								
2. Force Employment								
3. Landward Defence								
4. Air Defence								
5. Maritime Defence								
6. Military Health Support								
7. Defence Intelligence								
8. General Support								
Programme	Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)
				2014/15	2011/12 - 2014/15	2015/16		
R million								
Programme 1	4 499.7	6.6%	10.6%	4 827.2	5 081.1	5 329.7	5.8%	10.7%
Programme 2	3 487.0	14.4%	7.7%	3 603.2	3 761.2	3 928.6	4.1%	8.0%
Programme 3	14 241.9	7.9%	32.9%	14 805.3	15 612.8	16 024.8	4.0%	32.9%
Programme 4	7 176.6	4.1%	17.3%	7 049.2	6 804.2	8 223.9	4.6%	15.8%
Programme 5	3 678.5	12.8%	8.0%	3 717.2	4 761.1	4 800.7	9.3%	9.2%
Programme 6	3 849.1	5.9%	9.3%	3 932.9	4 179.1	4 535.7	5.6%	8.9%
Programme 7	813.7	7.1%	1.9%	827.5	872.9	915.1	4.0%	1.9%
Programme 8	5 110.5	7.2%	12.3%	5 817.0	6 046.3	6 355.2	7.5%	12.6%
Total	42 856.9	7.7%	100.0%	44 579.4	47 118.7	50 113.5	5.4%	100.0%
Change to 2014 Budget estimate				(721.9)	(1 061.8)	(985.2)		
Economic classification								
Current payments	34 471.1	7.1%	79.8%	36 162.0	38 389.4	40 599.2	5.6%	81.0%
Compensation of employees	22 476.2	8.6%	52.2%	24 595.0	26 239.7	27 725.6	7.2%	54.7%
Goods and services	11 994.9	4.4%	27.7%	11 567.0	12 149.7	12 873.5	2.4%	26.3%
of which:								
Administrative fees	6.3	-14.2%	0.0%	6.0	6.3	5.1	-6.4%	0.0%
Advertising	9.4	-2.1%	0.0%	7.2	7.3	7.5	-7.0%	0.0%
Assets less than the capitalisation threshold	280.4	1.8%	0.4%	150.9	139.2	133.2	-22.0%	0.4%
Audit costs: External	66.5	4.4%	0.2%	69.8	73.3	77.0	5.0%	0.2%
Catering: Departmental activities	21.1		0.0%	17.8	18.8	19.8	-2.2%	0.0%
Communication	124.0	8.7%	0.3%	107.8	110.3	114.3	-2.7%	0.2%
Computer services	1 050.7	-0.4%	2.5%	1 002.8	1 046.5	1 087.9	1.2%	2.3%
Consultants and professional services: Business and advisory services	169.5	4.5%	0.5%	170.5	165.8	173.9	0.9%	0.4%
Consultants and professional services: Infrastructure and planning	71.7	34.9%	0.1%	66.0	79.8	68.5	-1.5%	0.2%
Consultants and professional services: Laboratory services	20.8	52.0%	0.1%	26.5	27.3	28.0	10.4%	0.1%
Consultants and professional services: Legal costs	9.8	5.4%	0.0%	10.2	10.7	11.2	4.8%	0.0%

Table 19.3 Vote expenditure estimates by programme and economic classification

Economic classification	Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)
				2014/15	2011/12 - 2014/15	2015/16		
R million								
Contractors	2 789.1	-12.7%	7.1%	2 705.8	2 805.0	2 718.4	-0.9%	6.0%
Agency and support/outourced services	331.3	-2.6%	1.1%	380.3	392.2	399.4	6.4%	0.8%
Entertainment	6.4	-11.7%	0.0%	3.7	3.8	3.7	-17.1%	0.0%
Fleet services (including government motor transport)	128.3	-	0.1%	122.7	105.2	108.3	-5.5%	0.3%
Housing	0.0	-	0.0%	0.0	-	-	-100.0%	0.0%
Inventory: Clothing material and accessories	215.1	-	0.1%	189.7	195.9	154.3	-10.5%	0.4%
Inventory: Farming supplies	7.5	-	0.0%	7.2	7.1	7.3	-0.7%	0.0%
Inventory: Food and food supplies	804.3	4.5%	2.0%	732.8	754.9	784.7	-0.8%	1.7%
Inventory: Fuel, oil and gas	623.5	15.7%	1.5%	561.1	585.7	949.5	15.1%	1.5%
Inventory: Learner and teacher support material	106.0	332.1%	0.1%	-	-	-	-100.0%	0.1%
Inventory: Materials and supplies	112.3	-20.7%	0.4%	106.7	111.0	84.7	-9.0%	0.2%
Inventory: Medical supplies	96.8	8.5%	0.2%	74.1	99.5	216.3	30.7%	0.3%
Inventory: Medicine	171.3	5.7%	0.5%	136.2	122.9	104.2	-15.3%	0.3%
Inventory: Other supplies	218.4	25.2%	0.6%	91.3	100.3	248.6	4.4%	0.4%
Consumable supplies	125.3	-17.6%	0.3%	122.9	118.9	124.1	-0.3%	0.3%
Consumables: Stationery, printing and office supplies	92.8	3.2%	0.2%	72.5	74.8	79.2	-5.2%	0.2%
Operating leases	359.6	6.6%	0.8%	410.4	416.3	436.7	6.7%	0.9%
Property payments	2 493.2	54.4%	5.1%	2 755.9	2 921.4	3 055.7	7.0%	6.1%
Travel and subsistence	740.6	4.9%	2.0%	696.7	713.6	718.1	-1.0%	1.6%
Training and development	175.4	3.3%	0.4%	194.6	190.2	175.9	0.1%	0.4%
Operating payments	549.9	3.6%	1.1%	551.5	730.0	761.9	11.5%	1.4%
Venues and facilities	17.8	-17.7%	0.0%	15.4	15.7	16.0	-3.6%	0.0%
Rental and hiring	0.1	-	0.0%	0.1	0.1	0.1	12.5%	0.0%
Transfers and subsidies	7 863.8	10.0%	16.9%	7 830.5	8 220.1	9 000.5	4.6%	17.8%
Provinces and municipalities	0.1	-	0.0%	0.0	0.0	0.0	-30.2%	0.0%
Departmental agencies and accounts	6 650.2	10.9%	13.6%	6 687.8	7 068.1	7 612.2	4.6%	15.2%
Public corporations and private enterprises	1 096.3	8.1%	2.8%	1 025.9	1 021.7	1 265.5	4.9%	2.4%
Non-profit institutions	7.7	6.6%	0.0%	8.0	8.4	8.8	4.8%	0.0%
Households	109.6	-11.0%	0.3%	108.8	121.8	113.9	1.3%	0.2%
Payments for capital assets	521.9	14.1%	3.0%	586.9	509.2	513.9	-0.5%	1.2%
Buildings and other fixed structures	123.7	-0.7%	0.8%	122.6	128.2	134.7	2.9%	0.3%
Machinery and equipment	347.1	19.5%	2.1%	451.2	369.9	368.9	2.1%	0.8%
Specialised military assets	45.3	29.9%	0.1%	12.1	10.4	9.8	-40.0%	0.0%
Software and other intangible assets	5.9	131.8%	0.0%	1.0	0.6	0.5	-55.3%	0.0%
Payments for financial assets	-	-	0.3%	-	-	-	-	-
Total	42 856.9	7.7%	100.0%	44 579.4	47 118.7	50 113.5	5.4%	100.0%

Personnel information

Table 19.4 Vote personnel numbers and cost by salary level and programme¹

Programmes																			
1. Administration																			
2. Force Employment																			
3. Landward Defence																			
4. Air Defence																			
5. Maritime Defence																			
6. Military Health Support																			
7. Defence Intelligence																			
8. General Support																			
Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2013/14		Unit Cost	2014/15		Unit Cost	2015/16		Unit Cost	2016/17		Unit Cost			2017/18		Unit Cost	
Defence and Military Veterans		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	2014/15 - 2017/18		
Salary level	77 605	-	78 714	21 332.7	0.3	77 605	22 476.2	0.3	79 445	24 595.0	0.3	80 342	26 239.7	0.3	81 108	27 725.6	0.3	1.5%	100.0%
1 – 6	51 870	-	53 568	9 517.9	0.2	53 011	10 201.2	0.2	53 907	11 031.9	0.2	54 798	11 974.0	0.2	55 760	12 813.9	0.2	1.7%	68.3%
7 – 10	23 831	-	23 385	8 197.1	0.4	22 853	8 598.4	0.4	23 771	9 616.0	0.4	23 783	10 255.3	0.4	23 594	10 736.0	0.5	1.1%	29.5%
11 – 12	1 453	-	1 378	929.1	0.7	1 351	977.1	0.7	1 393	1 076.3	0.8	1 389	1 150.5	0.8	1 383	1 214.9	0.9	0.8%	1.7%
13 – 16	449	-	381	376.5	1.0	388	408.4	1.1	371	407.7	1.1	368	434.0	1.2	367	459.2	1.3	-1.8%	0.5%
Other	2	-	2 312.1	1 156.1		2	2 291.1	1 145.5	4	2 463.0	615.8	4	2 425.9	606.5	4	2 501.6	625.4	26.0%	0.0%
Programme	77 605	-	78 714	21 332.7	0.3	77 605	22 476.2	0.3	79 445	24 595.0	0.3	80 342	26 239.7	0.3	81 108	27 725.6	0.3	1.5%	100.0%
Programme 1	4 082	-	3 970	1 397.8	0.4	4 082	1 571.0	0.4	4 234	1 703.5	0.4	4 278	1 829.2	0.4	4 283	1 927.8	0.5	1.6%	5.3%
Programme 2	1 919	-	1 969	1 590.2	0.8	1 919	1 709.2	0.9	2 063	1 842.0	0.9	2 094	1 958.4	0.9	2 111	2 044.4	1.0	3.2%	2.6%
Programme 3	39 332	-	40 121	9 164.8	0.2	39 332	9 874.6	0.3	40 599	10 288.0	0.3	41 242	11 045.6	0.3	41 980	11 803.8	0.3	2.2%	51.2%
Programme 4	10 898	-	10 815	2 955.3	0.3	10 898	2 983.2	0.3	10 414	3 202.7	0.3	10 105	3 362.2	0.3	9 724	3 448.2	0.4	-3.7%	12.9%
Programme 5	7 148	-	7 702	1 827.1	0.2	7 148	1 803.1	0.3	7 651	2 057.8	0.3	7 609	2 163.9	0.3	7 757	2 284.7	0.3	2.8%	9.5%
Programme 6	7 931	-	8 380	2 700.8	0.3	7 931	2 670.8	0.3	8 202	2 978.3	0.4	8 268	3 217.0	0.4	8 406	3 415.9	0.4	2.0%	10.3%
Programme 7	822	-	879	295.8	0.3	822	318.5	0.4	897	345.5	0.4	957	385.0	0.4	1 021	422.8	0.4	7.5%	1.2%
Programme 8	5 473	-	4 878	1 401.0	0.3	5 473	1 545.9	0.3	5 385	2 177.2	0.4	5 789	2 278.4	0.4	5 826	2 378.0	0.4	2.1%	7.1%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Departmental receipts

Table 19.5 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Receipt item/total: Average (%)	Medium-term receipts estimate			Average growth rate (%)	Receipt item/total: Average (%)
	2011/12	2012/13	2013/14					2014/15	2015/16	2016/17		
Departmental receipts	4 269 010	1 044 487	853 475	814 908	814 908	-42.4%	100.0%	818 166	859 075	875 438	2.4%	100.0%
Sales of goods and services produced by department	286 108	304 877	351 023	300 035	300 035	1.6%	17.8%	272 246	285 858	291 303	-1.0%	34.1%
Administrative fees	21	17	19	-	-	-100.0%	-	-	-	-	-	-
of which:												
Administrative fees	21	17	19	-	-	-100.0%	-	-	-	-	-	-

Table 19.5 Departmental receipts by economic classification

Departmental receipts	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Receipt item/ total: Average (%)	Medium-term receipts estimate			Average growth rate (%)	Receipt item/ total: Average (%)
	2011/12	2012/13	2013/14					2014/15	2015/16	2016/17		
R thousand												
Other sales	286 087	304 860	351 004	300 035	300 035	1.6%	17.8%	272 246	285 858	291 303	-1.0%	34.1%
of which:												
Services rendered	213 412	–	–	248 943	248 943	5.3%	6.6%	264 129	277 335	282 618	4.3%	31.9%
Sale of goods	3 923	304 860	351 004	2 824	2 824	-10.4%	9.5%	2 996	3 146	3 206	4.3%	0.4%
Rental of capital assets	68 752	–	–	48 268	48 268	-11.1%	1.7%	5 121	5 377	5 479	-51.6%	1.9%
Sales of scrap, waste, arms and other used current goods	6 102	2 295	1 658	19 026	19 026	46.1%	0.4%	20 186	21 196	21 599	4.3%	2.4%
of which:												
Sales: Scrap	2 600	2 295	1 658	18 975	18 975	94.0%	0.4%	20 132	21 139	21 541	4.3%	2.4%
Military equipment sold	3 502	–	–	51	51	-75.6%	0.1%	54	57	58	4.4%	–
Transfers received	360 206	570 322	418 008	174 508	174 508	-21.5%	21.8%	185 153	194 411	198 114	4.3%	22.3%
Fines, penalties and forfeits	894	1 297	1 225	3 851	3 851	62.7%	0.1%	4 086	4 290	4 372	4.3%	0.5%
Interest, dividends and rent on land	162 779	36 776	2 877	2 635	2 635	-74.7%	2.9%	2 796	2 936	2 992	4.3%	0.3%
Interest	162 779	36 776	2 877	2 635	2 635	-74.7%	2.9%	2 796	2 936	2 992	4.3%	0.3%
Sales of capital assets	78 919	64 220	24 904	56 125	56 125	-10.7%	3.2%	59 549	62 526	63 717	4.3%	7.2%
Transactions in financial assets and liabilities	3 374 002	64 700	53 780	258 728	258 728	-57.5%	53.7%	274 150	287 858	293 341	4.3%	33.1%
Total	4 269 010	1 044 487	853 475	814 908	814 908	-42.4%	100.0%	818 166	859 075	875 438	2.4%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the Department of Defence; and provide for military veterans' benefits through the Department of Military Veterans.

Expenditure trends and estimates

Table 19.6 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Ministry	124 228	93 310	86 867	77 438	-14.6%	2.3%	69 734	73 280	76 223	-0.5%	1.5%
Departmental Direction	40 067	49 493	50 035	62 370	15.9%	1.2%	53 596	53 884	58 643	-2.0%	1.2%
Policy and Planning	75 690	94 794	84 288	97 952	9.0%	2.1%	113 586	119 461	125 016	8.5%	2.3%
Financial Services	264 259	276 604	285 028	316 826	6.2%	6.9%	322 998	342 228	357 569	4.1%	6.8%
Human Resources Support Services	586 971	608 575	652 205	700 827	6.1%	15.4%	706 896	747 166	780 573	3.7%	14.9%
Legal Services	168 647	208 390	242 626	271 817	17.2%	5.4%	287 291	304 382	318 286	5.4%	6.0%
Inspection Services	68 526	74 742	82 886	116 628	19.4%	2.1%	139 834	146 270	151 819	9.2%	2.8%
Acquisition Services	47 904	54 275	46 544	49 809	1.3%	1.2%	64 137	66 428	70 125	12.1%	1.3%
Communication Services	29 927	32 646	49 785	40 006	10.2%	0.9%	40 975	42 963	44 933	3.9%	0.9%
South African National Defence Force Command and Control	107 779	152 911	136 607	142 277	9.7%	3.3%	147 821	156 490	163 735	4.8%	3.1%
Religious Services	9 671	11 337	11 404	12 566	9.1%	0.3%	13 175	13 878	14 529	5.0%	0.3%
Defence Reserve Direction	22 817	17 509	23 240	25 223	3.4%	0.5%	26 204	27 633	28 920	4.7%	0.5%
Defence Foreign Relations	159 745	150 437	227 309	212 417	10.0%	4.5%	216 489	228 120	238 871	4.0%	4.5%
Office Accommodation	2 020 900	1 859 562	2 180 730	1 869 346	-2.6%	47.9%	2 042 236	2 161 267	2 268 693	6.7%	42.3%
Military Veterans Management	19 989	96 976	351 431	504 160	193.3%	5.9%	582 201	597 607	631 720	7.8%	11.7%
Total	3 747 120	3 781 561	4 510 985	4 499 662	6.3%	100.0%	4 827 173	5 081 057	5 329 655	5.8%	100.0%
Change to 2014				(366 865)			(360 725)	(397 118)	(463 509)		
Budget estimate											

Table 19.6 Administration expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Current payments	3 652 874	3 573 281	4 060 684	3 921 749	2.4%	92.0%	4 187 418	4 423 699	4 633 323	5.7%	87.0%
Compensation of employees	1 178 955	1 274 516	1 397 821	1 571 018	10.0%	32.8%	1 703 531	1 829 247	1 927 770	7.1%	35.6%
Goods and services	2 473 919	2 298 765	2 662 863	2 350 731	-1.7%	59.2%	2 483 887	2 594 452	2 705 553	4.8%	51.3%
of which:											
Administrative fees	4 434	5 969	6 287	4 101	-2.6%	0.1%	4 313	4 673	3 558	-4.6%	0.1%
Advertising	4 612	9 035	28 472	5 802	8.0%	0.3%	4 471	4 543	4 646	-7.1%	0.1%
Assets less than the capitalisation threshold	5 316	5 511	7 943	12 624	33.4%	0.2%	9 196	7 404	7 316	-16.6%	0.2%
Audit costs: External	-	-	144	-	-	-	-	-	-	-	-
Catering: Departmental activities	-	6 835	6 745	5 111	-	0.1%	4 344	4 869	5 136	0.2%	0.1%
Communication	9 644	9 550	11 843	13 948	13.1%	0.3%	12 916	13 494	14 027	0.2%	0.3%
Computer services	90 083	74 055	76 440	87 985	-0.8%	2.0%	99 370	95 080	94 051	2.2%	1.9%
Consultants and professional services: Business and advisory services	25 020	9 685	10 283	7 118	-34.2%	0.3%	8 341	7 968	10 689	14.5%	0.2%
Consultants and professional services: Infrastructure and planning	-	2	-	-	-	-	-	-	-	-	-
Consultants and professional services: Legal costs	-	-	6 923	-	-	-	-	-	-	-	-
Contractors	1 132 829	9 507	10 082	11 328	-78.5%	7.0%	21 478	15 152	14 693	9.1%	0.3%
Agency and support/outsourced services	12 127	7 845	24 322	9 039	-9.3%	0.3%	8 844	9 454	9 877	3.0%	0.2%
Entertainment	4 350	4 379	5 557	4 677	2.4%	0.1%	2 529	2 652	2 835	-15.4%	0.1%
Fleet services (including government motor transport)	-	28	476	1 046	-	-	2 418	2 529	2 523	34.1%	-
Housing	-	-	21	17	-	-	1	-	-	-100.0%	-
Inventory: Clothing material and accessories	-	-	-	4 233	-	-	4 430	4 420	4 549	2.4%	0.1%
Inventory: Food and food supplies	8 921	7 212	12 998	10 477	5.5%	0.2%	9 032	9 201	9 250	-4.1%	0.2%
Inventory: Fuel, oil and gas	9 342	9 444	9 984	12 531	10.3%	0.2%	14 893	13 439	13 760	3.2%	0.3%
Inventory: Learner and teacher support material	-	-	-	13	-	-	-	-	-	-100.0%	-
Inventory: Materials and supplies	1 465	1 340	1 971	1 030	-11.1%	-	1 047	1 014	999	-1.0%	-
Inventory: Medical supplies	3	2	20	8	38.7%	-	18	19	19	33.4%	-
Inventory: Other supplies	7 259	-	10 423	1	-94.8%	0.1%	-	1	1	-	-
Consumable supplies	-	8 870	-	11 591	-	0.1%	10 916	10 637	10 951	-1.9%	0.2%
Consumables: Stationery, printing and office supplies	11 550	11 368	12 859	12 209	1.9%	0.3%	9 497	10 323	10 184	-5.9%	0.2%
Operating leases	213 132	270 478	310 934	301 978	12.3%	6.6%	301 283	315 006	328 636	2.9%	6.3%
Property payments	731 552	1 658 032	1 924 505	1 643 990	31.0%	36.0%	1 791 757	1 898 816	1 989 354	6.6%	37.1%
Travel and subsistence	110 469	119 100	119 648	125 780	4.4%	2.9%	100 060	103 499	105 071	-5.8%	2.2%
Training and development	13 902	32 027	27 890	35 949	37.3%	0.7%	33 309	32 788	33 774	-2.1%	0.7%
Operating payments	71 678	33 035	31 570	22 565	-32.0%	1.0%	24 860	22 852	25 019	3.5%	0.5%
Venues and facilities	6 231	5 427	4 506	5 555	-3.8%	0.1%	4 540	4 598	4 610	-6.0%	0.1%
Rental and hiring	-	29	17	25	-	-	24	25	25	-	-
Transfers and subsidies	32 843	134 795	387 292	546 556	155.3%	6.7%	623 837	643 255	681 012	7.6%	12.6%
Provinces and municipalities	-	-	-	42	-	-	26	27	27	-13.7%	-
Departmental agencies and accounts	15 283	114 140	370 367	526 933	225.5%	6.2%	604 360	618 367	652 894	7.4%	12.2%
Public corporations and private enterprises	-	-	451	-	-	-	-	-	-	-	-
Non-profit institutions	5 917	6 213	6 869	6 850	5.0%	0.2%	7 192	7 552	7 929	5.0%	0.1%
Households	11 643	14 442	9 605	12 731	3.0%	0.3%	12 259	17 309	20 162	16.6%	0.3%
Payments for capital assets	34 017	38 333	43 116	31 357	-2.7%	0.9%	15 918	14 103	15 320	-21.2%	0.4%
Buildings and other fixed structures	21	42	38	-	-100.0%	-	-	-	-	-	-
Machinery and equipment	33 996	38 291	43 078	31 341	-2.7%	0.9%	15 918	14 103	15 320	-21.2%	0.4%
Software and other intangible assets	-	-	-	16	-	-	-	-	-	-100.0%	-
Payments for financial assets	27 386	35 152	19 893	-	-100.0%	0.5%	-	-	-	-	-
Total	3 747 120	3 781 561	4 510 985	4 499 662	6.3%	100.0%	4 827 173	5 081 057	5 329 655	5.8%	100.0%
Proportion of total programme expenditure to vote expenditure	10.9%	10.0%	11.2%	10.5%	-	-	10.8%	10.8%	10.6%	-	-

Table 19.6 Administration expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies		Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
		2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand												
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Current		-	-	-	42	-	-	26	27	27	-13.7%	-
Vehicle licences		-	-	-	42	-	-	26	27	27	-13.7%	-
Households												
Social benefits												
Current		11 643	14 442	9 106	12 731	3.0%	0.3%	12 259	17 309	20 162	16.6%	0.3%
Employee social benefits		11 643	14 442	9 106	12 731	3.0%	0.3%	12 259	17 309	20 162	16.6%	0.3%
Households												
Other transfers to households												
Current		-	-	499	-	-	-	-	-	-	-	-
Claims against the state		-	-	499	-	-	-	-	-	-	-	-
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current		15 283	114 140	370 367	526 933	225.5%	6.2%	604 360	618 367	652 894	7.4%	12.2%
Communication		-	-	-	170	-	-	80	84	85	-20.6%	-
Safety and Security Sector Education and Training Authority		15 283	17 164	18 936	22 603	13.9%	0.4%	22 079	20 676	21 089	-2.3%	0.4%
Department of Military Veterans		-	96 976	351 431	504 160	-	5.8%	582 201	597 607	631 720	7.8%	11.7%
Non-profit institutions												
Current		5 917	6 213	6 869	6 850	5.0%	0.2%	7 192	7 552	7 929	5.0%	0.1%
Reserve Force Council		5 917	6 213	6 523	6 850	5.0%	0.2%	7 192	7 552	7 929	5.0%	0.1%
Claims against the state		-	-	346	-	-	-	-	-	-	-	-
Public corporations and private enterprises												
Public corporations												
Other transfers to public corporations												
Current		-	-	451	-	-	-	-	-	-	-	-
Claims against the state		-	-	451	-	-	-	-	-	-	-	-

Personnel information

Table 19.7 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment											Number							
		Actual			Revised estimate			Medium-term expenditure estimate					Average growth rate (%)	Salary level/total: Average (%)						
Number of funded posts	Number of posts additional to the establishment	2013/14		2014/15		2015/16		2016/17		2017/18		2014/15 - 2017/18								
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number		Cost	Unit Cost						
Administration		4 082	-	3 970	1 397.8	0.4	4 082	1 571.0	0.4	4 234	1 703.5	0.4	4 278	1 829.2	0.4	4 283	1 927.8	0.5	1.6%	100.0%
Salary level																				
1 - 6	1 639	-	1 557	286.2	0.2	1 639	338.0	0.2	1 595	338.6	0.2	1 616	366.5	0.2	1 622	387.8	0.2	-0.3%	38.4%	
7 - 10	1 793	-	1 794	598.6	0.3	1 793	667.1	0.4	1 957	745.0	0.4	1 977	806.6	0.4	1 972	848.4	0.4	3.2%	45.6%	
11 - 12	511	-	474	306.3	0.6	511	364.8	0.7	527	391.5	0.7	529	420.3	0.8	533	446.4	0.8	1.4%	12.4%	
13 - 16	137	-	143	139.1	1.0	137	140.5	1.0	150	154.9	1.0	152	167.6	1.1	152	176.6	1.2	3.5%	3.5%	
Other	2	-	2	67.7	33.9	2	60.6	30.3	4	73.5	18.4	4	68.2	17.1	4	68.5	17.1	26.0%	0.1%	

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 2: Force Employment

Programme purpose

Provide and employ defence capabilities, including an operational capability, to successfully conduct all operations as well as joint, interdepartmental, interagency, and multinational military exercises.

