

◀ 2020 ▶
BUDGET

VOTE
26

MILITARY VETERANS



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA



Estimates of National Expenditure

2020

**National Treasury
Republic of South Africa**



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The 2020 Estimates of National Expenditure is 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 at www.treasury.gov.za. Compared to the abridged Estimates of National Expenditure publication, the e-publications for each vote contain more comprehensive coverage of all public entities, transfers and subsidies and information on programme specific personnel expenditure.

Foreword

The Estimates of National Expenditure (ENE) publications remain an integral part of the annual budgeting process. In light of the prevailing economic climate, which requires careful consideration around the management of public funds, it has become necessary to focus our efforts on reprioritising existing government resources to areas where the most value can be derived for the benefit of all South Africans. To alleviate fiscal pressures, reductions have been effected on the baseline budgets of departments and public entities. The budgets unpacked in this document reflect the outcome of a robust negotiation process, which was led by a committee of senior officials in central government departments under the political guidance of the Ministers' Committee on the Budget. There was also wide-ranging intergovernmental consultation on budgets in the provincial and local spheres of government. Ultimately, the budgetary proposals emanating from these negotiations and consultations were considered and approved by Cabinet.

The abridged ENE provides a comprehensive account of the priorities, spending plans and service delivery commitments of the 41 national government votes, and for selected public entities. The e-publications for each vote, which are available on National Treasury's website, contain further details on goods and services, transfers and subsidies, other public entities, and lower-level spending information on service delivery. In addition, the Vulekamali online portal serves as a transparent, user-friendly source of information that includes supplementary detailed data as contained in the ENE publications. The portal is a valuable resource for anyone to learn about how government compiles its budget and spends public funds.

The Open Budget Survey, which is published biannually by the International Budget Partnership, assesses and ranks countries based on the availability of 8 key budget documents and the comprehensiveness of the data presented in these documents. In the latest survey, published in 2017, South Africa ranked joint first out of 102 countries with a score of 89 per cent. The next survey is expected to be published in 2020/21 and hopefully South Africa will retain that first position.

All information presented in the ENE publications and Vulekamali promotes a culture of public engagement, accountability in state institutions, and the appropriate spending of public funds to achieve the outcomes as envisaged in the National Development Plan.

A special thanks is extended to all contributors and government colleagues who assisted in making this possible, especially the political leadership shown by the executive and the spirited efforts of the National Treasury team.



Dondo Mogajane
Director-General: National Treasury

Introduction

Estimates of National Expenditure publications

Estimates of National Expenditure (ENE) publications describe in detail government's expenditure plans over the next three financial years, also known as the medium-term expenditure framework (MTEF) period. The 2020 MTEF period is from 2020/21 to 2022/23.

The ENE publications contain detailed information regarding the allocations set out in the Appropriation Bill, for the current financial year. Government's proposed spending plans for the full MTEF period, are shown. Information on how government institutions have spent their budgets in previous years is also included. Explanations are provided on how institutions intend to use their allocations over the medium term to achieve their goals, and the outputs and outcomes to which their spending is expected to lead. Tables present non-financial performance indicators and targets, departmental receipts, and detailed expenditure trends and estimates by programme, subprogramme and economic classification, and programme personnel data tables for each vote and all entities. Brief explanatory narratives set out the institution's purpose (and that of its programmes), mandate, programme-level objectives and descriptions of subprogrammes. An in-depth narrative analyses the institution's expected expenditure over the MTEF period.

Additional data tables containing information on provincial and municipal conditional grants, public-private partnerships, donor funding, infrastructure spending and information at the level of site service delivery, where applicable, are available on the National Treasury website and the Vulekamali online portal.

A separate 2020 ENE Overview publication is also available on the National Treasury website and summarises the ENE information across all votes. The 2020 ENE Overview contains a narrative explanation and budget-wide summary tables; and it also has a write-up on how to interpret the information that is contained in each section of the publications.

Military Veterans

National Treasury

Republic of South Africa



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Vote 26

Military Veterans

Budget summary

R million	2020/21				2021/22	2022/23
	Total	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total
MTEF allocation						
Administration	138.5	134.6	–	3.9	142.3	146.7
Socioeconomic Support	401.4	141.3	256.4	3.7	420.0	436.8
Empowerment and Stakeholder Management	143.1	129.6	4.5	9.1	148.7	151.4
Total expenditure estimates	683.1	405.5	260.9	16.7	711.0	735.0
Executive authority	Minister of Defence and Military Veterans					
Accounting officer	Director-General of Military Veterans					
Website	www.dmv.gov.za					

The Estimates of National Expenditure e-publications for individual votes are available at www.treasury.gov.za. These publications provide more comprehensive coverage of vote-specific information, particularly about transfers and subsidies, personnel and other public institutions. Additional tables in Excel format can be found at www.treasury.gov.za and www.vulekamali.gov.za.