Objectives

- Ensure successful joint force employment over the medium term by:
 - providing and employing a special operations capability in accordance with national requirements
 - ensuring full participation in the number of peace missions, as instructed by the president
 - conducting 15 joint, interdepartmental, interagency and multinational military force preparation exercises from 2015/16 to 2017/18, excluding special forces exercises
 - conducting 4 operations per year, protecting the territorial integrity and sovereignty of South Africa, supporting other government departments and complying with international obligations on an ongoing basis.

Subprogrammes

- *Strategic Direction* formulates and controls strategies, policies and plans for the employment of forces to promote peace, stability and security in the region and on the continent.
- *Operational Direction* provides operational direction to joint and multinational task forces and joint tactical headquarters through an operational level headquarters.
- *Special Operations* provides and employs a special operations capability within the approved Special Forces mandate for the South African National Defence Force.
- *Regional Security* provides for the external deployment of forces in support of South Africa's commitment to regional, continental and global security.
- *Support to the People* provides for the internal deployment of forces in support of the South African Police Service and other government departments. This includes border safeguarding, assistance during disaster situations and conducting search and rescue missions.
- *Defence Capability Management* provides for the planning and control of joint, interdepartmental, interagency and multinational military force preparation exercises; development of the joint force employment command and control plan; and capability development management.

Expenditure trends and estimates

Table 19.8 Force Employment expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2011/12	2012/13	2013/14		2014/15	2011/12 - 2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18	2014/15 - 2017/18
R thousand											
Strategic Direction	92 547	100 308	105 479	115 965	7.8%	3.5%	143 298	147 697	150 260	9.0%	3.8%
Operational Direction	236 475	258 115	253 043	274 862	5.1%	8.5%	299 887	321 838	334 558	6.8%	8.3%
Special Operations	576 059	604 969	666 475	653 809	4.3%	20.9%	750 199	786 630	827 171	8.2%	20.4%
Regional Security	1 033 769	1 147 477	1 608 559	1 488 908	12.9%	44.1%	1 405 793	1 495 647	1 597 913	2.4%	40.5%
Support to the People	399 172	652 817	698 810	934 097	32.8%	22.4%	982 319	987 704	995 770	2.2%	26.4%
Defence Capability Management	20 493	17 290	14 289	19 317	-2.0%	0.6%	21 657	21 733	22 892	5.8%	0.6%
Total	2 358 515	2 780 976	3 346 655	3 486 958	13.9%	100.0%	3 603 153	3 761 249	3 928 564	4.1%	100.0%
Change to 2014				50 000			(53 194)	(94 122)	(155 543)		
Budget estimate											
Economic classification											
Current payments	2 037 231	2 404 939	2 938 725	3 007 908	13.9%	86.8%	3 089 385	3 281 214	3 429 483	4.5%	86.7%
Compensation of employees	1 184 008	1 482 988	1 590 158	1 709 160	13.0%	49.8%	1 842 007	1 958 429	2 044 388	6.2%	51.1%
Goods and services	853 223	921 951	1 348 567	1 298 748	15.0%	36.9%	1 247 378	1 322 785	1 385 095	2.2%	35.5%
of which:											
Administrative fees	123	94	165	10	-56.7%	–	133	128	119	128.3%	–
Advertising	194	211	355	330	19.4%	–	385	415	431	9.3%	–
Assets less than the capitalisation threshold	27 087	24 457	15 383	23 197	-5.0%	0.8%	24 686	18 118	20 503	-4.0%	0.6%
Catering: Departmental activities	–	3 901	2 824	2 056	–	0.1%	2 322	2 408	2 546	7.4%	0.1%
Communication	14 626	14 065	16 068	33 324	31.6%	0.7%	22 388	24 668	25 751	-8.2%	0.7%
Computer services	6 134	8 613	14 136	5 290	-4.8%	0.3%	7 184	7 558	7 809	13.9%	0.2%
Consultants and professional services:	2 522	2 814	8 936	–	-100.0%	0.1%	4 383	4 640	4 905	–	0.1%
Business and advisory services	–	–	–	–	–	–	–	–	–	–	–
Consultants and professional services: Infrastructure and planning	–	59	60	984	–	–	1 161	1 232	1 309	10.0%	–

Table 19.8 Force Employment expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome				Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2011/12	2012/13	2013/14	2014/15		2011/12 - 2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18		
R thousand												
<i>Consultants and professional services:</i>												
<i>Laboratory services</i>	–	3	–	–	–	–	–	–	–	–	–	–
<i>Contractors</i>	151 929	139 638	138 826	461 649	44.8%	7.5%	369 295	354 098	330 922	-10.5%	10.3%	
<i>Agency and support / outsourced services</i>	9 764	4 064	5 782	2 607	-35.6%	0.2%	5 630	6 682	7 721	43.6%	0.2%	
<i>Entertainment</i>	1 418	594	95	165	-51.2%	–	179	182	188	4.4%	–	
<i>Fleet services (including government motor transport)</i>	–	20 165	33 562	24 047	–	0.6%	38 094	39 157	40 747	19.2%	1.0%	
<i>Inventory: Clothing material and accessories</i>	–	–	–	10 437	–	0.1%	10 417	9 230	11 530	3.4%	0.3%	
<i>Inventory: Farming supplies</i>	–	–	–	2 512	–	–	2 517	2 588	2 704	2.5%	0.1%	
<i>Inventory: Food and food supplies</i>	81 230	102 441	118 475	97 611	6.3%	3.3%	120 175	127 114	134 642	11.3%	3.2%	
<i>Inventory: Fuel, oil and gas</i>	30 744	40 788	66 322	105 781	51.0%	2.0%	50 995	50 762	58 503	-17.9%	1.8%	
<i>Inventory: Materials and supplies</i>	209 709	183 894	390 401	17 816	-56.0%	6.7%	22 468	22 988	22 587	8.2%	0.6%	
<i>Inventory: Medical supplies</i>	24	433	265	1 695	313.4%	–	2 155	2 247	13 546	99.9%	0.1%	
<i>Inventory: Medicine</i>	16 849	5 791	2 772	7 982	-22.0%	0.3%	10 025	10 426	10 843	10.8%	0.3%	
<i>Inventory: Other supplies</i>	16 393	1 105	670	472	-69.4%	0.2%	408	387	471	-0.1%	–	
<i>Consumable supplies</i>	–	15 660	19 252	20 553	–	0.5%	30 885	24 448	25 646	7.7%	0.7%	
<i>Consumables: Stationery, printing and office supplies</i>	6 703	7 729	8 783	5 700	-5.3%	0.2%	6 103	6 097	13 609	33.7%	0.2%	
<i>Operating leases</i>	8 380	8 165	21 082	5 663	-12.2%	0.4%	25 822	28 409	31 090	76.4%	0.6%	
<i>Property payments</i>	643	14 724	18 457	19 577	212.3%	0.4%	22 663	20 866	22 150	4.2%	0.6%	
<i>Travel and subsistence</i>	179 673	238 890	200 218	238 635	9.9%	7.2%	207 492	208 487	209 709	-4.2%	5.8%	
<i>Training and development</i>	3 140	2 711	2 405	6 178	25.3%	0.1%	4 651	6 712	5 682	-2.8%	0.2%	
<i>Operating payments</i>	85 077	79 855	262 079	201 281	33.2%	5.2%	252 266	340 113	376 701	23.2%	7.9%	
<i>Venues and facilities</i>	861	1 087	1 191	3 196	54.8%	0.1%	2 496	2 625	2 731	-5.1%	0.1%	
<i>Rental and hiring</i>	–	–	3	–	–	–	–	–	–	–	–	
Transfers and subsidies	202 787	166 103	163 638	293 445	13.1%	6.9%	245 819	250 747	259 669	-4.0%	7.1%	
Provinces and municipalities	–	–	–	2	–	–	–	–	–	-100.0%	–	
Departmental agencies and accounts	186 867	150 582	149 130	277 715	14.1%	6.4%	230 172	233 873	241 536	-4.5%	6.7%	
Public corporations and private enterprises	11 673	12 587	9 037	8 000	-11.8%	0.3%	11 994	12 594	13 224	18.2%	0.3%	
Households	4 247	2 934	5 471	7 728	22.1%	0.2%	3 653	4 280	4 909	-14.0%	0.1%	
Payments for capital assets	118 487	209 810	244 214	185 605	16.1%	6.3%	267 949	229 288	239 412	8.9%	6.2%	
Buildings and other fixed structures	3 157	39 773	11 721	760	-37.8%	0.5%	4 900	5 149	5 386	92.1%	0.1%	
Machinery and equipment	115 330	169 985	231 451	183 779	16.8%	5.9%	262 056	223 096	232 931	8.2%	6.1%	
Specialised military assets	–	52	998	1 066	–	–	993	1 043	1 095	0.9%	–	
Software and other intangible assets	–	–	44	–	–	–	–	–	–	–	–	
Payments for financial assets	10	124	78	–	-100.0%	–	–	–	–	–	–	
Total	2 358 515	2 780 976	3 346 655	3 486 958	13.9%	100.0%	3 603 153	3 761 249	3 928 564	4.1%	100.0%	
Proportion of total programme expenditure to vote expenditure	6.9%	7.4%	8.3%	8.1%	–	–	8.1%	8.0%	7.8%	–	–	
Details of transfers and subsidies												
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Current	–	–	–	2	–	–	–	–	–	-100.0%	–	
Vehicle licences	–	–	–	2	–	–	–	–	–	-100.0%	–	
Households												
Social benefits												
Current	4 247	2 934	5 471	7 728	22.1%	0.2%	3 653	4 280	4 909	-14.0%	0.1%	
Employee social benefits	4 247	2 934	5 471	7 728	22.1%	0.2%	3 653	4 280	4 909	-14.0%	0.1%	
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current	186 867	150 582	149 130	277 715	14.1%	6.4%	230 172	233 873	241 536	-4.5%	6.7%	
Communication	–	–	–	862	–	–	13	15	8	-79.0%	–	
Special Defence Account	186 867	150 582	149 130	276 853	14.0%	6.4%	230 159	233 858	241 528	-4.4%	6.6%	
Public corporations and private enterprises												
Public corporations												
Other transfers to public corporations												
Current	11 673	12 587	9 037	8 000	-11.8%	0.3%	11 994	12 594	13 224	18.2%	0.3%	
Armaments Corporation of South Africa	11 673	12 587	9 037	8 000	-11.8%	0.3%	11 994	12 594	13 224	18.2%	0.3%	

Personnel information

Table 19.9 Force Employment personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment															Number		
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)	
		2013/14		Unit Cost	2014/15		Unit Cost	2015/16			2016/17			2017/18					
Force Employment		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	2014/15 - 2017/18		
Salary level	1 919	–	1 969	1 590.2	0.8	1 919	1 709.2	0.9	2 063	1 842.0	0.9	2 094	1 958.4	0.9	2 111	2 044.4	1.0	3.2%	100.0%
1 – 6	1 025	–	1 005	203.1	0.2	1 025	200.8	0.2	1 064	233.2	0.2	1 088	254.0	0.2	1 103	269.6	0.2	2.5%	52.3%
7 – 10	806	–	874	323.3	0.4	806	320.7	0.4	909	378.2	0.4	917	408.2	0.4	919	428.5	0.5	4.5%	43.4%
11 – 12	70	–	70	47.6	0.7	70	50.8	0.7	72	54.7	0.8	70	57.3	0.8	70	60.0	0.9	–	3.4%
13 – 16	18	–	20	20.1	1.0	18	20.7	1.2	19	21.5	1.1	19	23.0	1.2	19	24.1	1.3	1.8%	0.9%
Other	–	–	–	996.0	–	–	1 116.2	–	–	1 154.4	–	–	1 215.9	–	–	1 262.2	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 3: Landward Defence

Programme purpose

Provide prepared and supported landward defence capabilities for the defence and protection of South Africa.

Objectives

- Defend and protect South Africa and its territory over the medium term by:
 - providing 1 infantry capability, including Chief of the South African National Defence Reaction Force, for external deployment and for internal safety and security, including border safeguarding
 - exercising 1 tank and armoured car capability and providing 1 squadron for internal deployment per year
 - exercising 1 composite artillery capability and providing 1 battery for internal deployment per year
 - exercising 1 air defence artillery capability and providing 1 battery for internal deployment per year
 - providing 1 sustained composite engineer capability for external deployment, as well as for internal safety and security, and exercising 1 field engineer capability per year
 - providing 1 signal capability for external deployment and for internal signal support and exercising 1 composite signal capability per year.

Subprogrammes

- Strategic Direction* directs, orchestrates and controls the South African Army in achieving its mission to prepare and provide supported landward capabilities for the defence and protection of South Africa.
- Infantry Capability* provides combat ready infantry capabilities through training, preparing, exercising and supporting mechanised, motorised, specialised and airborne infantry units.
- Armour Capability* provides combat ready armour capabilities through training, preparing, exercising and supporting tank and armoured car units.
- Artillery Capability* provides combat ready artillery capabilities through training, preparing, exercising and supporting composite and light artillery units.
- Air Defence Artillery Capability* provides combat ready air defence artillery capabilities through training, preparing, exercising and supporting air defence artillery units.
- Engineering Capability* provides combat ready engineering capabilities to ensure mobility and establish infrastructure during exercises and deployments through training, preparing, exercising and supporting field and construction engineer units.
- Operational Intelligence* provides combat ready operational intelligence capabilities to enable successful planning and execution of operations through training, preparing, exercising and supporting intelligence units.

- *Command and Control Capability* provides combat ready tactical command and control capabilities for integrated forces during force preparation and force employment.
- *Support Capability* provides first, second and fourth line support capabilities to units and bases, and ensures support to deployed combat units through training, preparing, exercising and supporting first and second line maintenance units and workshops.
- *General Training Capability* provides general training capabilities through basic military training, junior leader training, common landward training, and command and management training at the training depot and decentralised units, the South African Army Gymnasium, the combat training centre and the South African Army College.
- *Signal Capability* provides combat ready signal capabilities to ensure command, control and communications during exercises and deployments through training, preparing, exercising and supporting signal units.

Expenditure trends and estimates

Table 19.10 Landward Defence expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2014/15	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)		
	2011/12	2012/13	2013/14		2011/12 - 2014/15	2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18	2017/18	
R thousand												
Strategic Direction	351 438	372 015	420 387	401 567	4.5%	3.0%	366 808	379 392	385 684	-1.3%	2.5%	
Infantry Capability	3 360 822	3 826 318	4 759 700	5 340 257	16.7%	33.8%	5 816 367	6 299 309	5 766 498	2.6%	38.3%	
Armour Capability	305 796	346 761	356 756	392 644	8.7%	2.7%	398 611	439 359	476 938	6.7%	2.8%	
Artillery Capability	374 894	481 461	383 203	445 599	5.9%	3.3%	527 491	518 702	698 683	16.2%	3.6%	
Air Defence Artillery Capability	378 009	590 902	425 105	492 201	9.2%	3.7%	580 453	511 752	857 137	20.3%	4.0%	
Engineering Capability	508 954	564 048	587 191	634 276	7.6%	4.5%	642 861	692 768	748 725	5.7%	4.5%	
Operational Intelligence	178 654	233 936	176 843	193 775	2.7%	1.5%	218 656	257 602	295 172	15.1%	1.6%	
Command and Control Capability	140 961	158 706	168 679	180 747	8.6%	1.3%	198 063	216 113	226 329	7.8%	1.4%	
Support Capability	4 176 709	4 415 483	4 858 211	4 634 333	3.5%	35.3%	4 414 588	4 561 499	4 735 266	0.7%	30.2%	
General Training Capability	323 255	347 644	390 970	406 648	8.0%	2.9%	504 674	531 409	555 726	11.0%	3.3%	
Signal Capability	862 701	1 030 649	1 072 078	1 119 808	9.1%	8.0%	1 136 731	1 204 923	1 278 619	4.5%	7.8%	
Total	10 962 193	12 367 923	13 599 123	14 241 855	9.1%	100.0%	14 805 303	15 612 828	16 024 777	4.0%	100.0%	
Change to 2014				386 989			(47 334)	(27 346)	(620 809)			
Budget estimate												
Economic classification												
Current payments	8 867 194	9 762 480	10 809 481	11 921 318	10.4%	80.8%	12 248 947	13 005 971	13 737 361	4.8%	83.9%	
Compensation of employees	7 538 030	8 387 318	9 164 762	9 874 563	9.4%	68.3%	10 288 047	11 045 590	11 803 845	6.1%	70.9%	
Goods and services	1 329 164	1 375 162	1 644 719	2 046 755	15.5%	12.5%	1 960 900	1 960 381	1 933 516	-1.9%	13.0%	
of which:												
Administrative fees	6	4	10	-	-100.0%	-	-	-	-	-	-	
Advertising	922	1 292	1 442	1 629	20.9%	-	1 129	1 123	1 206	-9.5%	-	
Assets less than the capitalisation threshold	47 403	68 627	64 158	85 593	21.8%	0.5%	65 191	54 066	52 419	-15.1%	0.4%	
Catering: Departmental activities	-	2 305	5 375	5 733	-	-	2 961	2 937	2 944	-19.9%	-	
Communication	35 246	34 604	33 028	42 420	6.4%	0.3%	34 514	34 726	35 191	-6.0%	0.2%	
Computer services	76 257	71 978	71 074	81 189	2.1%	0.6%	77 595	77 418	79 174	-0.8%	0.5%	
Consultants and professional services:	6 887	9 529	8 594	8 712	8.2%	0.1%	5 406	4 721	6 186	-10.8%	-	
Business and advisory services												
Consultants and professional services: Infrastructure and planning	5	187	186	32 804	1772.1%	0.1%	25 944	33 480	20 035	-15.2%	0.2%	
Contractors	213 796	174 391	249 551	437 088	26.9%	2.1%	542 554	516 141	419 515	-1.4%	3.2%	
Agency and support/outsourced services	15 894	10 440	11 000	14 649	-2.7%	0.1%	11 906	11 780	11 860	-6.8%	0.1%	
Entertainment	3 589	7 491	3 215	150	-65.3%	-	286	280	280	23.1%	-	
Fleet services (including government motor transport)	-	7 354	1 836	89 526	-	0.2%	66 646	46 810	47 291	-19.2%	0.4%	
Inventory: Clothing material and accessories	-	-	-	141 614	-	0.3%	116 310	114 252	66 686	-22.2%	0.7%	
Inventory: Farming supplies	-	-	-	3 807	-	-	3 643	3 418	3 440	-3.3%	-	
Inventory: Food and food supplies	382 993	385 012	481 412	425 999	3.6%	3.3%	402 386	414 938	435 048	0.7%	2.8%	
Inventory: Fuel, oil and gas	118 126	138 995	193 558	195 962	18.4%	1.3%	198 556	209 384	230 860	5.6%	1.4%	
Inventory: Materials and supplies	73 072	56 186	61 165	40 403	-17.9%	0.5%	32 992	38 300	11 999	-33.3%	0.2%	

Table 19.10 Landward Defence expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2011/12	2012/13	2013/14		2014/15	2011/12 - 2014/15	2015/16	2016/17	2017/18		
R thousand											
<i>Inventory: Medical supplies</i>	275	189	68	49	-43.7%	-	26	35	28	-17.0%	-
<i>Inventory: Medicine</i>	11	10	10	16	13.3%	-	5	5	5	-32.1%	-
<i>Inventory: Other supplies</i>	81 836	19	47	27 524	-30.5%	0.2%	2 928	24 368	143 671	73.5%	0.3%
<i>Consumable supplies</i>	-	80 366	51 876	41 339	-	0.3%	35 910	33 698	34 692	-5.7%	0.2%
<i>Consumables: Stationery, printing and office supplies</i>	27 970	27 017	29 146	25 892	-2.5%	0.2%	22 903	22 699	20 018	-8.2%	0.2%
<i>Operating leases</i>	12 850	15 322	2 266	18 638	13.2%	0.1%	19 609	19 727	20 163	2.7%	0.1%
<i>Property payments</i>	4 475	67 544	69 339	65 319	144.4%	0.4%	57 794	59 608	62 568	-1.4%	0.4%
<i>Travel and subsistence</i>	178 815	193 581	278 666	190 351	2.1%	1.6%	166 455	169 485	161 821	-5.3%	1.1%
<i>Training and development</i>	30 080	(1 265)	39 156	42 198	11.9%	0.2%	42 913	42 917	42 201	-	0.3%
<i>Operating payments</i>	17 396	21 268	(16 957)	24 757	12.5%	0.1%	20 037	19 805	19 933	-7.0%	0.1%
<i>Venues and facilities</i>	1 260	2 696	5 482	3 367	38.8%	-	4 282	4 241	4 263	8.2%	-
<i>Rental and hiring</i>	-	20	16	27	-	-	19	19	19	-11.1%	-
Transfers and subsidies	1 795 945	2 045 482	2 473 968	2 232 927	7.5%	16.7%	2 517 869	2 570 654	2 267 417	0.5%	15.8%
Provinces and municipalities	-	-	-	5	-	-	5	5	5	-	-
Departmental agencies and accounts	1 710 672	1 955 279	2 391 471	2 158 612	8.1%	16.1%	2 450 032	2 510 858	2 208 107	0.8%	15.4%
Public corporations and private enterprises	51 296	53 617	54 509	49 728	-1.0%	0.4%	33 117	25 117	25 117	-20.4%	0.2%
Households	33 977	36 586	27 988	24 582	-10.2%	0.2%	34 715	34 674	34 188	11.6%	0.2%
Payments for capital assets	295 063	557 090	312 092	87 610	-33.3%	2.4%	38 487	36 203	19 999	-38.9%	0.3%
Buildings and other fixed structures	1 831	967	334	-	-100.0%	-	100	132	-	-	-
Machinery and equipment	292 652	531 462	291 163	67 610	-38.6%	2.3%	34 621	33 303	17 938	-35.7%	0.3%
Specialised military assets	-	20 574	19 350	20 000	-	0.1%	3 766	2 768	2 061	-53.1%	-
Biological assets	580	4 039	1 245	-	-100.0%	-	-	-	-	-	-
Software and other intangible assets	-	48	-	-	-	-	-	-	-	-	-
Payments for financial assets	3 991	2 871	3 582	-	-100.0%	-	-	-	-	-	-
Total	10 962 193	12 367 923	13 599 123	14 241 855	9.1%	100.0%	14 805 303	15 612 828	16 024 777	4.0%	100.0%
Proportion of total programme expenditure to vote expenditure	31.9%	32.8%	33.6%	33.2%	-	-	33.2%	33.1%	32.0%	-	-
Details of transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	-	-	-	5	-	-	5	5	5	-	-
Vehicle licences	-	-	-	5	-	-	5	5	5	-	-
Households											
Social benefits											
Current	33 977	36 586	24 281	24 582	-10.2%	0.2%	34 715	34 674	34 188	11.6%	0.2%
Employee social benefits	33 977	36 586	24 281	24 582	-10.2%	0.2%	34 715	34 674	34 188	11.6%	0.2%
Households											
Other transfers to households											
Current	-	-	3 707	-	-	-	-	-	-	-	-
Claims against the state	-	-	3 707	-	-	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 710 672	1 955 279	2 391 471	2 158 612	8.1%	16.1%	2 450 032	2 510 858	2 208 107	0.8%	15.4%
Communication	-	-	-	236	-	-	86	89	88	-28.0%	-
Vehicle licences	-	-	-	-	-	-	4	4	4	-	-
Special Defence account	1 710 672	1 955 279	2 391 471	2 158 376	8.1%	16.1%	2 449 942	2 510 765	2 208 015	0.8%	15.4%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	51 296	53 617	54 446	49 728	-1.0%	0.4%	33 117	25 117	25 117	-20.4%	0.2%
Armaments Corporation of South Africa	51 296	53 617	54 446	49 728	-1.0%	0.4%	33 117	25 117	25 117	-20.4%	0.2%
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	-	-	63	-	-	-	-	-	-	-	-
Claims against the state	-	-	63	-	-	-	-	-	-	-	-

Personnel information

Table 19.11 Landward Defence personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment															Number		
Number of funded posts	Number of posts additional to the establishment	Actual 2013/14			Revised estimate 2014/15			Medium-term expenditure estimate 2015/16			Medium-term expenditure estimate 2016/17			Medium-term expenditure estimate 2017/18			Average growth rate (%)	Salary level/total: Average (%)	
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			2014/15 - 2017/18
Landward Defence																			
Salary level	39 332	–	40 121	9 164.8	0.2	39 332	9 874.6	0.3	40 599	10 288.0	0.3	41 242	11 045.6	0.3	41 980	11 803.8	0.3	2.2%	100.0%
1 – 6	30 892	–	31 603	5 520.3	0.2	30 892	6 003.5	0.2	31 936	6 263.6	0.2	32 614	6 817.6	0.2	33 359	7 374.9	0.2	2.6%	78.9%
7 – 10	8 257	–	8 304	2 717.3	0.3	8 257	2 970.6	0.4	8 460	3 111.2	0.4	8 430	3 305.2	0.4	8 430	3 493.3	0.4	0.7%	20.6%
11 – 12	151	–	180	115.7	0.6	151	107.5	0.7	172	123.8	0.7	169	129.9	0.8	163	132.6	0.8	2.6%	0.4%
13 – 16	32	–	34	32.2	0.9	32	33.7	1.1	31	33.0	1.1	29	32.9	1.1	28	33.7	1.2	-4.4%	0.1%
Other	–	–	–	779.3	–	–	759.3	–	–	756.5	–	–	760.0	–	–	769.4	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 4: Air Defence

Programme purpose

Provide prepared and supported air defence capabilities for the defence and protection of South Africa.

Objectives

- Defend and protect South Africa and its airspace over the medium term by providing:
 - 4 helicopter squadrons and 1 combat support helicopter squadron per year
 - 3 medium transport squadrons, which will include 1 VIP squadron, 1 maritime and transport squadron, 1 light transport squadron and 9 reserve squadrons per year
 - 1 air combat squadron per year
 - 24-hour air command and control capability.

Subprogrammes

- Strategic Direction* provides strategic direction to the programme by formulating and controlling strategies, policies and plans through the air force office to prepare and provide the capabilities required by the Chief of the South African National Defence Force.
- Operational Direction* provides operational direction to the programme by means of an air command.
- Helicopter Capability* provides and sustains operationally ready light utility helicopters, medium transport helicopters and combat support helicopters crewed by appropriately qualified personnel.
- Transport and Maritime Capability* provides and sustains operationally ready transport and maritime aircraft crewed by appropriately qualified personnel.
- Air Combat Capability* provides and sustains operationally ready fighter aircraft crewed by appropriately qualified personnel.
- Operational Support and Intelligence Capability* prepares, develops, provides and supports protection, intelligence systems and counterintelligence support to the South African Air Force through protection squadrons, intelligence subsystems and intelligence training unique to the air force.
- Command and Control Capability* supplies and maintains operationally ready command and control elements in support of air battle space operations.
- Base Support Capability* provides air base infrastructure facilities to squadrons and resident units on bases, including the maintenance of all relevant systems and personnel, to support flying operations.
- Command Post* renders command and control over all missions flown.
- Training Capability* provides for the general education, training and development of air force personnel.
- Technical Support Services* establishes, maintains and prepares optimised technical and tactical logistic support capabilities to provide support to system groups and manage air service units.

Expenditure trends and estimates

Table 19.12 Air Defence expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Strategic Direction	14 247	19 619	16 829	16 660	5.4%	0.3%	16 783	17 467	17 878	2.4%	0.2%
Operational Direction	209 723	236 742	247 938	137 270	-13.2%	3.1%	177 686	160 769	214 825	16.1%	2.4%
Helicopter Capability	895 739	872 420	996 286	736 982	-6.3%	13.1%	801 494	880 221	874 705	5.9%	11.3%
Transport and Maritime Capability	555 290	551 867	485 389	1 861 098	49.7%	12.9%	794 867	706 608	949 472	-20.1%	14.7%
Air Combat Capability	1 352 220	1 594 135	909 906	1 158 328	-5.0%	18.7%	1 437 203	1 111 926	1 669 786	13.0%	18.4%
Operational Support and Intelligence Capability	320 446	463 435	312 633	265 395	-6.1%	5.1%	284 700	303 378	311 748	5.5%	4.0%
Command and Control Capability	375 870	470 164	343 112	442 535	5.6%	6.1%	901 454	891 364	1 272 574	42.2%	12.0%
Base Support Capability	1 494 872	1 664 516	1 723 988	1 785 348	6.1%	24.9%	1 735 323	1 796 948	1 949 625	3.0%	24.8%
Command Post	16 411	51 105	30 870	50 625	45.6%	0.6%	54 827	58 017	60 006	5.8%	0.8%
Training Capability	450 660	213 249	206 392	206 837	-22.9%	4.0%	184 394	189 339	203 444	-0.5%	2.7%
Technical Support Services	842 264	937 693	758 180	515 534	-15.1%	11.4%	660 424	688 129	699 817	10.7%	8.8%
Total	6 527 742	7 074 945	6 031 523	7 176 612	3.2%	100.0%	7 049 155	6 804 166	8 223 880	4.6%	100.0%
Change to 2014 Budget estimate				9 716			(379 618)	(405 485)	588 934		
Economic classification											
Current payments	4 599 266	5 127 652	5 115 990	5 033 974	3.1%	74.1%	5 144 503	5 548 802	5 889 317	5.4%	73.9%
Compensation of employees	2 497 146	2 790 981	2 955 320	2 983 184	6.1%	41.9%	3 202 654	3 362 201	3 448 210	4.9%	44.4%
Goods and services	2 102 120	2 336 671	2 160 670	2 050 790	-0.8%	32.3%	1 941 849	2 186 601	2 441 107	6.0%	29.5%
of which:											
Administrative fees	4	4	-	-	-100.0%	-	-	-	-	-	-
Advertising	455	698	72	368	-6.8%	-	9	9	9	-71.0%	-
Assets less than the capitalisation threshold	15 384	7 091	6 740	6 866	-23.6%	0.1%	4 851	12 642	4 973	-10.2%	0.1%
Catering: Departmental activities	-	1 184	2 137	244	-	-	1 196	1 198	1 211	70.6%	-
Communication	8 057	8 833	8 872	2 815	-29.6%	0.1%	5 866	6 264	6 737	33.8%	0.1%
Computer services	39 715	32 410	31 282	61 572	15.7%	0.6%	47 204	48 512	49 018	-7.3%	0.7%
Consultants and professional services: Business and advisory services	5 471	2 170	2 240	1 267	-38.6%	-	1 589	968	965	-8.7%	-
Consultants and professional services: Infrastructure and planning	44	1 919	1 423	3 043	310.5%	-	4 013	4 359	4 739	15.9%	0.1%
Consultants and professional services: Laboratory services	2	-	-	-	-100.0%	-	30	31	32	-	-
Contractors	1 130 442	1 301 808	1 532 335	1 215 928	2.5%	19.3%	1 302 957	1 413 237	1 432 656	5.6%	18.3%
Agency and support/outsourced services	278 874	297 554	102 506	8 787	-68.4%	2.6%	8 697	9 304	9 942	4.2%	0.1%
Entertainment	860	1 887	335	147	-44.5%	-	-	-	-	-100.0%	-
Fleet services (including government motor transport)	-	3 250	2 280	5 439	-	-	6 138	6 620	7 216	9.9%	0.1%
Inventory: Clothing material and accessories	-	-	-	19 364	-	0.1%	20 902	23 120	25 361	9.4%	0.3%
Inventory: Farming supplies	-	-	-	204	-	-	201	218	240	5.6%	-
Inventory: Food and food supplies	75 482	74 028	71 217	74 727	-0.3%	1.1%	1 455	1 624	1 863	-70.8%	0.3%
Inventory: Fuel, oil and gas	193 335	221 632	240 920	211 251	3.0%	3.2%	166 063	185 426	427 087	26.4%	3.4%
Inventory: Learner and teacher support material	-	-	-	105 939	-	0.4%	-	-	-	-100.0%	0.4%
Inventory: Materials and supplies	(94 408)	(118 338)	(262 739)	11 402	-149.4%	-1.7%	16 656	16 823	16 777	13.7%	0.2%
Inventory: Medical supplies	24	30	81	3	-50.0%	-	96	104	112	234.2%	-
Inventory: Medicine	5	3	4	-	-100.0%	-	-	-	-	-	-
Inventory: Other supplies	66 932	185 761	134 739	42 502	-14.0%	1.6%	27 515	20 775	24 874	-16.4%	0.4%
Consumable supplies	-	41 149	-	13 532	-	0.2%	11 907	12 606	13 818	0.7%	0.2%
Consumables: Stationery, printing and office supplies	11 543	12 923	12 016	23 527	26.8%	0.2%	9 462	9 390	9 901	-25.1%	0.2%
Operating leases	4 378	5 300	966	5 518	8.0%	0.1%	7 640	7 630	8 190	14.1%	0.1%
Property payments	3 092	32 994	18 296	11 965	57.0%	0.2%	17 026	18 144	19 828	18.3%	0.2%
Travel and subsistence	134 426	80 028	88 155	24 302	-43.5%	1.2%	55 767	59 785	63 702	37.9%	0.7%
Training and development	43 674	35 960	29 607	19 204	-24.0%	0.5%	51 368	54 925	53 916	41.1%	0.6%
Operating payments	183 547	106 344	136 907	180 874	-0.5%	2.3%	173 156	272 799	257 847	12.5%	3.0%
Venues and facilities	782	49	279	-	-100.0%	-	85	88	93	-	-

Table 19.12 Air Defence expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Transfers and subsidies	1 869 638	1 780 995	815 669	2 138 825	4.6%	24.6%	1 855 054	1 229 752	2 307 775	2.6%	25.7%
Provinces and municipalities	–	–	–	–	–	–	2	–	–	–	–
Departmental agencies and accounts	1 852 556	1 765 517	806 142	2 121 186	4.6%	24.4%	1 837 617	1 213 552	2 289 237	2.6%	25.5%
Public corporations and private enterprises	2 929	2 260	40	–	-100.0%	–	–	–	–	–	–
Households	14 153	13 218	9 487	17 639	7.6%	0.2%	17 435	16 200	18 538	1.7%	0.2%
Payments for capital assets	58 414	165 382	99 133	3 813	-59.7%	1.2%	49 598	25 612	26 788	91.5%	0.4%
Buildings and other fixed structures	145	52	560	–	-100.0%	–	–	–	–	–	–
Machinery and equipment	58 269	164 061	96 957	3 813	-59.7%	1.2%	42 986	19 000	20 176	74.3%	0.3%
Specialised military assets	–	1 269	1 616	–	–	–	6 612	6 612	6 612	–	0.1%
Payments for financial assets	424	916	731	–	-100.0%	–	–	–	–	–	–
Total	6 527 742	7 074 945	6 031 523	7 176 612	3.2%	100.0%	7 049 155	6 804 166	8 223 880	4.6%	100.0%
Proportion of total programme expenditure to vote expenditure	19.0%	18.8%	14.9%	16.7%	–	–	15.8%	14.4%	16.4%	–	–
Details of transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	–	–	–	–	–	–	2	–	–	–	–
Vehicle licences	–	–	–	–	–	–	2	–	–	–	–
Households											
Social benefits											
Current	14 153	13 218	9 487	17 639	7.6%	0.2%	17 435	16 200	18 538	1.7%	0.2%
Employee social benefits	14 153	13 218	9 487	17 639	7.6%	0.2%	17 435	16 200	18 538	1.7%	0.2%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 852 556	1 765 517	806 142	2 121 186	4.6%	24.4%	1 837 617	1 213 552	2 289 237	2.6%	25.5%
Communication	–	–	–	37	–	–	–	–	–	-100.0%	–
Special defence account	1 852 556	1 765 517	806 142	2 121 149	4.6%	24.4%	1 837 617	1 213 552	2 289 237	2.6%	25.5%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	2 929	2 260	–	–	-100.0%	–	–	–	–	–	–
Armaments Corporation of South Africa	2 929	2 260	–	–	-100.0%	–	–	–	–	–	–
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	–	–	40	–	–	–	–	–	–	–	–
Claims against the state	–	–	40	–	–	–	–	–	–	–	–

Personnel information

Table 19.13 Air Defence personnel numbers and cost by salary level¹

Air Defence	Number of posts estimated for 31 March 2015	Number of posts additional to the establishment	Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
			Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
			2013/14		2014/15		2015/16		2016/17		2017/18		2014/15 - 2017/18							
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number		Cost	Unit Cost	Number	Cost	Unit Cost		
Salary level	10 898	–	–	10 815	2 955.3	0.3	10 898	2 983.2	0.3	10 414	3 202.7	0.3	10 105	3 362.2	0.3	9 724	3 448.2	0.4	-3.7%	100.0%
1 – 6	7 006	–	–	6 710	1 227.9	0.2	7 006	1 270.4	0.2	6 418	1 335.4	0.2	6 236	1 407.5	0.2	6 020	1 449.4	0.2	-4.9%	62.4%
7 – 10	3 724	–	–	3 940	1 509.4	0.4	3 724	1 476.3	0.4	3 835	1 639.9	0.4	3 713	1 721.9	0.5	3 551	1 759.9	0.5	-1.6%	36.0%
11 – 12	141	–	–	139	101.7	0.7	141	104.8	0.7	136	109.9	0.8	132	115.3	0.9	129	120.4	0.9	-2.9%	1.3%
13 – 16	27	–	–	26	29.2	1.1	27	31.2	1.2	25	31.7	1.2	24	32.6	1.4	24	34.9	1.5	-3.9%	0.2%
Other	–	–	–	–	87.2	–	–	100.5	–	–	85.7	–	–	84.9	–	–	83.7	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 5: Maritime Defence

Programme purpose

Provide prepared and supported maritime defence capabilities for the defence and protection of South Africa.

Objectives

- Defend and protect South Africa and its maritime zones over the medium term by providing:
 - a surface combat and patrol capability of 3 frigates, 1 combat support vessel, 2 offshore patrol vessels and 3 inshore patrol vessels in each annual operational cycle
 - a sub-surface combat capability of 2 submarines in each annual operational cycle
 - a mine warfare capability of 2 vessels in each annual operational cycle to ensure safe access to South Africa's harbours, and mine clearance where required
 - a maritime reaction squadron capability, comprising an operational boat division, an operational diving division and a naval reaction division in each annual operational cycle
 - a hydrographic survey capability to ensure safe navigation by charting areas and to meet international obligations.

Subprogrammes

- *Maritime Direction* provides strategic direction to the programme by formulating and controlling strategies, policies, plans and advice to prepare and provide maritime defence capabilities.
- *Maritime Combat Capability* provides mission ready and supported maritime combat capabilities in accordance with the approved force design of the department.
- *Maritime Logistic Support Capability* sustains the availability of the force structure elements in the naval force design to ensure compliance with ordered operational commitments.
- *Maritime Human Resources and Training Capability* ensures that the maritime combat and support capability requirements are met in terms of qualified personnel.
- *Base Support Capability* provides a general base support capability to ships and submarines, shore units and other identified clients to ensure the fleet complies with specified operational readiness levels.

Expenditure trends and estimates

Table 19.14 Maritime Defence expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome				Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2011/12	2012/13	2013/14	2014/15		2011/12 - 2014/15	Expenditure/ Total: Average (%)	2015/16	2016/17	2017/18	2014/15 - 2017/18	Expenditure/ Total: Average (%)
R thousand												
Maritime Direction	445 452	467 248	488 771	520 823	5.3%	15.5%	537 666	546 322	562 303	2.6%	12.8%	
Maritime Combat Capability	559 842	558 293	585 055	1 200 932	29.0%	23.5%	1 252 500	2 155 385	1 974 763	18.0%	38.8%	
Maritime Logistic Support Capability	762 136	988 958	1 136 997	989 254	9.1%	31.3%	851 779	927 733	1 069 241	2.6%	22.6%	
Maritime Human Resources and Training Capability	304 112	316 290	397 131	383 633	8.1%	11.3%	460 725	486 716	517 197	10.5%	10.9%	
Base Support Capability	503 171	564 156	618 424	583 863	5.1%	18.3%	614 579	644 931	677 208	5.1%	14.9%	
Total	2 574 713	2 894 945	3 226 378	3 678 505	12.6%	100.0%	3 717 249	4 761 087	4 800 712	9.3%	100.0%	
Change to 2014							(37 531)	(166 392)	(414 046)			
Budget estimate												
Economic classification												
Current payments	2 095 632	2 413 440	2 663 144	2 784 005	9.9%	80.5%	2 816 643	2 967 896	3 206 665	4.8%	69.4%	
Compensation of employees	1 517 297	1 672 529	1 827 073	1 803 144	5.9%	55.1%	2 057 776	2 163 894	2 284 728	8.2%	49.0%	
Goods and services	578 335	740 911	836 071	980 861	19.3%	25.3%	758 867	804 002	921 937	-2.0%	20.4%	
of which:												
Administrative fees	–	–	17	–	–	–	–	–	–	–	–	
Advertising	392	435	476	566	13.0%	–	524	528	535	-1.9%	–	
Assets less than the capitalisation threshold	13 665	6 730	10 078	9 741	-10.7%	0.3%	11 696	16 567	17 529	21.6%	0.3%	
Catering: Departmental activities	–	887	1 971	712	–	–	641	647	642	-3.4%	–	

Table 19.14 Maritime Defence expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome				Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2011/12	2012/13	2013/14	2014/15		2011/12 - 2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18		
R thousand												
Communication	9 898	9 130	9 976	9 433	-1.6%	0.3%	11 674	9 521	10 035	2.1%	0.2%	
Computer services	31 078	30 933	23 440	27 326	-4.2%	0.9%	21 231	20 578	21 678	-7.4%	0.5%	
Consultants and professional services: Business and advisory services	693	630	494	750	2.7%	-	710	786	821	3.1%	-	
Consultants and professional services: Infrastructure and planning	1 955	624	947	3 932	26.2%	0.1%	2 372	5 534	5 373	11.0%	0.1%	
Consultants and professional services: Laboratory services	-	-	-	-	-	-	131	-	-	-	-	
Contractors	207 779	308 004	496 992	363 492	20.5%	11.1%	262 659	283 867	269 882	-9.4%	7.0%	
Agency and support/outsourced services	22 065	14 823	15 500	4 428	-41.5%	0.5%	5 411	5 718	6 064	11.0%	0.1%	
Entertainment	145	194	62	104	-10.5%	-	61	58	57	-18.2%	-	
Fleet services (including government motor transport)	-	8	510	1 234	-	-	1 096	1 140	1 205	-0.8%	-	
Inventory: Clothing material and accessories	-	-	-	18 355	-	0.1%	15 919	23 106	23 784	9.0%	0.5%	
Inventory: Food and food supplies	54 805	66 560	49 266	81 309	14.1%	2.0%	91 438	94 220	97 984	6.4%	2.2%	
Inventory: Fuel, oil and gas	74 532	82 687	92 507	59 934	-7.0%	2.5%	81 396	80 880	172 233	42.2%	2.3%	
Inventory: Materials and supplies	(38 333)	16 701	(61 962)	33 778	-195.9%	-0.4%	25 303	24 896	25 477	-9.0%	0.6%	
Inventory: Medical supplies	5	17	18	24	68.7%	-	55	56	54	31.0%	-	
Inventory: Other supplies	81 318	75 018	79 739	145 721	21.5%	3.1%	59 182	53 631	78 221	-18.7%	2.0%	
Consumable supplies	-	36 192	-	9 624	-	0.4%	6 502	9 754	10 174	1.9%	0.2%	
Consumables: Stationery, printing and office supplies	6 781	5 980	6 880	5 419	-7.2%	0.2%	6 685	7 817	5 911	2.9%	0.2%	
Operating leases	2 191	2 966	148	7 035	47.5%	0.1%	2 616	5 612	5 189	-9.6%	0.1%	
Property payments	8 432	17 407	29 921	36 445	62.9%	0.7%	37 452	52 500	54 073	14.1%	1.1%	
Travel and subsistence	44 236	49 523	63 514	49 612	3.9%	1.7%	46 086	45 213	46 318	-2.3%	1.1%	
Training and development	(9 580)	(6 328)	12 113	13 758	-212.8%	0.1%	7 172	7 566	7 938	-16.7%	0.2%	
Operating payments	56 966	21 227	2 771	97 617	19.7%	1.4%	60 390	53 341	60 301	-14.8%	1.6%	
Venues and facilities	9 312	558	686	512	-62.0%	0.1%	446	447	440	-4.9%	-	
Rental and hiring	-	5	7	-	-	-	19	19	19	-	-	
Transfers and subsidies	443 589	417 219	475 245	873 692	25.4%	17.9%	878 072	1 775 231	1 573 046	21.7%	30.1%	
Departmental agencies and accounts	231 153	104 117	167 743	648 886	41.1%	9.3%	633 542	1 522 845	1 315 596	26.6%	24.3%	
Public corporations and private enterprises	194 047	294 113	301 388	208 619	2.4%	8.1%	219 884	231 758	244 274	5.4%	5.3%	
Households	18 389	18 989	6 114	16 187	-4.2%	0.5%	24 646	20 628	13 176	-6.6%	0.4%	
Payments for capital assets	35 240	63 864	86 899	20 808	-16.1%	1.7%	22 534	17 960	21 001	0.3%	0.5%	
Buildings and other fixed structures	8 865	13 873	3 509	12 985	13.6%	0.3%	2 000	2 300	2 600	-41.5%	0.1%	
Machinery and equipment	26 355	49 642	83 352	7 200	-35.1%	1.3%	20 384	15 470	18 251	36.3%	0.4%	
Specialised military assets	-	-	-	300	-	-	-	-	-	-100.0%	-	
Software and other intangible assets	20	349	38	323	152.8%	-	150	190	150	-22.6%	-	
Payments for financial assets	252	422	1 090	-	-100.0%	-	-	-	-	-	-	
Total	2 574 713	2 894 945	3 226 378	3 678 505	12.6%	100.0%	3 717 249	4 761 087	4 800 712	9.3%	100.0%	
Proportion of total programme expenditure to vote expenditure	7.5%	7.7%	8.0%	8.6%	-	-	8.3%	10.1%	9.6%	-	-	
Details of transfers and subsidies												
Households												
Social benefits												
Current	18 389	18 989	6 104	16 187	-4.2%	0.5%	24 646	20 628	13 176	-6.6%	0.4%	
Employee social benefits	18 389	18 989	6 104	16 187	-4.2%	0.5%	24 646	20 628	13 176	-6.6%	0.4%	
Households												
Other transfers to households												
Current	-	-	10	-	-	-	-	-	-	-	-	-
Claims against the state	-	-	10	-	-	-	-	-	-	-	-	-
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current	231 153	104 117	167 743	648 886	41.1%	9.3%	633 542	1 522 845	1 315 596	26.6%	24.3%	
Communication	-	-	-	12	-	-	-	-	-	-100.0%	-	
Special Defence account	231 153	104 117	167 743	648 874	41.1%	9.3%	633 542	1 522 845	1 315 596	26.6%	24.3%	
Public corporations and private enterprises												
Public corporations												
Other transfers to public corporations												
Current	194 047	294 113	301 388	208 619	2.4%	8.1%	219 884	231 758	244 274	5.4%	5.3%	
Armaments Corporation of South Africa	194 047	294 113	301 388	208 619	2.4%	8.1%	219 884	231 758	244 274	5.4%	5.3%	

Personnel information

Table 19.15 Maritime Defence personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment															Number				
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)			
		2013/14			2014/15			2015/16			2016/17			2017/18					2014/15 - 2017/18		
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost					
Maritime Defence		7 148	–	–	7 702	1 827.1	0.2	7 148	1 803.1	0.3	7 651	2 057.8	0.3	7 609	2 163.9	0.3	7 757	2 284.7	0.3	2.8%	100.0%
Salary level	7 148	–	–	7 702	1 827.1	0.2	7 148	1 803.1	0.3	7 651	2 057.8	0.3	7 609	2 163.9	0.3	7 757	2 284.7	0.3	2.8%	100.0%	
1 – 6	3 918	–	–	5 449	965.8	0.2	5 059	948.8	0.2	5 372	1 078.6	0.2	5 424	1 183.3	0.2	5 647	1 293.6	0.2	3.7%	71.3%	
7 – 10	2 952	–	–	2 141	700.2	0.3	1 974	695.3	0.4	2 171	812.6	0.4	2 084	810.5	0.4	2 013	819.9	0.4	0.7%	27.3%	
11 – 12	194	–	–	93	59.6	0.6	92	59.1	0.6	91	62.9	0.7	84	65.4	0.8	80	65.4	0.8	-4.6%	1.1%	
13 – 16	84	–	–	19	16.4	0.9	23	20.2	0.9	19	18.0	1.0	17	19.3	1.1	17	20.3	1.2	-9.6%	0.3%	
Other	–	–	–	–	85.1	–	–	79.7	–	–	85.6	–	–	85.4	–	–	85.6	–	–	–	

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 6: Military Health Support

Programme purpose

Provide prepared and supported health capabilities and services for the defence and protection of South Africa.

Objectives

- Ensure prepared and supported health capabilities and services by providing:
 - a health support capability of 5 medical battalion groups, including accompanying field hospitals, and 1 specialist medical battalion group for deployed and contingency forces
 - a comprehensive, multidisciplinary military health service to a projected patient population of 302 000 members per year.

Subprogrammes

- *Strategic Direction* formulates strategy, policies and plans; and provides advice from the Surgeon General's office to prepare and provide the capabilities required by the Chief of the South African National Defence Force.
- *Mobile Military Health Support* provides health support elements for deployed and contingency forces, and provides health services to provincial hospitals and the Department of Health as and when ordered.
- *Area Military Health Service* provides a comprehensive, self-supporting, multidisciplinary geographic military health service through a formation headquarters, commanding and controlling 9 area military health units to ensure a healthy military community. The military hospitals also attend to health care activities, medical support and health activities in the specialist aviation environment.
- *Specialist/Tertiary Health Service* provides a specialist health service to develop and maintain tertiary military health capabilities within the parameters of relevant legislation, as contained in the South African military health service strategy.
- *Military Health Product Support Capability* provides for warehousing pharmaceuticals, sundries, military health mobilisation equipment and unique stock; the procurement of unique military health products, materials and services; and an asset management service, military health product systems and cooperative common military health logistics.
- *Military Health Maintenance Capability* provides general base support services to identified military health service units to sustain and maintain the approved force design and structure.
- *Military Health Training Capability* provides a military health training service to develop and maintain military health training capabilities within the parameters of relevant legislation and policies.

Expenditure trends and estimates

Table 19.16 Military Health Support expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2014/15	Average growth rate (%) 2011/12 - 2014/15	Expenditure/Total: Average (%) 2011/12 - 2014/15	Medium-term expenditure estimate			Average growth rate (%) 2014/15 - 2017/18	Expenditure/Total: Average (%) 2014/15 - 2017/18
	2011/12	2012/13	2013/14				2015/16	2016/17	2017/18		
R thousand											
Strategic Direction	225 687	203 239	207 514	178 327	-7.6%	5.6%	172 553	182 748	192 595	2.6%	4.4%
Mobile Military Health Support	97 547	105 262	109 408	118 929	6.8%	3.0%	117 641	123 435	190 496	17.0%	3.3%
Area Military Health Service	1 039 653	1 143 874	1 262 346	1 258 137	6.6%	32.6%	1 383 167	1 490 661	1 655 709	9.6%	35.1%
Specialist/Tertiary Health Service	1 134 715	1 215 105	1 273 469	1 410 177	7.5%	34.9%	1 399 288	1 471 267	1 518 228	2.5%	35.2%
Military Health Product Support Capability	256 103	198 122	236 321	247 729	-1.1%	6.5%	186 668	208 322	218 552	-4.1%	5.2%
Military Health Maintenance Capability	269 697	261 524	280 847	248 444	-2.7%	7.3%	256 623	258 444	260 746	1.6%	6.2%
Military Health Training Capability	376 694	332 790	363 698	387 320	0.9%	10.1%	416 974	444 206	499 346	8.8%	10.6%
Total	3 400 096	3 459 916	3 733 603	3 849 063	4.2%	100.0%	3 932 914	4 179 083	4 535 672	5.6%	100.0%
Change to 2014							(126 449)	(146 048)	(65 037)		
Budget estimate											
Economic classification											
Current payments	3 292 936	3 360 605	3 615 868	3 791 483	4.8%	97.4%	3 899 089	4 168 088	4 464 721	5.6%	98.9%
Compensation of employees	2 324 772	2 546 606	2 700 762	2 670 763	4.7%	70.9%	2 978 314	3 217 029	3 415 895	8.5%	74.5%
Goods and services	968 164	813 999	915 106	1 120 720	5.0%	26.4%	920 775	951 059	1 048 826	-2.2%	24.5%
of which:											
Advertising	183	81	212	265	13.1%	-	289	310	317	6.2%	-
Assets less than the capitalisation threshold	8 909	5 549	12 790	117 140	136.0%	1.0%	13 587	11 534	12 094	-53.1%	0.9%
Catering: Departmental activities	-	1 258	1 298	1 097	-	-	987	1 083	1 167	2.1%	-
Communication	6 927	6 584	6 836	9 046	9.3%	0.2%	7 899	8 560	9 045	-	0.2%
Computer services	32 054	40 871	34 813	51 236	16.9%	1.1%	49 404	58 293	61 957	6.5%	1.3%
Consultants and professional services: Business and advisory services	10 816	11 811	10 142	9 874	-3.0%	0.3%	8 155	8 727	9 259	-2.1%	0.2%
Consultants and professional services: Infrastructure and planning	414	3 887	546	604	13.4%	-	753	1 773	1 969	48.3%	-
Consultants and professional services: Laboratory services	21 695	18 531	29 847	20 820	-1.4%	0.6%	26 380	27 313	27 976	10.3%	0.6%
Contractors	439 470	50 679	55 091	147 151	-30.6%	4.8%	87 661	90 973	94 816	-13.6%	2.5%
Agency and support/outourced services	29 438	221 008	286 586	274 166	110.4%	5.6%	311 426	319 166	322 195	5.5%	7.4%
Entertainment	134	114	78	113	-5.5%	-	14	65	72	-13.9%	-
Fleet services (including government motor transport)	-	1 766	2 539	4 099	-	0.1%	5 255	5 716	5 987	13.5%	0.1%
Inventory: Clothing material and accessories	-	-	-	18 403	-	0.1%	17 806	18 021	18 588	0.3%	0.4%
Inventory: Farming supplies	-	-	-	800	-	-	737	791	829	1.2%	-
Inventory: Food and food supplies	58 215	53 234	61 954	63 534	3.0%	1.6%	49 854	41 000	32 952	-19.7%	1.1%
Inventory: Fuel, oil and gas	17 648	16 238	22 705	14 492	-6.4%	0.5%	21 634	18 299	17 056	5.6%	0.4%
Inventory: Materials and supplies	2 484	2 120	3 287	2 837	4.5%	0.1%	2 059	2 494	2 530	-3.7%	0.1%
Inventory: Medical supplies	78 187	76 084	85 681	94 973	6.7%	2.3%	71 718	97 000	202 505	28.7%	2.8%
Inventory: Medicine	142 380	189 773	186 517	163 293	4.7%	4.7%	126 152	112 458	93 374	-17.0%	3.0%
Inventory: Other supplies	31 781	3	-	586	-73.6%	0.2%	621	442	631	2.5%	-
Consumable supplies	-	30 345	30 187	16 617	-	0.5%	15 853	16 604	17 650	2.0%	0.4%
Consumables: Stationery, printing and office supplies	6 949	5 851	7 636	12 733	22.4%	0.2%	11 487	12 298	13 095	0.9%	0.3%
Operating leases	4 806	5 884	1 341	7 479	15.9%	0.1%	8 727	9 338	9 638	8.8%	0.2%
Property payments	12 212	17 189	14 249	17 874	13.5%	0.4%	15 652	17 115	18 085	0.4%	0.4%
Travel and subsistence	43 437	43 125	53 692	46 884	2.6%	1.3%	47 663	51 698	54 057	4.9%	1.2%
Training and development	11 947	4 342	8 102	13 862	5.1%	0.3%	10 598	11 374	11 892	-5.0%	0.3%
Operating payments	7 758	6 101	(1 664)	8 903	4.7%	0.1%	7 920	8 151	8 624	-1.1%	0.2%
Venues and facilities	320	1 569	638	1 839	79.1%	-	473	452	455	-37.2%	-
Rental and hiring	-	2	3	-	-	-	11	11	11	-	-
Transfers and subsidies	16 326	14 677	11 497	29 543	21.9%	0.5%	7 709	10 901	70 951	33.9%	0.7%
Provinces and municipalities	-	-	-	1	-	-	-	-	-	-100.0%	-
Departmental agencies and accounts	7 135	4 411	2 934	15 456	29.4%	0.2%	6 666	5 000	67 050	63.1%	0.6%
Non-profit institutions	400	752	832	800	26.0%	-	800	840	882	3.3%	-
Households	8 791	9 514	7 731	13 286	14.8%	0.3%	243	5 061	3 019	-39.0%	0.1%
Payments for capital assets	89 278	83 201	105 476	28 037	-32.0%	2.1%	26 116	94	-	-100.0%	0.3%
Buildings and other fixed structures	-	44	23	535	-	-	600	-	-	-100.0%	-
Machinery and equipment	89 236	80 131	105 428	23 402	-36.0%	2.1%	24 728	94	-	-100.0%	0.3%
Specialised military assets	-	747	-	877	-	-	750	-	-	-100.0%	-

Table 19.16 Military Health Support expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Biological assets	42	11	-	-	-100.0%	-	-	-	-	-	-
Software and other intangible assets	-	2 268	25	3 223	-	-	38	-	-	-100.0%	-
Payments for financial assets	1 556	1 433	762	-	-100.0%	-	-	-	-	-	-
Total	3 400 096	3 459 916	3 733 603	3 849 063	4.2%	100.0%	3 932 914	4 179 083	4 535 672	5.6%	100.0%
Proportion of total programme expenditure to vote expenditure	9.9%	9.2%	9.2%	9.0%	-	-	8.8%	8.9%	9.1%	-	-
Details of transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	-	-	-	1	-	-	-	-	-	-100.0%	-
Vehicle licences	-	-	-	1	-	-	-	-	-	-100.0%	-
Households											
Social benefits											
Current	8 791	9 514	7 106	13 286	14.8%	0.3%	243	5 061	3 019	-39.0%	0.1%
Employee social benefits	8 791	9 514	7 106	13 286	14.8%	0.3%	243	5 061	3 019	-39.0%	0.1%
Households											
Other transfers to households											
Current	-	-	625	-	-	-	-	-	-	-	-
Claims against the state	-	-	625	-	-	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	7 135	4 411	2 934	15 456	29.4%	0.2%	6 666	5 000	67 050	63.1%	0.6%
Communication	-	-	1 760	99	-	-	-	-	-	-100.0%	-
Special defence account	7 135	4 411	1 174	15 357	29.1%	0.2%	6 666	5 000	67 050	63.4%	0.6%
Non-profit institutions											
Current	400	752	832	800	26.0%	-	800	840	882	3.3%	-
St Johns Ambulance Brigade	400	752	832	800	26.0%	-	800	840	882	3.3%	-

Personnel information

Table 19.17 Military Health Support personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015	Number and cost ² of personnel posts filled / planned for on funded establishment														Number				
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2013/14		Unit Cost	2014/15		Unit Cost	2015/16		Unit Cost	2016/17		Unit Cost			2017/18		Unit Cost
Military Health Support			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost		
Salary level	7 931	-	8 380	2 700.8	0.3	7 931	2 670.8	0.3	8 202	2 978.3	0.4	8 268	3 217.0	0.4	8 406	3 415.9	0.4	2.0%	100.0%
1 – 6	3 974	-	4 054	709.8	0.2	3 974	761.6	0.2	3 979	824.6	0.2	4 027	900.7	0.2	4 156	975.5	0.2	1.5%	49.2%
7 – 10	3 614	-	3 973	1 524.8	0.4	3 614	1 522.9	0.4	3 912	1 748.1	0.4	3 928	1 885.9	0.5	3 935	1 991.0	0.5	2.9%	46.9%
11 – 12	234	-	256	192.8	0.8	234	189.2	0.8	228	198.2	0.9	230	215.1	0.9	232	228.1	1.0	-0.3%	2.8%
13 – 16	109	-	97	101.7	1.0	109	122.4	1.1	83	100.1	1.2	83	107.4	1.3	83	113.0	1.4	-8.7%	1.1%
Other	-	-	-	171.7	-	-	74.6	-	-	107.2	-	-	107.9	-	-	108.2	-	-	-

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 7: Defence Intelligence

Programme purpose

Provide defence intelligence and counterintelligence capability.

Objectives

- Ensure prepared and supported intelligence services by providing:
 - an intelligence capability
 - a counter intelligency capability

- a defence foreign relations capability.

Subprogrammes

- *Strategic Direction* provides defence intelligence policy, doctrine and intelligence advice in support of the department's decision making and policy formulation processes.
- *Operations* provides timely defence prediction, intelligence, and counterintelligence capabilities and services.
- *Defence Intelligence Support Services* provides human resources, logistics, planning, security, labour relations, and training and information support services to the defence intelligence community.

Expenditure trends and estimates

Table 19.18 Defence Intelligence expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2014/15	Average growth rate (%) 2011/12 - 2014/15	Expenditure/Total: Average (%) 2014/15	Medium-term expenditure estimate			Average growth rate (%) 2014/15 - 2017/18	Expenditure/Total: Average (%) 2014/15 - 2017/18
	2011/12	2012/13	2013/14				2015/16	2016/17	2017/18		
R thousand											
Strategic Direction	110	–	11	75	-12.0%	–	71	72	74	-0.4%	–
Operations	407 417	420 886	457 792	473 555	5.1%	59.7%	459 692	462 484	466 644	-0.5%	54.3%
Defence Intelligence Support Services	245 586	284 164	316 880	340 088	11.5%	40.3%	367 688	410 324	448 356	9.7%	45.7%
Total	653 113	705 050	774 683	813 718	7.6%	100.0%	827 451	872 880	915 074	4.0%	100.0%
Change to 2014				21 606			(1 336)	(1 909)	(10 025)		
Budget estimate											
Economic classification											
Current payments	239 947	275 575	324 191	350 174	13.4%	40.4%	377 260	419 549	457 684	9.3%	46.8%
Compensation of employees	224 723	261 992	295 835	318 473	12.3%	37.4%	345 488	384 963	422 829	9.9%	42.9%
Goods and services	15 224	13 583	28 356	31 701	27.7%	3.0%	31 772	34 586	34 855	3.2%	3.9%
of which:											
Administrative fees	–	–	198	–	–	–	–	–	–	–	–
Advertising	13	–	2	90	90.6%	–	82	82	83	-2.7%	–
Assets less than the capitalisation threshold	439	438	510	1 200	39.8%	0.1%	1 328	1 307	1 327	3.4%	0.2%
Catering: Departmental activities	–	89	113	107	–	–	31	30	30	-34.5%	–
Communication	1 284	1 217	1 807	1 420	3.4%	0.2%	1 902	1 927	1 966	11.5%	0.2%
Computer services	–	–	207	234	–	–	229	223	222	-1.7%	–
Consultants and professional services:	1	–	1	–	-100.0%	–	–	–	–	–	–
Business and advisory services											
Contractors	1 610	700	829	792	-21.1%	0.1%	933	927	951	6.3%	0.1%
Agency and support / outsourced services	164	59	54	66	-26.2%	–	69	70	72	2.9%	–
Entertainment	58	54	57	133	31.9%	–	95	92	90	-12.2%	–
Fleet services (including government motor transport)	–	15	12	184	–	–	226	228	233	8.2%	–
Inventory: Clothing material and accessories	–	–	–	95	–	–	92	89	90	-1.8%	–
Inventory: Food and food supplies	1 883	1 790	8 084	7 992	61.9%	0.7%	8 581	11 128	11 239	12.0%	1.1%
Inventory: Fuel, oil and gas	1 602	1 614	2 443	1 877	5.4%	0.3%	1 820	1 740	1 862	-0.3%	0.2%
Inventory: Materials and supplies	200	192	408	188	-2.0%	–	174	172	167	-3.9%	–
Inventory: Other supplies	904	–	711	–	-100.0%	0.1%	–	–	–	–	–
Consumable supplies	–	625	–	978	–	0.1%	822	794	807	-6.2%	0.1%
Consumables: Stationery, printing and office supplies	857	994	685	1 375	17.1%	0.1%	1 290	1 268	1 304	-1.8%	0.2%
Operating leases	489	441	5 405	7 145	144.5%	0.5%	6 859	6 890	6 895	-1.2%	0.8%
Property payments	17	853	823	601	228.2%	0.1%	381	391	402	-12.5%	0.1%
Travel and subsistence	2 604	2 639	3 699	3 999	15.4%	0.4%	3 730	4 069	3 896	-0.9%	0.5%
Training and development	2 664	1 467	1 063	2 364	-3.9%	0.3%	2 258	2 303	2 344	-0.3%	0.3%
Operating payments	192	250	1 201	687	53.0%	0.1%	679	661	674	-0.6%	0.1%
Venues and facilities	243	146	44	174	-10.5%	–	191	195	201	4.9%	–
Transfers and subsidies	409 345	424 599	445 653	458 734	3.9%	59.0%	445 799	448 887	452 898	-0.4%	52.7%
Provinces and municipalities	–	–	–	5	–	–	–	–	–	-100.0%	–
Departmental agencies and accounts	406 696	420 565	441 890	455 704	3.9%	58.5%	442 226	444 954	449 062	-0.5%	52.3%
Households	2 649	4 034	3 763	3 025	4.5%	0.5%	3 573	3 933	3 836	8.2%	0.4%
Payments for capital assets	3 719	4 789	4 828	4 810	9.0%	0.6%	4 392	4 444	4 492	-2.3%	0.5%
Machinery and equipment	3 719	4 789	4 828	4 810	9.0%	0.6%	4 392	4 444	4 492	-2.3%	0.5%
Payments for financial assets	102	87	11	–	-100.0%	–	–	–	–	–	–
Total	653 113	705 050	774 683	813 718	7.6%	100.0%	827 451	872 880	915 074	4.0%	100.0%
Proportion of total programme expenditure to vote expenditure	1.9%	1.9%	1.9%	1.9%	–	–	1.9%	1.9%	1.8%	–	–

Table 19.18 Defence Intelligence expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	-	-	-	5	-	-	-	-	-	-100.0%	-
Vehicle licences	-	-	-	5	-	-	-	-	-	-100.0%	-
Households											
Social benefits											
Current	2 649	4 034	3 763	3 025	4.5%	0.5%	3 573	3 933	3 836	8.2%	0.4%
Employee social benefits	2 649	4 034	3 763	3 025	4.5%	0.5%	3 573	3 933	3 836	8.2%	0.4%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	406 696	420 565	441 890	455 704	3.9%	58.5%	442 226	444 954	449 062	-0.5%	52.3%
Communication	-	-	-	202	-	-	202	202	202	-	-
Special Defence Account	406 696	420 565	441 890	455 502	3.9%	58.5%	442 024	444 752	448 860	-0.5%	52.2%

Personnel information

Table 19.19 Defence Intelligence personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015	Number and cost ² of personnel posts filled / planned for on funded establishment															Number					
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)					
			2013/14		2014/15		2015/16		2016/17		2017/18										
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost				
Defence Intelligence																					
Salary level	822	-	879	295.8	0.3	822	318.5	0.4	897	345.5	0.4	957	385.0	0.4	1 021	422.8	0.4			7.5%	100.0%
1 – 6	206	-	256	42.2	0.2	206	41.0	0.2	253	51.3	0.2	281	57.3	0.2	306	65.0	0.2			14.1%	28.3%
7 – 10	549	-	551	188.0	0.3	549	209.3	0.4	573	226.9	0.4	605	255.6	0.4	643	282.4	0.4			5.4%	64.1%
11 – 12	49	-	54	31.0	0.6	49	31.4	0.6	54	35.3	0.7	54	38.1	0.7	55	40.5	0.7			3.9%	5.7%
13 – 16	18	-	18	15.5	0.9	18	16.6	0.9	17	16.3	1.0	17	18.1	1.1	17	18.9	1.1			-1.9%	1.9%
Other	-	-	-	19.2	-	-	20.2	-	-	15.7	-	-	15.8	-	-	16.1	-			-	-

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 8: General Support

Programme purpose

Provide general support capabilities and services to the department.

Objectives

- Provide ongoing general support capabilities and services by providing appropriate, ready and sustained matériel, facilities, movement and logistical services focusing on supply chain and life cycle management of infrastructure assets to enable the defence mandate by:
 - replacing old and providing new infrastructure assets through 16 projects
 - carrying out maintenance and repairs of infrastructure through 36 projects
 - operationalising and capacitating the defence works capability that will enable the Department of Defence to assume selected custodian responsibilities from the National Department of Public Works.
- Provide the department with key information and communication systems over the medium term by:
 - ensuring that the defence information and communications infrastructure is available 98 per cent of the time
 - providing information and communication system solutions in accordance with the portfolios of the defence enterprise information systems master plan.

- Provide a military policing capability to the department over the medium term by:
 - conducting 248 deliberate crime prevention operations per year
 - investigating 80 corruption and fraud cases per year
 - sustaining a provost company for operational deployment on an ongoing basis
 - sustaining 4 regional headquarters, 22 area offices and 22 detachments for crime prevention and investigation of criminal cases
 - sustaining 2 military correctional facilities for detention and rehabilitation.

Subprogrammes

- *Joint Logistic Services* provides logistics services to the department in terms of warehousing for ammunition, main equipment and stores. It also provides the defence works capability, the capital works programme and the defence facility refurbishment programme.
- *Command and Management Information Systems* provides command and management information systems and related services to the department.
- *Military Police* provides a military policing capability to the department.
- *Technology Development* provides for establishing and sustaining selected science and technology capabilities in the defence industry.
- *Departmental Support* provides for the payment of corporate departmental obligations such as transfer payments to public entities, legal fees, external audits and bank charges.

Expenditure trends and estimates

Table 19.20 General Support expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2014/15	Average growth rate (%) 2011/12 - 2014/15	Expenditure/Total: Average (%) 2011/12 - 2014/15	Medium-term expenditure estimate			Average growth rate (%) 2014/15 - 2017/18	Expenditure/Total: Average (%) 2014/15 - 2017/18
	2011/12	2012/13	2013/14				2015/16	2016/17	2017/18		
R thousand											
Joint Logistic Services	1 576 959	2 096 158	2 055 116	2 371 747	14.6%	42.5%	3 082 816	3 219 960	3 356 265	12.3%	51.6%
Command and Management Information Systems	835 624	849 806	955 592	866 987	1.2%	18.4%	954 813	961 267	992 475	4.6%	16.2%
Military Police	442 387	502 576	498 724	518 415	5.4%	10.3%	510 084	541 519	566 827	3.0%	9.2%
Technology Development	339 865	326 672	347 963	442 587	9.2%	7.6%	424 345	483 245	364 884	-6.2%	7.4%
Departmental Support	913 110	861 690	1 367 176	910 770	-0.1%	21.2%	844 934	840 357	1 074 737	5.7%	15.7%
Total	4 107 945	4 636 902	5 224 571	5 110 506	7.6%	100.0%	5 816 992	6 046 348	6 355 188	7.5%	100.0%
Change to 2014				(75 801)			284 313	176 659	154 826		
Budget estimate											
Economic classification											
Current payments	2 452 366	2 666 647	3 205 161	3 660 524	14.3%	62.8%	4 398 744	4 574 211	4 780 607	9.3%	74.6%
Compensation of employees	1 104 049	1 271 468	1 400 970	1 545 928	11.9%	27.9%	2 177 152	2 278 354	2 377 954	15.4%	35.9%
Goods and services	1 348 317	1 395 179	1 804 191	2 114 596	16.2%	34.9%	2 221 592	2 295 857	2 402 653	4.3%	38.7%
of which:											
Administrative fees	1 677	3 057	2 864	2 145	8.6%	0.1%	1 584	1 541	1 451	-12.2%	–
Advertising	103	234	579	308	44.1%	–	282	287	297	-1.2%	–
Assets less than the capitalisation threshold	12 649	14 293	20 179	24 071	23.9%	0.4%	20 346	17 548	17 066	-10.8%	0.3%
Audit costs: External	56 429	56 993	56 425	66 500	5.6%	1.2%	69 821	73 312	76 977	5.0%	1.2%
Catering: Departmental activities	–	1 172	3 628	6 058	–	0.1%	5 302	5 665	6 092	0.2%	0.1%
Communication	8 448	8 955	2 801	11 596	11.1%	0.2%	10 688	11 107	11 593	–	0.2%
Computer services	585 915	637 748	768 050	735 886	7.9%	14.3%	700 584	738 844	774 017	1.7%	12.6%
Consultants and professional services: Business and advisory services	168 264	96 663	218 238	141 807	-5.5%	3.3%	141 944	138 009	141 119	-0.2%	2.4%
Consultants and professional services: Infrastructure and planning	4 376	1 225	203	30 314	90.6%	0.2%	31 783	33 372	35 041	4.9%	0.6%
Consultants and professional services: Legal costs	1 029	–	19 825	9 753	111.6%	0.2%	10 191	10 700	11 235	4.8%	0.2%
Contractors	341 609	56 900	71 721	151 669	-23.7%	3.3%	118 290	130 635	154 956	0.7%	2.4%
Agency and support / outsourced services	19 783	16 497	12 483	17 561	-3.9%	0.3%	28 309	30 008	31 652	21.7%	0.5%
Entertainment	68	92	74	921	138.4%	–	493	502	129	-48.1%	–
Fleet services (including government motor transport)	–	118	179	2 757	–	–	2 777	2 977	3 109	4.1%	–

Table 19.20 General Support expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
<i>Inventory: Clothing material and accessories</i>	–	–	–	2 623	–	–	3 774	3 677	3 729	12.4%	0.1%
<i>Inventory: Farming supplies</i>	–	–	–	129	–	–	102	83	86	-12.6%	–
<i>Inventory: Food and food supplies</i>	34 127	34 930	30 180	42 602	7.7%	0.7%	49 875	55 708	61 715	13.1%	0.9%
<i>Inventory: Fuel, oil and gas</i>	16 433	23 050	24 276	21 663	9.6%	0.4%	25 754	25 735	28 177	9.2%	0.4%
<i>Inventory: Materials and supplies</i>	8 355	10 152	11 977	4 798	-16.9%	0.2%	5 953	4 314	4 116	-5.0%	0.1%
<i>Inventory: Medical supplies</i>	–	–	14	–	–	–	–	–	–	–	–
<i>Inventory: Other supplies</i>	5 680	2	6 230	1 596	-34.5%	0.1%	677	652	776	-21.4%	–
<i>Consumable supplies</i>	–	7 830	1 544	11 036	–	0.1%	10 069	10 349	10 351	-2.1%	0.2%
<i>Consumables: Stationery, printing and office supplies</i>	4 995	7 431	8 803	5 980	6.2%	0.1%	5 056	4 916	5 154	-4.8%	0.1%
<i>Operating leases</i>	2 551	2 884	1 363	6 160	34.2%	0.1%	37 858	23 735	26 891	63.4%	0.4%
<i>Property payments</i>	1 160	321 268	429 540	697 385	744.0%	7.6%	813 186	853 952	889 267	8.4%	13.9%
<i>Travel and subsistence</i>	39 515	47 595	66 010	61 021	15.6%	1.1%	69 446	71 352	73 568	6.4%	1.2%
<i>Training and development</i>	31 692	40 986	38 979	41 878	9.7%	0.8%	42 349	31 583	18 162	-24.3%	0.6%
<i>Operating payments</i>	2 950	3 402	5 741	13 215	64.8%	0.1%	12 234	12 237	12 764	-1.2%	0.2%
<i>Venues and facilities</i>	509	1 702	2 285	3 164	83.9%	–	2 865	3 057	3 163	–	0.1%
Transfers and subsidies	1 107 369	1 119 542	1 649 108	1 290 082	5.2%	27.1%	1 256 341	1 290 638	1 387 693	2.5%	22.4%
Provinces and municipalities	–	–	–	39	–	–	–	–	–	-100.0%	–
Departmental agencies and accounts	467 576	445 903	368 091	445 738	-1.6%	9.1%	483 217	518 624	388 752	-4.5%	7.9%
Foreign governments and international organisations	–	–	303 347	–	–	1.6%	–	–	–	–	–
Public corporations and private enterprises	630 804	666 124	971 571	829 904	9.6%	16.2%	760 898	752 276	982 854	5.8%	14.3%
Households	8 989	7 515	6 099	14 401	17.0%	0.2%	12 226	19 738	16 087	3.8%	0.3%
Payments for capital assets	343 273	755 270	369 767	159 900	-22.5%	8.5%	161 907	181 499	186 888	5.3%	3.0%
Buildings and other fixed structures	265 666	630 523	200 805	109 427	-25.6%	6.3%	114 999	120 643	126 676	5.0%	2.0%
Machinery and equipment	77 551	124 425	167 614	25 106	-31.3%	2.1%	46 082	60 423	59 837	33.6%	0.8%
Specialised military assets	–	–	–	23 050	–	0.1%	22	23	–	-100.0%	0.1%
Software and other intangible assets	56	322	1 348	2 317	245.9%	–	804	410	375	-45.5%	–
Payments for financial assets	204 937	95 443	535	–	-100.0%	1.6%	–	–	–	–	–
Total	4 107 945	4 636 902	5 224 571	5 110 506	7.6%	100.0%	5 816 992	6 046 348	6 355 188	7.5%	100.0%
Proportion of total programme expenditure to vote expenditure	12.0%	12.3%	12.9%	11.9%	–	–	13.0%	12.8%	12.7%	–	–
Details of transfers and subsidies											
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	–	–	–	39	–	–	–	–	–	-100.0%	–
Vehicle licences	–	–	–	39	–	–	–	–	–	-100.0%	–
Households											
Social benefits											
Current	8 989	7 515	6 099	14 401	17.0%	0.2%	12 226	19 738	16 087	3.8%	0.3%
Employee social benefits	8 989	7 515	6 099	14 401	17.0%	0.2%	12 226	19 738	16 087	3.8%	0.3%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	467 576	445 903	368 091	445 738	-1.6%	9.1%	483 217	518 624	388 752	-4.5%	7.9%
Communication	–	–	–	55	–	–	3	3	3	-62.1%	–
Special defence account	467 576	415 307	365 991	445 683	-1.6%	8.9%	483 214	518 621	388 749	-4.5%	7.9%
Claims against the state	–	30 596	2 100	–	–	0.2%	–	–	–	–	–
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	630 804	666 124	920 325	829 904	9.6%	16.0%	760 898	752 276	982 854	5.8%	14.3%
Armaments Corporation of South Africa	630 804	666 124	766 713	829 904	9.6%	15.2%	760 898	752 276	982 854	5.8%	14.3%
Claims against the state	–	–	153 612	–	–	0.8%	–	–	–	–	–
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	–	–	51 246	–	–	0.3%	–	–	–	–	–
Claims against the state	–	–	51 246	–	–	0.3%	–	–	–	–	–
Foreign governments and international organisations											
Current	–	–	303 347	–	–	1.6%	–	–	–	–	–
Claims against the state	–	–	303 347	–	–	1.6%	–	–	–	–	–

Personnel information

Table 19.21 General Support personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2013/14		Unit Cost	2014/15		Unit Cost	2015/16		Unit Cost	2016/17		Unit Cost			2017/18		Unit Cost	
General Support		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	2014/15 - 2017/18		
Salary level	5 473	–	4 878	1 401.0	0.3	5 473	1 545.9	0.3	5 385	2 177.2	0.4	5 789	2 278.4	0.4	5 826	2 378.0	0.4	2.1%	100.0%
1 – 6	3 210	–	2 934	562.5	0.2	3 210	637.1	0.2	3 291	906.6	0.3	3 512	987.1	0.3	3 547	998.1	0.3	3.4%	60.3%
7 – 10	2 136	–	1 808	635.5	0.4	2 136	736.3	0.3	1 954	953.9	0.5	2 129	1 061.3	0.5	2 131	1 112.6	0.5	-0.1%	37.2%
11 – 12	103	–	112	74.5	0.7	103	69.5	0.7	114	100.1	0.9	121	109.1	0.9	121	121.4	1.0	5.5%	2.0%
13 – 16	24	–	24	22.4	0.9	24	23.1	1.0	27	32.1	1.2	27	33.1	1.2	27	37.9	1.4	4.0%	0.5%
Other	–	–	–	105.9	–	–	80.0	–	–	184.4	–	–	87.7	–	–	108.0	–	–	–

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Other departments within the vote

Military Veterans

Table 19.22 Budget summary

R million	2015/16				2016/17	2017/18
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	157.5	154.5	–	3.0	143.5	151.3
Socio Economic Support	266.3	51.2	215.1	–	294.1	308.7
Empowerment and Stakeholder Management	158.4	155.0	3.4	–	160.0	171.8
Total expenditure estimates	582.2	360.7	218.5	3.0	597.6	631.7

Executive authority Minister of Defence and Military Veterans

Accounting officer Director General of Military Veterans

Website address www.dmv.mil.za/

The Estimates of National Expenditure e-publications for individual votes are available on www.treasury.gov.za. These publications provide more comprehensive coverage of vote specific information, particularly about goods and services, transfers and subsidies, personnel, public entities, donor funding, public private partnerships, conditional allocations to provinces and municipalities and expenditure information at the level of service delivery, where appropriate.

Department purpose

Formulate policies and standards aimed at providing a comprehensive delivery system to military veterans and their dependants in recognition of their role in the democratisation of South Africa.

Mandate

The Department of Military Veterans derives its mandate from the Military Veterans Act (2011), which requires the department to provide national policy and standards on socioeconomic support to military veterans and to their dependants, including benefits and entitlement to help realise a dignified, unified, empowered and self-sufficient community of military veterans.

Selected performance indicators

Table 19.23 Performance indicators by programme and related outcome

Indicator	Programme	Outcome	Past			Current	Projections		
			2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Total number of deserving military veterans with access to health care services	Socio Economic Support	Outcome 2: A long and healthy life for all South Africans	- ¹	200	4 719	7 000	8 000	9 000	10 000
Number of deserving military veterans with decent housing per year	Socio Economic Support	Outcome 8: Sustainable human settlements and improved quality of household life	- ¹	0	2	2 000	3 000	4 000	5 000
Number of military veteran memorials sites erected per year	Empowerment and Stakeholder Management	Outcome 14: Nation building and social cohesion	- ¹	0	0	2	4	2	2
Number of deserving military veterans with access to training and skills development per year	Empowerment and Stakeholder Management	Outcome 5: A skilled and capable workforce to support an inclusive growth path	- ¹	0	1 270	2 500	3 000	3 500	4 000
Number of private sector companies and organs of state in partnership with the department per year	Empowerment and Stakeholder Management	Outcome 4: Decent employment through inclusive economic growth	- ¹	0	13	10	10	10	10

¹ This indicator was introduced in 2012/13.

Expenditure analysis

Giving substance to recognising the role of military veterans in the democratisation of South Africa links to the national development plan's aspirations to realise a developmental, capable and ethical state that treats citizens with dignity, and it contributes to broadening social cohesion and unity while redressing the inequities of the past. The Department of Military Veterans can also be seen to be contributing to outcome 14 of government's 2014-2019 medium term strategic framework (nation building and social cohesion), among other outcomes.

The department's focus over the medium term will be on empowering military veterans by delivering benefits to veterans and their dependants, including access to health care, housing, and education opportunities. The department will also support memorialising activities.

Over the medium term, the department expects to increase the number of military veterans provided with access to health care services from 8 000 to 10 000, and those provided with housing from 3 000 to 5 000. 600 bursaries will be provided for military veterans and their dependants in 2015/16. The costs of these benefits are projected to be R869.1 million over the medium term in the *Socio Economic Support* programme, which accounts for 80 per cent of the department's allocation over this period.

In line with outcome 5 of government's 2014-2019 medium term strategic framework (a skilled and capable workforce to support an inclusive growth path), the department is focusing on education opportunities for veterans and their dependants. A memorandum of understanding with the National Student Financial Aid Scheme and the Department of Basic Education will assist the department to provide such opportunities. For 2015/16, the department received 1 700 applications: 1 000 for higher education and 700 for basic education. Over the medium term, 2 100 veterans and their dependants will be provided with ongoing education support. The department's education programmes are funded in the *Empowerment and Stakeholder Management* programme under the *Empowerment and Skills Development* subprogramme, which is allocated R306.7 million over the medium term.

In 2015/16, the Department of Military Veterans will contribute to memorialisation and heritage initiatives through its ongoing work to identify a site for the Tomb of the Unknown Soldier. It will also develop the initial design for the tomb. There are plans for 8 memorial sites for heroes' acres and monuments in every province. Funds for this are in the *Heritage Memorials, Burials and Honours* subprogramme in the *Empowerment and Stakeholder Management* programme.

Expenditure trends

Table 19.24 Departmental expenditure trends by programme and economic classification

Programmes														
1. Administration														
2. Socio Economic Support														
3. Empowerment and Stakeholder Management														
Programme	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Outcome/Annual budget/Average (%)	Outcome/Adjusted appropriation/Average (%)
R million	2011/12			2012/13			2013/14			2014/15			2011/12 - 2014/15	
Programme 1	-	-	45.4	-	-	97.0	-	152.8	152.8	178.2	178.2	178.2	265.6%	143.0%
Programme 2	-	-	-	-	-	-	-	122.2	122.2	168.1	168.1	168.1	172.7%	100.0%
Programme 3	-	-	-	-	-	-	-	76.5	76.5	157.9	157.9	157.9	148.4%	100.0%
Total	-	-	45.4	-	-	97.0	-	351.4	351.4	504.2	504.2	504.2	197.9%	116.6%
Economic classification														
Current payments	-	-	45.4	-	-	95.7	-	341.4	341.4	496.2	496.2	496.2	197.2%	116.8%
Compensation of employees	-	-	18.0	-	-	27.0	-	80.6	80.6	92.2	92.2	92.2	236.3%	126.1%
Goods and services	-	-	27.4	-	-	68.6	-	260.8	260.8	404.1	404.1	404.1	188.3%	114.4%
of which:														
Administrative fees	-	-	-	-	-	-	-	0.1	0.1	0.1	0.1	0.1	183.3%	100.0%
Advertising	-	-	-	-	-	0.3	-	1.6	1.6	1.2	1.2	1.2	251.8%	110.1%
Assets less than the capitalisation threshold	-	-	0.3	-	-	0.3	-	5.3	5.3	5.5	5.5	5.5	209.6%	106.3%
Audit costs: External	-	-	-	-	-	0.0	-	2.0	2.0	3.9	3.9	3.9	151.8%	100.8%
Bursaries: Employees	-	-	-	-	-	-	-	0.4	0.4	0.4	0.4	0.4	185.4%	100.0%
Catering: Departmental activities	-	-	-	-	-	6.2	-	3.4	3.4	4.5	4.5	4.5	311.6%	177.3%
Communication	-	-	0.4	-	-	2.1	-	4.5	4.5	8.8	8.8	8.8	180.4%	119.4%
Computer services	-	-	-	-	-	1.2	-	0.7	0.7	1.7	1.7	1.7	210.6%	150.5%
Consultants and professional services: Business and advisory services	-	-	0.0	-	-	0.0	-	19.8	19.8	13.5	13.5	13.5	246.9%	100.2%
Consultants and professional services: Infrastructure and planning	-	-	-	-	-	-	-	58.9	58.9	62.0	62.0	62.0	194.9%	100.0%
Consultants and professional services: Laboratory services	-	-	-	-	-	-	-	19.9	19.9	30.0	30.0	30.0	166.2%	100.0%
Consultants and professional services: Legal costs	-	-	-	-	-	-	-	0.4	0.4	3.5	3.5	3.5	111.3%	100.0%
Contractors	-	-	6.1	-	-	0.8	-	-	-	4.1	4.1	4.1	268.3%	268.3%
Agency and support / outsourced services	-	-	0.9	-	-	1.8	-	2.0	2.0	3.5	3.5	3.5	234.6%	148.9%
Entertainment	-	-	0.1	-	-	0.2	-	0.5	0.5	0.7	0.7	0.7	206.8%	122.1%
Fleet services (including government motor transport)	-	-	-	-	-	-	-	-	-	1.2	1.2	1.2	100.0%	100.0%
Housing	-	-	-	-	-	-	-	60.0	60.0	103.0	103.0	103.0	158.3%	100.0%
Inventory: Food and food supplies	-	-	0.0	-	-	0.0	-	0.3	0.3	0.3	0.3	0.3	188.0%	106.4%
Inventory: Fuel, oil and gas	-	-	0.0	-	-	0.3	-	2.0	2.0	1.9	1.9	1.9	216.9%	106.6%
Inventory: Materials and supplies	-	-	0.0	-	-	0.4	-	0.3	0.3	0.4	0.4	0.4	311.3%	158.1%
Inventory: Other supplies	-	-	3.2	-	-	32.9	-	16.1	16.1	0.9	0.9	0.9	6123.3%	312.3%
Consumable supplies	-	-	-	-	-	1.9	-	2.1	2.1	2.1	2.1	2.1	291.2%	145.4%
Consumables: Stationery, printing and office supplies	-	-	0.3	-	-	-	-	2.9	2.9	2.9	2.9	2.9	209.7%	105.0%
Operating leases	-	-	0.1	-	-	0.1	-	0.8	0.8	1.0	1.0	1.0	204.3%	109.4%

Table 19.24 Departmental expenditure trends by programme and economic classification

Economic classification	2011/12			2012/13			2013/14			2014/15			2011/12 - 2014/15	
	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Audited outcome	Annual budget	Adjusted appropriation	Revised estimate	Outcome/Annual budget Average (%)	Outcome/Adjusted appropriation Average (%)
R million														
Property payments	-	-	-	-	-	-	-	2.2	2.2	2.4	2.4	2.4	194.8%	100.0%
Travel and subsistence	-	-	11.8	-	-	10.9	-	21.9	21.9	52.2	52.2	52.2	185.3%	130.6%
Training and development	-	-	0.3	-	-	6.8	-	23.6	23.6	79.0	79.0	79.0	138.8%	106.9%
Operating payments	-	-	0.2	-	-	2.5	-	-	-	-	-	-	-	-
Venues and facilities	-	-	3.6	-	-	-	-	8.3	8.3	12.3	12.3	12.3	196.0%	117.4%
Rental and hiring	-	-	-	-	-	-	-	1.1	1.1	1.2	1.2	1.2	191.0%	100.0%
Payments for capital assets	-	-	-	-	-	1.3	-	10.0	10.0	7.9	7.9	7.9	242.8%	107.3%
Machinery and equipment	-	-	-	-	-	1.3	-	10.0	10.0	7.9	7.9	7.9	242.8%	107.3%
Total	-	-	45.4	-	-	97.0	-	351.4	351.4	504.2	504.2	504.2	197.9%	116.6%

Expenditure estimates

Table 19.25 Departmental expenditure estimates by programme and economic classification

Programmes								
1. Administration								
2. Socio Economic Support								
3. Empowerment and Stakeholder Management								
Programme	Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)
				2014/15	2011/12 - 2014/15	2015/16		
R million								
Programme 1	178.2	-	47.4%	157.5	143.5	151.3	-5.3%	27.2%
Programme 2	168.1	-	29.1%	266.3	294.1	308.7	22.5%	44.8%
Programme 3	157.9	-	23.5%	158.4	160.0	171.8	2.8%	28.0%
Total	504.2	-	100.0%	582.2	597.6	631.7	7.8%	100.0%
Change to 2014 Budget estimate				(24.6)	(43.5)	(47.9)		
Economic classification								
Current payments	496.2		98.1%	360.7	349.6	371.9	-9.2%	68.2%
Compensation of employees	92.2	-	21.8%	97.5	102.7	110.8	6.3%	17.4%
Goods and services	404.1	-	76.2%	263.2	246.8	261.0	-13.6%	50.7%
of which:								
Administrative fees	0.1	-	0.0%	0.1	0.1	0.1	0.3%	0.0%
Advertising	1.2	-	0.3%	1.2	1.2	1.3	1.3%	0.2%
Assets less than the capitalisation threshold	5.5	-	1.1%	5.5	5.5	7.5	11.0%	1.0%
Audit costs: External	3.9	-	0.6%	4.1	4.3	4.5	5.0%	0.7%
Bursaries: Employees	0.4	-	0.1%	0.4	0.5	0.5	4.9%	0.1%
Catering: Departmental activities	4.5	-	1.4%	4.5	4.5	4.7	1.2%	0.8%
Communication	8.8	-	1.6%	9.3	9.8	9.9	3.9%	1.6%
Computer services	1.7	-	0.4%	1.8	1.8	1.9	5.2%	0.3%
Consultants and professional services: Business and advisory services	13.5	-	3.3%	12.6	12.7	13.2	-0.9%	2.2%
Consultants and professional services: Infrastructure and planning	62.0	-	12.1%	41.3	23.5	24.7	-26.5%	6.5%
Consultants and professional services: Laboratory services	30.0	-	5.0%	-	-	-	-100.0%	1.3%
Consultants and professional services: Legal costs	3.5	-	0.4%	3.6	4.0	4.1	5.3%	0.7%
Contractors	4.1	-	1.1%	21.6	22.5	24.2	81.0%	3.1%
Agency and support / outsourced services	3.5	-	0.8%	0.3	0.4	0.1	-66.4%	0.2%
Entertainment	0.7	-	0.1%	0.7	0.7	0.7	1.1%	0.1%
Fleet services (including government motor transport)	1.2	-	0.1%	1.2	1.2	1.2	1.2%	0.2%
Housing	103.0	-	16.3%	-	-	-	-100.0%	4.4%

Table 19.25 Departmental expenditure estimates by programme and economic classification

Economic classification	Revised estimate	Average growth rate (%)	Expenditure/total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/total: Average (%)
				2015/16	2016/17	2017/18		
R million	2014/15	2011/12 - 2014/15		2015/16	2016/17	2017/18	2014/15 - 2017/18	
Inventory: Food and food supplies	0.3	–	0.1%	0.3	0.3	0.4	1.0%	0.1%
Inventory: Fuel, oil and gas	1.9	–	0.4%	1.9	1.9	2.0	0.6%	0.3%
Inventory: Materials and supplies	0.4	–	0.1%	0.4	0.4	0.4	1.3%	0.1%
Inventory: Other supplies	0.9	–	5.3%	0.9	0.9	0.9	1.4%	0.2%
Consumable supplies	2.1	–	0.6%	2.1	2.1	2.2	1.4%	0.4%
Consumables: Stationery, printing and office supplies	2.9	–	0.6%	2.8	2.8	4.7	17.7%	0.6%
Operating leases	1.0	–	0.2%	1.0	1.1	1.1	5.3%	0.2%
Property payments	2.4	–	0.5%	2.5	2.6	2.6	2.9%	0.4%
Travel and subsistence	52.2	–	9.7%	52.0	50.8	53.0	0.5%	9.0%
Training and development	79.0	–	11.0%	78.8	78.9	82.3	1.4%	13.8%
Operating payments	–	–	0.3%	–	–	–	–	–
Venues and facilities	12.3	–	2.4%	11.2	11.3	11.8	-1.6%	2.0%
Rental and hiring	1.2	–	0.2%	1.2	1.2	1.2	1.6%	0.2%
Transfers and subsidies	–	–	–	218.5	245.9	257.6	–	31.2%
Households	–	–	–	218.5	245.9	257.6	–	31.2%
Payments for capital assets	7.9	–	1.9%	3.0	2.2	2.3	-34.1%	0.7%
Machinery and equipment	7.9	–	1.9%	3.0	2.2	2.3	-34.1%	0.7%
Total	504.2	–	100.0%	582.2	597.6	631.7	7.8%	100.0%

Personnel information

Table 19.26 Departmental personnel numbers and cost by salary level and programme¹

Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2013/14		Unit Cost	2014/15		Unit Cost	2015/16		Unit Cost	2016/17		Unit Cost			2017/18		Unit Cost	
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			
Military Veterans																			
Salary level	164	33	128	80.6	0.6	161	94.7	0.6	271	97.5	0.4	169	102.7	0.6	169	110.8	0.7	1.6%	100.0%
1 – 6	45	27	19	6.1	0.3	37	10.8	0.3	60	16.7	0.3	37	11.9	0.3	37	12.2	0.3	–	22.2%
7 – 10	69	6	42	15.6	0.4	53	19.9	0.4	90	26.3	0.3	54	21.0	0.4	54	26.0	0.5	0.6%	32.6%
11 – 12	31	–	38	32.1	0.8	44	33.1	0.8	74	25.3	0.3	47	36.8	0.8	47	37.7	0.8	2.2%	27.5%
13 – 16	19	–	29	26.9	0.9	27	31.0	1.1	47	29.2	0.6	31	33.0	1.1	31	35.0	1.1	4.7%	17.7%
Programme	164	33	128	80.6	0.6	161	94.7	0.6	271	97.5	0.4	169	102.7	0.6	169	110.8	0.7	1.6%	100.0%
Programme 1	97	20	72	45.4	0.6	97	51.3	0.5	198	56.5	0.3	97	59.6	0.6	97	62.6	0.6	–	63.5%
Programme 2	21	9	16	12.6	0.8	20	18.3	0.9	29	15.4	0.5	28	16.2	0.6	28	17.0	0.6	11.9%	13.6%
Programme 3	46	4	40	22.6	0.6	44	25.1	0.6	44	25.6	0.6	44	27.0	0.6	44	31.3	0.7	–	22.9%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Departmental receipts

Table 19.27 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate 2014/15	Revised estimate	Average growth rate (%) 2011/12 - 2014/15	Receipt item/ total: Average (%)	Medium-term receipts estimate			Average growth rate (%) 2014/15 - 2017/18	Receipt item/ total: Average (%)
	2011/12	2012/13	2013/14					2015/16	2016/17	2017/18		
Departmental receipts	-	-	-	-	-	-	-	22	23	24	-	100.0%
Sales of goods and services produced by department	-	-	-	-	-	-	-	22	23	24	-	100.0%
Other sales	-	-	-	-	-	-	-	22	23	24	-	100.0%
of which:												
0	-	-	-	-	-	-	-	22	23	24	-	100.0%
Interest	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	22	23	24	-	100.0%

Programme 1: Administration

Programme purpose

Provide management and strategic administrative support to the ministry, and overall management of the department.

Expenditure trends and estimates

Table 19.28 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2014/15	Average growth rate (%) 2011/12 - 2014/15	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%) 2014/15 - 2017/18	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2015/16	2016/17	2017/18		
R thousand											
Management	45 370	96 976	7 296	7 697	-44.6%	33.2%	8 075	8 362	8 768	4.4%	5.2%
Corporate Services	-	-	34 088	51 846	-	18.2%	53 932	56 333	58 295	4.0%	35.0%
Financial Administration	-	-	14 524	16 803	-	6.6%	17 435	18 173	20 808	7.4%	11.6%
Internal Audit	-	-	4 997	8 485	-	2.8%	8 741	9 101	9 498	3.8%	5.7%
Strategic Planning, Policy Development and Monitoring and Evaluation	-	-	19 951	21 049	-	8.7%	21 630	22 333	23 405	3.6%	14.0%
Office Accommodation	-	-	71 916	72 298	-	30.5%	47 677	29 215	30 492	-25.0%	28.5%
Total	45 370	96 976	152 772	178 178	57.8%	100.0%	157 490	143 517	151 266	-5.3%	100.0%
Change to 2014 Budget estimate				178 178			157 490	143 517	151 266		
Economic classification											
Current payments	45 370	95 673	142 772	170 262	55.4%	95.9%	154 490	141 358	148 999	-4.3%	97.6%
Compensation of employees	18 000	27 040	45 367	52 445	42.8%	30.2%	56 536	59 585	62 574	6.1%	36.7%
Goods and services	27 370	68 633	97 405	117 817	62.7%	65.8%	97 954	81 773	86 425	-9.8%	60.9%
of which:											
Administrative fees	-	-	100	120	-	-	120	120	121	0.3%	0.1%
Advertising	-	283	1 573	1 223	-	0.7%	1 223	1 223	1 273	1.3%	0.8%
Assets less than the capitalisation threshold	342	341	1 188	1 303	56.2%	0.7%	1 303	1 303	3 118	33.8%	1.1%
Audit costs: External	-	47	1 957	3 868	-	1.2%	4 085	4 306	4 476	5.0%	2.7%
Bursaries: Employees	-	-	350	410	-	0.2%	433	456	473	4.9%	0.3%
Catering: Departmental activities	-	6 176	275	389	-	1.4%	389	375	386	-0.3%	0.2%
Communication	439	2 140	4 481	8 780	171.4%	3.3%	9 272	9 773	9 861	3.9%	6.0%
Computer services	-	1 177	664	1 665	-	0.7%	1 750	1 845	1 936	5.2%	1.1%
Consultants and professional services: Business and advisory services	43	14	5 433	7 694	463.5%	2.8%	7 686	7 741	7 989	1.3%	4.9%
Consultants and professional services: Infrastructure and planning	-	-	58 877	62 032	-	25.5%	41 302	23 500	24 675	-26.5%	24.0%
Consultants and professional services: Legal costs	-	-	400	3 547	-	0.8%	3 634	3 950	4 147	5.3%	2.4%
Contractors	6 059	818	-	4 086	-12.3%	2.3%	4 286	4 518	4 554	3.7%	2.8%
Agency and support/outsourced services	920	1 761	-	-	-100.0%	0.6%	-	-	-	-	-

Table 19.28 Administration expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome				Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	2011/12	2012/13	2013/14	2014/15		2011/12 - 2014/15	2014/15	2015/16	2016/17	2017/18		
R thousand												
Entertainment	88	170	171	315	53.0%	0.2%	315	315	325	1.0%	0.2%	
Inventory: Food and food supplies	21	18	76	140	88.2%	0.1%	140	140	145	1.2%	0.1%	
Inventory: Fuel, oil and gas	10	250	829	598	291.1%	0.4%	547	566	586	-0.7%	0.4%	
Inventory: Materials and supplies	9	397	-	-	-100.0%	0.1%	-	-	-	-	-	
Inventory: Other supplies	3 182	32 868	352	355	-51.9%	7.8%	355	355	371	1.5%	0.2%	
Consumable supplies	-	1 901	2 096	2 090	-	1.3%	2 090	2 090	2 180	1.4%	1.3%	
Consumables: Stationery, printing and office supplies	286	-	1 446	1 541	75.3%	0.7%	1 448	1 449	1 511	-0.7%	0.9%	
Operating leases	72	94	825	950	136.3%	0.4%	1 003	1 057	1 108	5.3%	0.7%	
Property payments	-	-	2 228	2 350	-	1.0%	2 476	2 610	2 557	2.9%	1.6%	
Travel and subsistence	11 782	10 883	5 414	7 161	-15.3%	7.4%	6 982	6 955	7 201	0.2%	4.5%	
Training and development	295	6 761	5 577	3 880	136.0%	3.5%	3 880	3 880	4 041	1.4%	2.5%	
Operating payments	233	2 534	-	-	-100.0%	0.6%	-	-	-	-	-	
Venues and facilities	3 589	-	2 019	2 140	-15.8%	1.6%	2 055	2 066	2 155	0.2%	1.3%	
Rental and hiring	-	-	1 074	1 180	-	0.5%	1 180	1 180	1 236	1.6%	0.8%	
Payments for capital assets	-	1 303	10 000	7 916	-	4.1%	3 000	2 159	2 267	-34.1%	2.4%	
Machinery and equipment	-	1 303	10 000	7 916	-	4.1%	3 000	2 159	2 267	-34.1%	2.4%	
Total	45 370	96 976	152 772	178 178	57.8%	100.0%	157 490	143 517	151 266	-5.3%	100.0%	
Proportion of total programme expenditure to vote expenditure	100.0%	100.0%	43.5%	35.3%	-	-	27.1%	24.0%	23.9%	-	-	

Personnel information

Table 19.29 Administration personnel numbers and cost by salary level¹

Administration	Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2013/14		2014/15		2015/16		2016/17		2017/18		2014/15 - 2017/18						
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost		
Salary level	97	20	72	45.4	0.6	97	51.3	0.5	198	56.5	0.3	97	59.6	0.6	97	62.6	0.6	-	100.0%
1 – 6	41	18	15	5.2	0.3	33	9.8	0.3	56	15.8	0.3	33	10.9	0.3	33	11.0	0.3	-	31.7%
7 – 10	42	2	21	7.1	0.3	28	10.1	0.4	63	16.9	0.3	28	11.2	0.4	28	12.7	0.5	-	30.1%
11 – 12	9	-	22	19.8	0.9	23	16.8	0.7	50	10.5	0.2	23	21.3	0.9	23	21.8	0.9	-	24.3%
13 – 16	5	-	14	13.3	1.0	13	14.6	1.1	29	13.4	0.5	13	16.2	1.2	13	17.1	1.3	-	13.9%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 2: Socio Economic Support

Programme purpose

Develop and monitor the implementation of legislation, policy frameworks and service delivery cooperation agreements on compensation for injury in military service, counselling, education, health care, public transport, pension and housing benefits to military veterans eligible for such support.

Objectives

- Establish an enabling environment to provide socioeconomic support services to military veterans over the medium term by:
 - maintaining the credibility and security of the national military veterans database through consolidating data, updating software and updating the personal files of military veterans on an ongoing basis
 - facilitating access to benefits espoused in section 5 of the Military Veterans Act (2011) for eligible military veterans by 2016/17.
- Advance the delivery of social services to military veterans and their dependants by developing strategic partnerships with other organs of the state and in broader society, where applicable, to ensure that:
 - 12 000 military veterans have decent housing over the medium term

- 27 000 military veterans have access to health care services by 2017/18
- 2 100 eligible military veterans and dependants across the country are provided with ongoing education support by 2017/18
- targets agreed on with service delivery agencies are achieved and the benefits accessed by military veterans, as espoused in section 5 of the Military Veterans Act (2011), are reported on comprehensively by 2017/18.
- Provide strategic leadership to the socioeconomic sector by conducting ongoing research on pertinent issues affecting military veterans and developing requisite policies, implementation norms and standards, strategies, guidelines and frameworks by 2017/18.

Subprogrammes

- *Database and Benefits Management* establishes systems for the seamless transition of servicemen and servicewomen from active service to civilian life. The subprogramme also consolidates and ensures the credibility and security of the national military veterans' database, and exercises oversight on governance obligations and resources allocated to this unit for delivery on the relevant provisions of the Military Veterans Act (2011).
- *Health Care and Wellbeing Support* facilitates the provision of health care services and wellbeing support to military veterans, including disease prevention initiatives.
- *Socio Economic Support Management* develops norms and standards for the provision of education, public transport, pension, housing and social relief of distress for military veterans eligible for such support; establishes strategic partnerships to advance service delivery; tracks delivery by service providers on agreed targets; ensures continuous improvement; and reports on service delivery.

Expenditure trends and estimates

Table 19.30 Socio Economic Support expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2011/12	2012/13	2013/14		2014/15	2011/12 - 2014/15	2015/16	2016/17	2017/18	2014/15 - 2017/18	2014/15 - 2017/18
R thousand											
Database and Benefits Management	–	–	22 523	13 731	–	12.5%	12 019	11 220	11 752	-5.1%	4.7%
Health Care and Wellbeing Support	–	–	26 992	37 130	–	22.1%	38 696	40 641	42 660	4.7%	15.3%
Socio Economic Support Management	–	–	72 686	117 212	–	65.4%	215 590	242 209	254 287	29.5%	80.0%
Total	–	–	122 201	168 073	–	100.0%	266 305	294 070	308 699	22.5%	100.0%
Change to 2014				168 073			266 305	294 070	308 699		
Budget estimate											
Economic classification											
Current payments	–	–	122 201	168 073	–	100.0%	51 213	51 659	54 918	-31.1%	31.4%
Compensation of employees	–	–	12 607	14 577	–	9.4%	15 364	16 194	17 002	5.3%	6.1%
Goods and services	–	–	109 594	153 496	–	90.6%	35 849	35 465	37 916	-37.3%	25.3%
of which:											
Assets less than the capitalisation threshold	–	–	525	483	–	0.3%	483	483	502	1.3%	0.2%
Catering: Departmental activities	–	–	773	797	–	0.5%	797	797	828	1.3%	0.3%
Consultants and professional services: Business and advisory services	–	–	14 400	5 842	–	7.0%	4 920	4 949	5 191	-3.9%	2.0%
Consultants and professional services: Laboratory services	–	–	19 860	30 019	–	17.2%	–	–	–	-100.0%	2.9%
Contractors	–	–	–	–	–	–	17 340	18 026	19 677	–	5.3%
Entertainment	–	–	69	80	–	0.1%	80	80	83	1.2%	–
Housing	–	–	60 000	103 000	–	56.2%	–	–	–	-100.0%	9.9%
Inventory: Food and food supplies	–	–	120	125	–	0.1%	125	125	129	1.1%	–
Inventory: Fuel, oil and gas	–	–	153	160	–	0.1%	160	160	165	1.0%	0.1%
Inventory: Other supplies	–	–	300	326	–	0.2%	326	326	339	1.3%	0.1%
Consumables: Stationery, printing and office supplies	–	–	630	431	–	0.4%	431	431	449	1.4%	0.2%

Table 19.30 Socio Economic Support expenditure trends and estimates by subprogramme and economic classification

Economic classification	Audited outcome				Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14	2014/15				2011/12 - 2014/15	2015/16	2016/17		
R thousand												
Travel and subsistence	-	-	4 744	4 971	-	3.3%	4 971	3 816	3 995	-7.0%	1.7%	
Training and development	-	-	4 643	3 680	-	2.9%	3 680	3 680	3 843	1.5%	1.4%	
Venues and facilities	-	-	3 377	3 582	-	2.4%	2 536	2 592	2 715	-8.8%	1.1%	
Transfers and subsidies	-	-	-	-	-	-	215 092	242 411	253 781	-	68.6%	
Households	-	-	-	-	-	-	215 092	242 411	253 781	-	68.6%	
Total	-	-	122 201	168 073	-	100.0%	266 305	294 070	308 699	22.5%	100.0%	
Proportion of total programme expenditure to vote expenditure			34.8%	33.3%	-	-	45.7%	49.2%	48.9%	-	-	
Details of transfers and subsidies												
Households												
Other transfers to households												
Current	-	-	-	-	-	-	215 092	242 411	253 781	-	68.6%	
Households	-	-	-	-	-	-	215 092	242 411	253 781	-	68.6%	

Personnel information

Table 19.31 Socio Economic Support personnel numbers and cost by salary level¹

Socio Economic Support	Number of posts estimated for 31 March 2015		Number and cost ² of personnel posts filled / planned for on funded establishment												Number				
	Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2013/14		Unit Cost	2014/15		Unit Cost	2015/16		Unit Cost	2016/17		Unit Cost			2017/18		Unit Cost
			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost		
Salary level	21	9	16	12.6	0.8	20	18.3	0.9	29	15.4	0.5	28	16.2	0.6	28	17.0	0.6	11.9%	100.0%
1 - 6	1	9	1	0.2	0.2	1	0.3	0.3	1	0.3	0.3	1	0.3	0.3	1	0.3	0.3	-	3.8%
7 - 10	6	-	4	1.0	0.3	5	2.5	0.5	7	1.7	0.2	6	1.8	0.3	6	2.0	0.3	6.3%	22.9%
11 - 12	8	-	3	5.0	1.7	8	7.6	0.9	11	6.7	0.6	11	7.0	0.6	11	7.1	0.6	11.2%	39.0%
13 - 16	6	-	8	6.3	0.8	6	7.9	1.3	10	6.7	0.7	10	7.1	0.7	10	7.6	0.8	18.6%	34.3%

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Programme 3: Empowerment and Stakeholder Management

Programme purpose

Manage and facilitate the implementation of military veteran empowerment and stakeholder management programmes.

Objectives

- Ensure the empowerment of deserving military veterans by:
 - continuing to develop and implement a fully functional special purpose vehicle that will facilitate business opportunities for development by 2015/16
 - forming partnerships with 30 private sector companies and other organs of state, and entering into service level agreements and memorandums of understanding over the medium term
 - monitoring and evaluating the implementation of the agreements and memorandums of understanding to ensure that support is provided on an annual basis
 - providing 10 500 deserving military veterans with access to relevant training and skills development, and concluding 12 formal agreements with institutions of higher learning for the provision of skills development over the medium term
 - facilitating the association of military veterans with the international community through the establishment of relevant exchange programmes

- ensuring that 10 strategic initiatives are established at national, continental and international levels by 2015/16
- facilitating the integration of military veterans into the national workforce on an ongoing basis.

Subprogrammes

- *Provincial Offices and Stakeholder Relations* facilitates and coordinates military veteran stakeholder institutions and provides administrative support to secure stakeholders from public and private institutions willing to contribute towards the wellbeing of military veterans.
- *Empowerment and Skills Development* provides reskilling programmes and related activities to ensure that military veterans contribute positively to mainstream economic activities.
- *Heritage, Memorials, Burials and Honours* provides services to honour the contributions made by military veterans in the struggle for democracy; and ensures that their memorials are adequately secured, articulated in a dignified manner and captured in historical texts.

Expenditure trends and estimates

Table 19.32 Empowerment and Stakeholder Management expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Provincial Offices and Stakeholder Relations	–	–	11 076	43 334	–	23.2%	43 334	44 249	49 102	4.3%	27.8%
Empowerment and Skills Development	–	–	33 763	100 249	–	57.2%	100 520	100 805	105 353	1.7%	62.8%
Heritage, Memorials, Burials and Honours	–	–	31 619	14 326	–	19.6%	14 552	14 966	17 300	6.5%	9.4%
Total	–	–	76 458	157 909	–	100.0%	158 406	160 020	171 755	2.8%	100.0%
Change to 2014 Budget estimate				157 909			158 406	160 020	171 755		
Economic classification											
Current payments	–	–	76 458	157 909	–	100.0%	155 015	156 545	167 957	2.1%	98.4%
Compensation of employees	–	–	22 629	25 143	–	20.4%	25 585	26 960	31 253	7.5%	16.8%
Goods and services	–	–	53 829	132 766	–	79.6%	129 430	129 585	136 704	1.0%	81.5%
of which:											
Assets less than the capitalisation threshold	–	–	3 591	3 675	–	3.1%	3 675	3 675	3 853	1.6%	2.3%
Catering: Departmental activities	–	–	2 393	3 359	–	2.5%	3 359	3 359	3 490	1.3%	2.1%
Agency and support/outourced services	–	–	2 000	3 478	–	2.3%	282	396	132	-66.4%	0.7%
Entertainment	–	–	238	294	–	0.2%	294	294	304	1.1%	0.2%
Fleet services (including government motor transport)	–	–	–	1 200	–	0.5%	1 200	1 200	1 242	1.2%	0.7%
Inventory: Food and food supplies	–	–	67	78	–	0.1%	78	78	79	0.4%	–
Inventory: Fuel, oil and gas	–	–	1 035	1 190	–	0.9%	1 190	1 190	1 233	1.2%	0.7%
Inventory: Materials and supplies	–	–	344	355	–	0.3%	355	355	369	1.3%	0.2%
Inventory: Other supplies	–	–	15 460	185	–	6.7%	185	185	193	1.4%	0.1%
Consumables: Stationery, printing and office supplies	–	–	784	895	–	0.7%	895	895	2 717	44.8%	0.8%
Travel and subsistence	–	–	11 706	40 042	–	22.1%	40 042	40 042	41 799	1.4%	25.0%
Training and development	–	–	13 355	71 399	–	36.2%	71 259	71 300	74 400	1.4%	44.5%
Venues and facilities	–	–	2 856	6 616	–	4.0%	6 616	6 616	6 893	1.4%	4.1%
Transfers and subsidies	–	–	–	–	–	–	3 391	3 475	3 798	–	1.6%
Households	–	–	–	–	–	–	3 391	3 475	3 798	–	1.6%
Total	–	–	76 458	157 909	–	100.0%	158 406	160 020	171 755	2.8%	100.0%
Proportion of total programme expenditure to vote expenditure			21.8%	31.3%	–	–	27.2%	26.8%	27.2%	–	–
Details of transfers and subsidies											
Households											
Other transfers to households											
Current	–	–	–	–	–	–	3 391	3 475	3 798	–	1.6%
Household	–	–	–	–	–	–	3 391	3 475	3 798	–	1.6%

Personnel information

Table 19.33 Empowerment and Stakeholder Management personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015			Number and cost ² of personnel posts filled / planned for on funded establishment															Number				
Number of funded posts	Number of posts additional to the establishment		Actual			Revised estimate			Medium-term expenditure estimate									Average growth rate (%)	Salary level/total: Average (%)			
			2013/14		Unit Cost	2014/15		Unit Cost	2015/16			Unit Cost	2016/17			Unit Cost	2017/18			Unit Cost		
Empowerment and Stakeholder Management			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	2014/15 - 2017/18	
Salary level	46	4	40	22.6	0.6	44	25.1	0.6	44	25.6	0.6	44	27.0	0.6	44	31.3	0.7	-	-	-	100.0%	
1 – 6	3	-	3	0.6	0.2	3	0.7	0.2	3	0.7	0.2	3	0.8	0.3	3	0.9	0.3	-	-	-	6.8%	
7 – 10	21	4	17	7.5	0.4	20	7.3	0.4	20	7.6	0.4	20	8.0	0.4	20	11.3	0.6	-	-	-	45.5%	
11 – 12	14	-	13	7.3	0.6	13	8.7	0.7	13	8.1	0.6	13	8.6	0.7	13	8.8	0.7	-	-	-	29.5%	
13 – 16	8	-	7	7.2	1.0	8	8.4	1.1	8	9.1	1.1	8	9.6	1.2	8	10.3	1.3	-	-	-	18.2%	

1. Data has been provided by the department and may not necessarily reconcile with official government personnel data.

2. Rand million.

Public entities and other agencies

Armaments Corporation of South Africa

Mandate

The Armaments Corporation of South Africa derives its mandate from the Armscor Act (2003). Its mission is to meet the acquisition, maintenance and disposal needs of the Department of Defence and other clients in terms of defence matériel and related products and services. The corporation maintains strategic capabilities and technologies, and promotes the local defence related industry, ensuring that the South African National Defence Force receives quality equipment to carry out its mandate.

Selected performance indicators

Table 19.34 Armaments Corporation of South Africa performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	Past			Current	Projections			
		2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	
Contracts placed as a percentage of confirmed commitments from the Department of Defence	Capital defence matériel acquisition	89.5% (R311m)	99.9% (R512m)	99.9% (R1.8bn)	90%	90%	90%	90%	
Cash flow achieved as a percentage of planned cash flow	Capital defence matériel acquisition	86.2% (R1.8bn)	108.5% (R1.6bn)	108.6% (R3.2bn)	90%	90%	90%	90%	
Contracts placed as a percentage of confirmed commitments from the Department of Defence	Strategic defence acquisition	100% (R77.4m)	100% (R57.7m)	100% (R29.15m)	90%	90%	90%	90%	
Cash flow achieved as a percentage of planned cash flow	Strategic defence acquisition	94.4% (R997m)	115.3% (R618m)	118.1% (R276m)	90%	90%	90%	90%	
Contracts placed as a percentage of confirmed commitments from the Department of Defence	System support acquisition and procurement	98.8% (R1.1bn)	88.8% (R1.1bn)	99.0% (R2.5bn)	90%	90%	90%	90%	
Cash flow achieved as a percentage of planned cash flow	System support acquisition and procurement	100.1% (R3.6bn)	112.3% (R3.6bn)	100.3% (R4.4bn)	90%	90%	90%	90%	
Defence industrial participation credits awarded in terms of contractually agreed milestones	Management of defence industrial participation	R1.45bn	R75m	R204m	R727m	R65m	R24m	R51m	
Execution of defence technology, research, test and evaluation activities as a percentage of planned activities	Management of defence technology, research, test and evaluation requirements of the Department of Defence	95.5% (R186.2m)	94.5% (R183.8m)	99.8% (R229m)	90%	90%	90%	90%	

Expenditure analysis

The Armaments Corporation of South Africa's focus over the medium term will be on meeting the defence matériel requirements of the Department of Defence effectively, efficiently and economically. The corporation continues to improve systems and processes to achieve this objective. Internal controls ensure adherence and compliance to procurement regulations that, among other things, result in the acquisition of capital assets that are economically favourable for the corporation's main client, the Department of Defence. As a result, contracts

placed as a percentage of confirmed commitments from the department will be maintained at 90 per cent over the medium term.

The organisation is responsible for providing integrated support to the South African defence industry, which involves facilitating the industry's participation in international defence exhibitions, promoting the industry, and managing requests from the private sector to use South African National Defence Force equipment, personnel and facilities for marketing purposes.

Through its research and development facilities, the corporation will provide services in operational research, and comprehensive testing and evaluation of defence systems and capabilities in both the military and civilian environments. The execution of defence technology, research, testing and evaluation activities as a percentage of planned activities will be maintained at 90 per cent over the medium term.

The corporation generates revenue through charging a commission for buying and selling equipment. The funds are used to finance its operational expenditure, administrative expenses, training, maintenance of buildings, and other goods and services items.

Personnel costs are expected to remain the main expenditure driver for the organisation over the medium term, accounting for over 60 per cent of total spending. The number of personnel increased from 1 564 in 2013/14 to 1 739 in 2014/15, but this is expected to drop to 1 708 in 2015/16 and remain constant over the medium term, due to 31 fixed term contracts coming to an end. The overall increase is mainly due to the filling of critical vacancies, including the chief executive officer and general manager, and as a result of establishing capabilities to support the South African Navy at the Simon's Town Naval Dockyard. The corporation manages the Simon's Town Naval Dockyard, which carries out planned preventative maintenance, corrective maintenance, reconstruction and repairs, and upgrades of all the South African Navy's ships and submarines.

Programmes/objectives/activities

Table 19.35 Armaments Corporation of South Africa expenditure trends and estimates by programme/objective/activity

R thousand	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
Administration	299 569	268 287	387 583	379 082	8.2%	25.5%	394 084	401 389	444 873	5.5%	23.9%
Quality assurance	68 667	66 767	81 577	86 143	7.9%	5.8%	98 796	105 818	113 348	9.6%	5.9%
Management of defence matériel acquisition	222 599	219 318	270 611	302 477	10.8%	19.4%	326 820	350 017	374 889	7.4%	19.9%
Logistics support	80 408	105 892	274 676	213 502	38.5%	12.1%	200 728	211 376	222 601	1.4%	12.5%
Management of strategic facilities - Armscor dockyard	165 345	162 080	202 672	225 251	10.9%	14.5%	244 412	261 554	279 919	7.5%	14.9%
Management of strategic facilities - research and development	244 015	242 176	355 637	354 512	13.3%	22.7%	371 207	396 192	422 909	6.1%	22.8%
Total	1 080 603	1 064 520	1 572 756	1 560 967	13.0%	100.0%	1 636 047	1 726 346	1 858 539	6.0%	100.0%

Statements of historical financial performance and position

Table 19.36 Armaments Corporation of South Africa statements of historical financial performance and position

Statement of financial performance									
R thousand	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	Outcome/ Budget Average (%)
	2011/12		2012/13		2013/14		2014/15		2011/12 - 2014/15
Revenue									
Non-tax revenue	925 901	401 621	828 018	2 073 329	960 841	518 065	880 893	543 090	98.3%
Sale of goods and services other than capital assets	854 682	305 188	746 463	308 136	838 443	391 547	760 131	429 243	44.8%
<i>of which:</i>									
<i>Sales by market establishment</i>	854 682	305 188	746 463	308 136	838 443	391 547	760 131	429 243	44.8%
Other non-tax revenue	71 219	96 433	81 555	1 765 193	122 398	126 518	120 762	113 847	530.9%
Transfers received	820 872	752 271	914 753	747 039	1 021 264	1 131 584	1 101 475	1 018 172	94.6%
Total revenue	1 746 773	1 153 892	1 742 771	2 820 368	1 982 105	1 649 649	1 982 368	1 561 262	96.4%
Expenses									
Current expenses	1 771 808	1 080 603	1 782 075	1 064 520	1 960 594	1 572 756	1 981 529	1 560 967	70.4%
Compensation of employees	686 078	681 958	729 117	696 185	873 596	813 880	935 468	914 457	96.3%
Goods and services	1 056 206	372 245	1 018 748	337 638	1 047 135	702 146	1 006 587	580 514	48.3%
Depreciation	29 524	26 400	34 210	30 697	39 863	56 730	39 474	65 996	125.7%
Total expenses	1 771 808	1 080 603	1 782 075	1 064 520	1 960 594	1 572 756	1 981 529	1 560 967	70.4%
Surplus/(Deficit)	(25 035)	73 289	(39 304)	1 755 848	21 511	76 893	839	295	
Statement of financial position									
Carrying value of assets	214 880	242 200	232 463	1 899 103	266 283	1 340 902	1 347 036	1 309 151	232.5%
<i>of which:</i>									
<i>Acquisition of assets</i>	28 220	–	36 110	45 510	66 409	75 009	35 700	34 314	93.0%
Inventory	3 072	7 600	7 086	11 688	6 885	29 301	12 188	28 301	263.0%
Receivables and prepayments	249 006	182 300	197 304	134 178	189 000	120 596	136 916	125 596	72.9%
Cash and cash equivalents	302 777	440 600	326 119	685 711	376 035	697 280	695 585	691 426	147.9%
Non-current assets held for sale	–	–	–	–	–	152	–	–	–
Defined benefit plan assets	–	137 700	124 100	134 000	122 000	145 700	118 300	138 000	152.4%
Total assets	769 735	1 010 400	887 072	2 864 680	960 203	2 333 931	2 310 025	2 292 474	172.5%
Accumulated surplus/(deficit)	467 158	75 000	(57 024)	1 756 207	(21 511)	786 449	613 762	782 361	339.2%
Capital and reserves	–	552 100	553 803	627 092	633 097	1 083 691	1 231 624	1 083 691	138.4%
Deferred income	–	69 100	12 890	136 491	–	178 865	80 986	123 865	541.5%
Trade and other payables	205 783	203 100	247 750	231 970	223 951	158 261	254 086	168 417	81.8%
Provisions	96 794	111 100	129 653	112 920	121 479	126 665	129 567	134 140	101.5%
Derivatives financial instruments	–	–	–	–	3 187	–	–	–	–
Total equity and liabilities	769 735	1 010 400	887 072	2 864 680	960 203	2 333 931	2 310 025	2 292 474	172.5%

Statements of estimates of financial performance and position

Table 19.37 Armaments Corporation of South Africa statements of estimates of financial performance and position

Statement of financial performance								
R thousand	Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2014/15	2011/12 - 2014/15		2015/16	2016/17	2017/18	2014/15 - 2017/18	
Revenue								
Non-tax revenue	543 090	10.6%	43.6%	383 387	382 697	383 836	-10.9%	27.9%
Sale of goods and services other than capital assets	429 243	12.0%	22.2%	291 289	305 854	321 146	-9.2%	22.2%
<i>of which:</i>								
<i>Sales by market establishment</i>	429 243	12.0%	22.2%	291 289	305 854	321 146	-9.2%	22.2%
Other non-tax revenue	113 847	5.7%	21.5%	92 098	76 843	62 690	-18.0%	5.7%
Transfers received	1 018 172	10.6%	56.4%	1 094 588	1 009 507	1 248 369	7.0%	72.1%
Total revenue	1 561 262	10.6%	100.0%	1 477 975	1 392 204	1 632 205	1.5%	100.0%
Expenses								
Current expenses	1 560 967	13.0%	100.0%	1 636 047	1 726 346	1 858 539	6.0%	100.0%
Compensation of employees	914 457	10.3%	59.7%	1 029 203	1 106 393	1 189 373	9.2%	62.4%
Goods and services	580 514	16.0%	37.0%	535 533	545 076	590 546	0.6%	33.3%
Depreciation	65 996	35.7%	3.3%	71 311	74 877	78 620	6.0%	4.3%
Total expenses	1 560 967	13.0%	100.0%	1 636 047	1 726 346	1 858 539	6.0%	100.0%
Surplus/(Deficit)	295	-84.1%		(158 072)	(334 142)	(226 334)	-1 015.5%	–

Table 19.37 Armaments Corporation of South Africa statements of estimates of financial performance and position

Statement of financial position	Revised estimate	Average growth rate (%)	Expenditure/Total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/Total: Average (%)
				2014/15	2011/12 - 2014/15	2015/16		
R thousand								
Carrying value of assets	1 309 151	75.5%	51.2%	1 294 220	1 278 617	1 262 184	-1.2%	66.9%
of which:								
Acquisition of assets	34 314	–	1.6%	56 569	59 397	62 367	22.0%	2.8%
Inventory	28 301	55.0%	0.9%	29 801	30 801	31 162	3.3%	1.6%
Receivables and prepayments	125 596	-11.7%	8.3%	129 596	134 096	139 596	3.6%	6.9%
Cash and cash equivalents	691 426	16.2%	31.9%	554 579	243 438	50 830	-58.1%	18.2%
Defined benefit plan assets	138 000	0.1%	7.6%	130 000	122 000	112 000	-6.7%	6.5%
Total assets	2 292 474	31.4%	100.0%	2 138 196	1 808 952	1 595 772	-11.4%	100.0%
Accumulated surplus/(deficit)	782 361	118.5%	34.1%	624 289	290 147	63 813	-56.6%	20.8%
Capital and reserves	1 083 691	25.2%	42.6%	1 083 691	1 083 691	1 083 691	–	56.4%
Deferred income	123 865	21.5%	6.2%	108 865	93 865	83 719	-12.2%	5.2%
Trade and other payables	168 417	-6.1%	10.6%	179 081	190 279	202 779	6.4%	9.7%
Provisions	134 140	6.5%	6.6%	142 270	150 970	161 770	6.4%	7.7%
Total equity and liabilities	2 292 474	31.4%	100.0%	2 138 196	1 808 952	1 595 772	-56.0%	100.0%

Personnel information

Table 19.38 Armaments Corporation of South Africa personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015			Number and cost ¹ of personnel posts filled / planned for on funded establishment															Number	
Number of funded posts	Number of posts on approved establishment	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)			
			2013/14			2014/15			2015/16		2016/17		2017/18				2014/15 - 2017/18		
Armaments Corporation of South Africa			Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost		
Salary level	1 610	1 610	1 564	813.9	0.5	1 610	914.5	0.6	1 725	1 029.2	0.6	1 725	1 106.4	0.6	1 725	1 189.4	0.7	9.2%	100.0%
1 – 6	281	281	203	24.2	0.1	281	36.0	0.1	281	38.7	0.1	281	41.6	0.1	281	44.7	0.2	7.5%	16.6%
7 – 10	758	758	796	274.4	0.3	758	296.4	0.4	850	338.4	0.4	850	363.8	0.4	850	391.1	0.5	9.7%	48.7%
11 – 12	301	301	230	152.4	0.7	301	230.3	0.8	299	249.6	0.8	299	268.3	0.9	299	288.4	1.0	7.8%	17.7%
13 – 16	268	268	332	356.8	1.1	268	346.6	1.3	293	397.0	1.4	293	426.8	1.5	293	458.8	1.6	9.8%	16.9%
17 – 22	2	2	3	6.1	2.0	2	5.2	2.6	2	5.6	2.8	2	6.0	3.0	2	6.4	3.2	7.5%	0.1%

1. Rand million.

Castle Control Board

Mandate

The mandate of the Castle Control Board is derived from the Castle Management Act (1993), which requires it to preserve and protect the military and cultural heritage of the Castle of Good Hope, to optimise its tourism potential, and to optimise accessibility of the castle by the public. Aspects of the board's mandate are also derived from the Defence Endowment Property and Account Act (1922) and the National Heritage Resources Act (1999).

Selected performance indicators

Table 19.39 Castle Control Board performance indicators by programme/objective/activity and related outcome

Indicator	Programme/Objective/Activity	Outcome	Past			Current	Projections		
			2011/12	2012/13	2013/14		2014/15	2015/16	2016/17
Annual income from events and hosting film and fashion shoots	Increased public profile and positive perception across all sectors of the community	Outcome 14: Nation building and social cohesion	R0.5m	R0.4m	R0.6m	R2.6m	R3.2m	R3.3m	R3.4m
Number of visitors to the Castle of Good Hope per year	Maximising the tourist potential of the Castle of Good Hope		137 473	140 888	141 084	149 940	152 000	155 000	160 000
Income from visitors to the Castle of Good Hope per year	Maximising the tourist potential of the Castle of Good Hope		R1.7m	R1.9m	R1.9m	R3.2m	R3.7m	R4.0m	R4.3m
Number of student interns successfully supported and mentored at the Castle of Good Hope per year	Increased public profile and positive perception across all sectors of the community		– ¹	– ¹	– ¹	20	25	30	35

1. No historical data as this is a new indicator.

Expenditure analysis

In line with outcome 14 of government's 2014-2019 medium term strategic framework (nation building and social cohesion), as well as the national development plan's vision of exposing learners to history, heritage and culture so as to understand the past, analyse the present and plan for the future, the Castle Control Board's focus over the medium term will be on optimising the heritage tourism potential of the Castle of Good Hope and make the castle more accessible to the broader public.

The organisation will continue, over the medium term, to deliver a comprehensive range of visitor services, such as tourist literature, maps, guide books, an upgraded information centre and website, better and clearer signage, an improved security system, and a larger offering of tour options to attract more tourists and local visitors. These projects and initiatives fall under the administration programme, the biggest spending programme, taking up 68.8 per cent of the total budget over the medium term.

Through the preservation, interpretation and showcasing programme, which has a budget of R2 million in 2015/16, the board plans to deliver a series of innovative public events over the medium term. These include a marketing drive to get more South African learners and citizens to visit the castle; heritage programmes and cultural workshops for the Khoi and San, and other previously marginalised communities; skills training workshops for military veterans; interactive heritage displays; the expansion of museum displays; and the development of the castle chapel as a place of worship for all religions. As a result of the marketing drive, the board expects the number of visitors to the castle to increase from 149 940 in 2014/15 to 160 000 in 2017/18. The board is also working on its bid to get the castle listed as a United Nations Educational, Scientific and Cultural Organisation world heritage site. These initiatives will promote an understanding of the castle as a global heritage icon in an effort to maximise its public profile and positive perception across all sectors of the community.

The board's revenue is primarily generated from ticket sales to visitors to the castle, the renting out of venues in the castle, and fees from hosting special events. Income from visitors to the castle is expected to reach R4.3 million in 2017/18. Revenue increased during the 2014/15 and is expected to grow at an average annual rate of 13.5 per cent over the medium term. This is mainly due to an increase in visitors as a result of the active marketing drive and reallocation of surplus funds from previous financial years.

Personnel is the board's biggest driver of expenditure. There are currently 14 people employed by the board. To meet its legislative mandate, the organisation is making provision for a full time heritage officer, a precinct coordinator, and a limited number of maintenance personnel. These have been included in the estimates for 2015/16, and will reflect as a R1.5 million increase in total compensation payable to employees. A tourism and events coordinator, a chief financial officer, an executive assistant recruited from the existing pool of tourist guides, and a part time heritage coordinator have already been appointed. These posts are key operational requirements and important compliance responsibilities in terms of the statutes governing the board.

Programmes/objectives/activities

Table 19.40 Castle Control Board expenditure trends and estimates by programme/objective/activity

	Audited outcome			Revised estimate	Average growth rate (%)	Expenditure/ Total: Average (%)	Medium-term expenditure estimate			Average growth rate (%)	Expenditure/ Total: Average (%)
	2011/12	2012/13	2013/14				2014/15	2015/16	2016/17		
R thousand											
Administration	1 766	1 711	3 090	4 180	33.3%	74.2%	5 091	5 428	5 674	10.7%	67.5%
Ensure the preservation, interpretation and showcasing the history of the Castle	498	658	203	1 863	55.2%	20.5%	1 950	2 020	2 121	4.4%	26.5%
Maximising the tourist potential of the Castle of Good Hope	37	58	67	75	26.6%	1.7%	130	150	158	28.1%	1.7%
Increased public profile and positive perception across all sectors of the community	68	107	104	260	56.4%	3.5%	330	347	364	11.9%	4.3%
Total	2 369	2 534	3 464	6 378	39.1%	100.0%	7 501	7 945	8 317	9.2%	100.0%

Statements of historical financial performance and position

Table 19.41 Castle Control Board statements of historical financial performance and position

Statement of financial performance									Outcome/ Budget Average (%)
	Budget	Audited outcome	Budget	Audited outcome	Budget	Audited outcome	Budget estimate	Revised estimate	
R thousand	2011/12		2012/13		2013/14		2014/15		2011/12 - 2014/15
Revenue									
Non-tax revenue	3 384	3 182	3 670	3 417	4 160	3 505	5 771	6 378	97.0%
Sale of goods and services other than capital assets	2 734	2 491	2 950	2 508	3 560	2 633	5 171	5 778	93.0%
<i>of which:</i>									
<i>Sales by market establishment</i>	2 734	2 491	2 950	2 508	3 560	2 633	5 171	5 778	93.0%
Other non-tax revenue	650	691	720	909	600	872	600	600	119.5%
Total revenue	3 384	3 182	3 670	3 417	4 160	3 505	5 771	6 378	97.0%
Expenses									
Current expenses	3 074	2 369	3 670	2 534	4 160	3 464	5 771	6 378	88.4%
Compensation of employees	1 244	796	1 368	864	1 505	1 775	2 472	3 079	98.9%
Goods and services	1 755	1 510	2 077	1 615	2 430	1 625	3 224	3 224	84.1%
Depreciation	75	63	225	55	225	64	75	75	42.8%
Total expenses	3 074	2 369	3 670	2 534	4 160	3 464	5 771	6 378	88.4%
Surplus/(Deficit)	310	813	-	883	-	41	-	-	-
Statement of financial position									
Carrying value of assets	1 288	1 271	2 618	1 391	1 501	1 552	1 591	1 694	84.4%
<i>of which:</i>									
<i>Acquisition of assets</i>	120	74	130	175	100	225	125	125	126.1%
Inventory	74	83	69	66	58	64	70	70	104.4%
Receivables and prepayments	72	103	59	213	49	102	75	75	193.3%
Cash and cash equivalents	12 290	11 978	7 441	12 546	9 085	12 697	12 500	12 500	120.3%
Total assets	13 724	13 435	10 187	14 216	10 693	14 415	14 236	14 339	115.5%
Accumulated surplus/(deficit)	12 335	13 272	9 122	14 155	10 625	14 196	14 216	14 216	120.6%
Capital and reserves	1 329	-	1 000	-	-	-	-	-	-
Trade and other payables	60	163	65	43	68	173	75	75	169.4%
Provisions	-	-	-	18	-	46	-	48	-
Total equity and liabilities	13 724	13 435	10 187	14 216	10 693	14 415	14 291	14 339	115.4%

Statements of estimates of financial performance and position

Table 19.42 Castle Control Board statements of estimates of financial performance and position

Statement of financial performance								
	Revised estimate	Average growth rate (%)	Expen- diture/ Total: Average (%)	Medium-term estimate			Average growth rate (%)	Expen- diture/ Total: Average (%)
R thousand	2014/15	2011/12 - 2014/15		2015/16	2016/17	2017/18	2014/15 - 2017/18	
Revenue								
Non-tax revenue	6 378	26.1%	100.0%	7 501	7 945	8 317	9.3%	100.0%
Sale of goods and services other than capital assets	5 778	32.4%	79.3%	6 901	7 345	7 717	10.1%	92.0%
<i>of which:</i>								
<i>Sales by market establishment</i>	5 778	32.4%	79.3%	6 901	7 345	7 717	10.1%	92.0%
Other non-tax revenue	600	-4.6%	20.7%	600	600	600	-	8.0%
Total revenue	6 378	26.1%	100.0%	7 501	7 945	8 317	9.3%	100.0%
Expenses								
Current expenses	6 378	39.1%	100.0%	7 501	7 945	8 317	9.2%	100.0%
Compensation of employees	3 079	57.0%	41.8%	3 845	4 128	4 309	11.9%	50.8%
Goods and services	3 224	28.8%	56.2%	3 586	3 752	3 939	6.9%	48.2%
Depreciation	75	6.0%	2.0%	70	65	68	-3.1%	0.9%
Total expenses	6 378	39.1%	100.0%	7 501	7 945	8 317	9.2%	100.0%
Surplus/(Deficit)	-	-100.0%		-	-	-	-	-

Table 19.42 Castle Control Board statements of estimates of financial performance and position

Statement of financial position		Average growth rate (%)	Expenditure/Total: Average (%)	Medium-term estimate			Average growth rate (%)	Expenditure/Total: Average (%)
	Revised estimate	2011/12 - 2014/15		2015/16	2016/17	2017/18	2014/15 - 2017/18	
R thousand	2014/15							
Carrying value of assets	1 694	10.0%	10.5%	1 791	2 269	2 663	16.3%	14.7%
of which:								
Acquisition of assets	125	19.1%	1.1%	150	150	158	8.0%	1.0%
Inventory	70	-5.5%	0.5%	75	100	105	14.5%	0.6%
Receivables and prepayments	75	-10.0%	0.9%	75	75	79	1.6%	0.5%
Cash and cash equivalents	12 500	1.4%	88.2%	12 400	11 900	11 500	-2.7%	84.2%
Total assets	14 339	2.2%	100.0%	14 341	14 344	14 347	0.0%	100.0%
Accumulated surplus/(deficit)	14 216	2.3%	99.0%	14 216	14 216	14 216	-	99.1%
Trade and other payables	75	-22.8%	0.8%	75	75	75	-	0.5%
Provisions	48	-	0.2%	50	53	56	5.3%	0.4%
Total equity and liabilities	14 339	2.2%	100.0%	14 341	14 344	14 347	5.3%	100.0%

Personnel information

Table 19.43 Castle Control Board personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2015		Number and cost ¹ of personnel posts filled / planned for on funded establishment												Number					
Number of funded posts	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate						Average growth rate (%)	Salary level/total: Average (%)				
		2013/14			2014/15			2015/16		2016/17		2017/18				2014/15 - 2017/18			
		Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost	Number	Cost	Unit Cost			
Castle Control Board																			
Salary level	14	14	19	1.8	0.1	14	3.1	0.2	15	3.8	0.3	15	4.1	0.3	15	4.3	0.3	11.9%	100.0%
1 – 6	9	9	16	0.7	0.0	9	0.7	0.1	9	0.9	0.1	9	1.0	0.1	9	1.0	0.1	13.7%	61.1%
7 – 10	3	3	2	0.2	0.1	3	0.8	0.3	4	1.2	0.3	4	1.3	0.3	4	1.4	0.3	20.7%	25.4%
11 – 12	2	2	1	0.8	0.8	2	1.6	0.8	2	1.7	0.9	2	1.8	0.9	2	1.9	1.0	6.1%	13.6%

1. Rand million.

Additional tables

Table 19.A Summary of expenditure on infrastructure

Project name	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate			
				2011/12	2012/13	2013/14		2014/15	2015/16	2016/17	2017/18
R thousand											
Departmental infrastructure											
Rebuilding of the runway at Air Force Base Waterkloof	Upgrading of runway	Hand over	1 113 576	172 642	130 000	10 499	7 627	-	-	-	-
Construction of mess and living-in complex	Construction of mess and living-in complex at the Military Health Training Formation in Thaba Tshwane to accommodate 1 200 members	Construction	297 833	-	191 095	52 430	29 308	5 000	10 000	10 000	10 000
Relocation of air force base	Relocation of Air Force Base Durban to King Shaka International Airport	Pre-feasibility	60 156	-	-	-	-	5 000	17 156	34 000	34 000
Demolishing of infrastructure	Demolition	Various	80 285	-	5 000	-	-	5 800	6 090	6 395	6 395
Construction of new fire station and control tower	Construction of fire station and control tower	Construction	87	-	54	33	-	-	-	-	-
Refurbishment of military hospitals	Refurbishment of existing brick and concrete buildings, comprising all structures, replacement of mechanical systems and ground works	Various	1 911 700	78 224	66 250	143 948	121 826	135 976	178 238	200 000	200 000
Upgrading of medical health facilities	Construction of examination rooms, operating theatres, administration sections, wards and mechanical systems	Various	1 080 204	38 012	30 366	125 405	8 646	14 006	15 000	24 917	24 917
Upgrading of kitchens	Construction and upgrading of kitchens at military bases (capital projects)	Identification	73 007	299	920	41	10 792	16 655	16 000	16 000	16 000
Construction of living-in accommodation	Construction of single and married housing units in the form of houses and flats to accommodate military personnel	Various	152 795	75	15 960	-	4 518	31 174	29 426	6 642	6 642
Refurbishment of military bases and units	Refurbishment of existing brick and concrete buildings, comprising all structures, replacement of mechanical systems and ground works	Various	6 399 839	185 442	829 768	242 768	147 795	406 625	424 468	554 858	554 858
Refurbishment of messes	Refurbishment of existing brick and concrete buildings comprising all structures, replacement of mechanical systems and ground works	Various	853 227	1 428	62 500	4 769	16 966	229 875	212 188	124 130	124 130
Construction of office accommodation	Construction of offices to accommodate military personnel	Various	24 196	1 358	3 500	231	139	12 568	3 200	3 200	3 200
Upgrading of infrastructure for disabled members	Upgrading of buildings and pathways through the construction of ramps, installations of water closets and hand wash basins for members with disabilities	Various	8 911	1 360	1 398	391	5 512	250	-	-	-
Resurface of access roads	Resurface and tarring of access roads to military facilities	Various	146 086	-	-	-	878	66	69	73	73
Fuel tank and pump	Repair of fuel spillage at Air Force Base Ysterplaet	Identification	1 501	-	-	-	101	-	-	1 400	1 400
Security construction	Protection of state assets through the installation of security fences, gates, burglar bars, lights and monitoring systems	Various	374 396	894	10 971	1 253	2 603	8 475	10 200	10 000	10 000

Table 19.A Summary of expenditure on infrastructure

Project name	Service delivery outputs	Current project stage	Total project cost	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
				2011/12	2012/13	2013/14		2015/16	2016/17	2017/18
R thousand										
Refurbishment of family and single quarters	Refurbishment of existing brick and concrete buildings, comprising all structures, replacement of mechanical systems and ground works	Various	293 564	-	-	738	23 865	32 827	42 147	20 829
Specialised shipping containers	Construction of buildings to comply with legislation in the storage of ordinance	Various	1 447	-	1 447	-	-	-	-	-
Training facilities	Construction and upgrading of training facilities	Various	35 146	598	17 297	-	170	9 416	3 300	4 365
Water and electricity systems	Upgrading of water and electricity supply as well as sewerage reticulation	Various	30 577	-	2 787	2 848	394	855	8 862	8 652
Workshops and stores	Construction of workshops and stores	Various	99 654	50 382	13 842	7 004	426	11 500	7 500	9 000
Fences and gates	Replacement or erection of fences	Various	144 603	-	-	488	771	1 321	1 251	1 237
Recoverable projects	Upgrading of buildings in military bases	Various	129 351	-	(1 447)	10 526	12 985	13 126	11 565	12 143
Total			13 312 141	530 714	1 381 708	603 372	395 322	940 515	996 660	1 047 741

Table 19.B Summary of donor funding

Donor	Project	Programme	Period of commitment	Amount committed	Main economic classification	Spending focus	Audited outcome		Estimate 2014/15	Medium-term expenditure estimate	
							2011/12	2012/13		2013/14	2015/16
R thousand											
Foreign											
In kind											
United States of America	Aircrew simulator training and C130 aircraft spares	Air Defence	One year	4 029	Goods and services	Training for 59 members	-	-	4 029	-	-
United States of America	Aviation safety training	Air Defence	One year	144	Goods and services	Training course for 1 member	-	144	-	-	-
United States of America	Combating terrorism; United States Air Force squadron officer; United States Air War College; United States Air Command; staff college	Administration	One year	4 050	Goods and services	Training in each course for 1 member	-	4 050	-	-	-
Germany	Senior staff course preceded by German language course and detachment to training ship Gorch Fock	Maritime Defence	August 2008 - July 2010	93	Goods and services	Training course and deployment for 1 member	-	-	45	-	-
Total				8 316			-	4 194	4 074	-	-

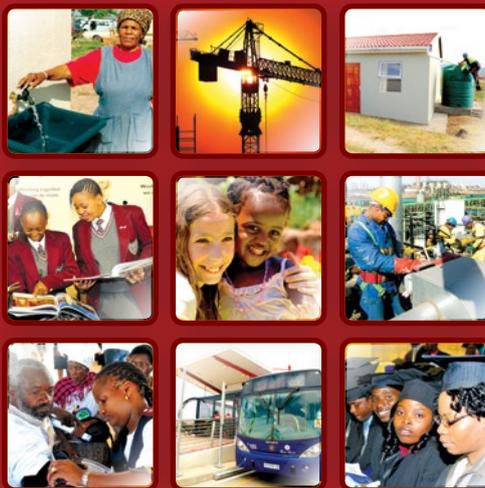
Table 19.C Largest defence force units

Unit	Audited outcome			Adjusted	Medium-term expenditure estimate		
	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
R thousand							
1 Military Hospital	568 283	586 470	637 162	652 506	713 893	707 220	696 447
Naval Base Simonstown	401 198	453 539	469 208	437 727	486 424	485 983	492 818
School of Infantry	270 936	341 057	468 980	386 050	579 693	595 885	616 620
15 SA Infantry Battalion	223 768	223 987	237 895	332 209	242 339	239 469	241 881
Air Force Base Waterkloof	274 817	306 994	310 047	330 714	311 649	309 369	304 258
2 Military Hospital	254 635	261 660	283 839	297 387	327 123	335 442	340 395
General Support Base Thaba Tswane	269 460	260 850	280 755	248 364	256 616	247 073	240 836
Area Military Health Unit Gauteng	209 548	227 063	237 352	236 158	285 713	289 381	293 388
7 SA Infantry Battalion	193 446	215 314	218 774	228 914	226 836	229 348	231 506
Joint Support Base Garrison	184 047	214 973	257 444	228 902	255 576	251 088	252 111
1 SA Infantry Battalion	173 786	191 655	196 390	217 815	230 029	235 413	243 958
21 SA Infantry Battalion	193 163	212 756	228 815	215 348	244 055	245 080	253 074
14 SA Infantry Battalion	177 245	194 355	208 732	214 599	233 021	231 149	236 279
4 Artillery Regiment	171 110	177 973	191 470	208 346	216 254	221 754	229 061
8 SA Infantry Battalion	147 630	164 474	180 034	208 307	190 973	195 212	207 844
6 SA Infantry Battalion	175 652	191 666	192 159	206 816	212 548	213 079	220 734
121 SA Infantry Battalion	161 542	182 503	193 713	206 771	207 283	208 663	214 109
4 SA Infantry Battalion	178 227	181 691	200 299	203 552	209 687	212 189	216 547
5 SA Infantry Battalion	164 570	199 842	213 203	202 917	221 821	224 012	228 439
10 SA Infantry Battalion	184 252	204 145	211 668	194 553	237 046	239 799	246 933
9 SA Infantry Battalion	151 357	164 480	169 545	192 931	179 956	183 556	190 662
3 Military Hospital	166 881	164 328	183 881	186 310	205 829	211 327	215 014
Area Military Health Unit Western Cape	148 358	159 194	173 651	181 919	207 263	209 507	212 219
68 Air School	159 264	186 923	215 981	165 623	231 561	230 584	226 913
1 Parachute Battalion	127 355	138 788	138 158	163 448	151 524	156 287	164 904
10 Anti Aircraft Regiment	120 358	139 908	151 590	160 624	168 967	179 514	190 287
2 SA Infantry Battalion	157 204	176 179	195 587	158 509	221 308	225 496	233 677
2 Field Engineer Regiment	133 210	143 686	154 347	157 143	170 465	176 699	188 337
Army Support Base Bloemfontein	141 635	155 550	163 887	154 705	160 522	159 139	161 759
1 Construction Regiment	126 789	142 088	154 041	150 914	144 020	145 159	148 919
Joint Support Base Wonderboom	127 479	141 499	144 385	146 278	140 450	140 239	143 077
Air Force Base Hoedspruit	124 798	136 781	141 189	142 041	146 241	144 932	143 367
SAS Simonsberg	127 747	128 772	142 257	140 595	155 296	154 445	157 595
Army Support Base Limpopo	118 412	127 926	141 996	130 531	145 379	143 145	143 351
Army Support Base Potchefstroom	108 787	117 269	119 432	128 908	118 372	117 807	119 212
Defence Works Formation	67 444	208 968	178 533	176 991	208 705	225 177	243 135
Army Support Base KwaZulu-Natal	115 254	116 491	122 794	121 594	122 971	120 864	120 835
Area Military Health Unit Limpopo	101 661	114 538	122 429	121 574	137 668	141 024	143 460
Army Support Base Western Cape	106 359	115 609	122 129	121 403	121 863	120 562	121 526
Area Military Health Unit KwaZulu-Natal	106 757	107 826	131 841	120 465	139 387	143 843	146 990
1 Special Services Battalion	97 783	106 854	112 658	118 480	126 292	131 264	137 302
Defence Headquarters Unit	85 788	93 813	104 528	116 687	112 801	114 634	115 741
Air Force Base Makhado	96 746	114 047	134 910	113 548	117 698	117 397	116 090
1 SA Tank Regiment	82 373	96 221	103 932	112 488	122 760	128 305	135 029
Area Military Health Unit Eastern Cape	90 027	92 188	102 585	110 245	119 188	122 160	120 898
3 SA Infantry Battalion	89 215	114 075	146 214	109 679	168 755	167 931	173 897
SAS Saldanha	71 560	81 847	113 160	106 360	133 449	136 168	141 465
Army Support Base Eastern Cape	89 023	96 500	102 497	103 872	100 821	98 947	98 856
Area Military Health Unit Free State	77 653	84 299	91 755	103 716	109 812	112 323	114 466
1 Tactical Intelligence Regiment	79 404	82 885	95 522	103 075	111 933	128 552	148 089
5 Signal Regiment	83 416	93 233	106 314	102 778	118 487	120 042	123 471
Area Military Health Unit North West	86 125	92 389	98 374	102 424	115 848	117 367	119 311
SA Army Gymnasium	84 751	95 622	95 893	101 981	123 912	122 331	120 769
Air Force Base Ysterplaat	93 298	95 669	101 323	99 771	105 455	104 232	102 721
Air Force Base Langebaanweg	88 165	97 560	100 981	99 149	103 728	102 586	100 517
School for Military Health Training	78 457	71 973	70 081	98 555	90 265	96 596	107 091
School of Engineers	85 002	93 470	91 800	97 631	113 567	114 277	118 223

Table 19.C Largest defence force units

Unit	Audited outcome			Adjusted appropriation	Medium-term expenditure estimate		
	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
R thousand							
SA Army Technical Training Centre	103 388	96 742	111 998	95 759	152 862	166 301	175 325
Army Support Base Johannesburg	82 685	93 244	88 656	95 596	90 785	90 578	91 741
National Ceremonial Guard	78 629	86 330	92 069	94 719	95 649	99 943	107 502
SA Army Combat Training Centre	82 819	85 428	84 957	93 741	116 116	117 310	118 859
43 SA Brigade	78 958	83 345	91 126	91 848	99 854	102 312	103 079
SAS Wingfield	75 426	72 471	93 418	87 605	129 274	130 257	134 741
Army Support Base Kimberley	76 920	84 177	90 769	86 894	90 183	88 890	90 453
Air Force Base Overberg	73 641	80 718	84 280	86 482	85 913	85 619	84 205
5 Air Supply Unit	82 707	95 421	98 212	83 155	105 005	104 979	102 151
Army Support Base Lohatla	69 830	75 655	81 156	82 933	77 935	78 475	80 111
Nursing College	63 484	72 142	84 427	82 245	122 844	138 005	155 399
Air Force Gymnasium	40 744	42 140	39 905	80 692	56 790	53 144	54 005
Army Support Base Mpumalanga	69 542	77 768	84 591	80 558	85 965	85 099	86 354
Area Military Health Unit Northern Cape	66 312	68 185	77 794	78 979	111 150	114 202	115 827
School of Armour	75 400	74 771	70 437	78 551	77 198	79 075	81 680
Army Support Base Dequar Road	64 793	69 481	73 794	75 631	108 832	110 132	111 341
46 SA Brigade	58 836	68 196	71 884	75 393	91 489	96 998	98 737
Gauteng Signal Unit	61 524	79 050	72 604	70 674	76 919	76 325	77 591
Air Force Base Bloemspruit	60 389	68 661	72 304	69 072	73 343	73 475	73 080
7 Medical Battalion Group	38 598	45 383	46 525	48 051	51 914	51 809	52 007
93 Ammunition Depot	42 495	49 684	52 213	55 756	64 739	65 301	66 292
10 Air Depot	34 724	39 481	43 009	41 202	45 247	44 559	44 709
Air Force Base Durban	35 067	37 501	38 325	40 366	39 595	39 006	38 700
85 Combat Flying School	28 233	30 990	34 048	42 357	36 034	35 542	46 055
2 Squadron	24 320	24 019	26 680	25 348	31 299	30 935	52 551
60 Squadron	9 184	8 247	7 511	9 736	10 221	10 276	10 168
28 Squadron	35 185	38 383	39 336	42 032	42 557	42 578	41 787
22 Squadron	35 469	39 459	41 925	41 360	41 068	40 701	40 000
15 Squadron	30 378	35 107	37 209	36 674	39 175	38 811	38 221
87 Helicopter Flying School	29 801	34 609	35 518	36 007	35 173	35 300	35 064
17 Squadron	29 865	32 640	33 687	35 159	35 482	35 117	34 548
41 Squadron	27 966	31 065	33 041	32 865	37 711	38 044	37 517
35 Squadron	26 505	30 589	31 879	32 863	31 755	31 644	31 208
21 Squadron	24 834	28 264	41 748	32 728	54 501	56 539	58 204
School of Artillery	50 233	55 391	56 699	57 607	58 355	59 258	60 591
SA Army College	35 306	42 104	44 471	45 319	58 067	59 885	60 622
16 Maintenance Unit	40 204	37 017	33 460	40 950	36 132	37 762	41 520
SA National War College	25 566	31 080	35 304	33 496	40 184	40 423	41 154
SAS Protea	23 913	24 141	26 913	28 760	37 182	37 442	38 164
101 Workshop	22 041	24 268	25 941	28 492	30 278	30 330	31 384
Personnel Services School	21 315	23 915	22 489	23 573	23 916	24 111	24 621

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BUDGET 2015

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