Vote 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 their dependants, including benefits and entitlements to help realise a dignified, unified, empowered and self-sufficient community of military veterans.

Selected performance indicators

Table 26.1 Performance indicators by programme and related priority

Indicator	Programme	MTSF priority	Past			Current	Projections		
			2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23
Number of military veterans provided with newly built houses per year	Socioeconomic Support	Priority 5: Social cohesion and safe communities	168	270	417	400	710	710	710
Number of bursaries provided to military veterans and their dependants per year	Socioeconomic Support	Priority 2: Education, skills and health	7 146	7 702	11 326	7 466	7 400	7 400	7 400
Total number of military veterans with access to health care services	Socioeconomic Support		15 740	16 673	17 197	18 000	19 000	20 000	21 000
Number of military veterans memorial sites erected per year	Empowerment and Stakeholder Management	Priority 5: Social cohesion and safe communities	2	0	0	3	3	3	3

Expenditure analysis

In acknowledging the role military veterans played in the creation of a democratic South Africa, the Department of Military Veterans contributes to the realisation of the National Development Plan's vision of a capable and ethical developmental state that treats its citizens with dignity. Over the medium term, the department will focus on continuing to deliver key benefits such as housing, education, training, skills development and access to health care to military veterans and their dependants; and implementing initiatives to improve the delivery

of the services it provides. These activities support priority 2 (education, skills and health) and priority 5 (social cohesion and safe communities) of government’s 2019-2024 medium-term strategic framework.

Delivering key benefits

To improve quality of life for military veterans and their dependants, almost 80 per cent (R1.7 billion) of the department’s budget is allocated for the delivery of key benefits. To give effect to the recognition that the provision of adequate housing is central to upholding human dignity, the department expects to deliver 2 130 newly built houses to military veterans and their families at a projected cost of R161.4 million over the medium term in the *Socioeconomic Support* programme.

The department’s commitment to social upliftment through education is underscored by its commitment to providing 7 400 bursaries per year over the MTEF period to military veterans and their dependants at a projected cost of R465 million in the *Socioeconomic Support* programme. It will also provide training and skills development programmes (such as driver training, short courses and hard skills through accredited service providers) to a targeted 16 500 military veterans and their dependants at an estimated cost of R148.8 million over the MTEF period, in the *Empowerment and Stakeholder Management* programme.

To enhance quality of life for military veterans, the department subsidises health care in full. Over the previous MTEF period, the department focused on conducting campaigns to increase awareness among eligible beneficiaries on the benefits available to them. As a result, the number of military veterans with access to health care services is set to increase from 18 000 in 2019/20 to 21 000 in 2022/23, leading to an increase in spending of 8.5 per cent, from R96.1 million in 2019/20 to R122.7 million in 2022/23, in the *Health Care and Wellbeing Support* subprogramme in the *Socioeconomic Support* programme.

Improving service delivery

The department plans to create an automated database of military veterans and implement a benefit management system to streamline its delivery of benefits, and improve the credibility, integrity and security of the register of military veterans. The creation of the database and implementation of the system are expected to result in expenditure of R57 million in the *Database and Benefits Management* subprogramme in the *Socioeconomic Support* programme.

Over the MTEF period, the department also expects to finalise and implement its education, transport, compensation and pension policies. These have been developed to align with existing policies in other government departments, provinces and municipalities in order to strengthen intergovernmental relations and increase access to services for military veterans and their dependants throughout the country, particularly in rural areas. The finalisation and implementation of these policies are expected to regularise and facilitate the rollout of these benefits, as provided for in the Military Veterans Act (2011). To complete this work, a projected R68.9 million has been allocated in the *Strategic Planning, Policy Development and Monitoring and Evaluation* subprogramme in the *Administration* programme.

Expenditure trends and estimates

Table 26.2 Vote expenditure trends and estimates by programme and economic classification

Programmes												
1. Administration												
2. Socioeconomic Support												
3. Empowerment and Stakeholder Management												
Programme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)	
	2016/17	2017/18	2018/19				2019/20	2020/21	2021/22			2022/23
R million												
Programme 1	159.2	140.5	138.1	141.1	-4.0%	25.2%	138.5	142.3	146.7	1.3%	20.4%	
Programme 2	243.9	356.4	334.7	365.4	14.4%	56.5%	401.4	420.0	436.8	6.1%	58.4%	
Programme 3	101.5	104.5	69.2	146.1	12.9%	18.3%	143.1	148.7	151.4	1.2%	21.2%	
Total	504.6	601.5	542.0	652.6	8.9%	100.0%	683.1	711.0	735.0	4.0%	100.0%	
Change to 2019 Budget estimate				(10.0)			(18.7)	(32.8)	(37.3)			

Table 26.2 Vote expenditure trends and estimates by programme and economic classification

Economic classification	Audited outcome			Adjusted appropriation 2019/20	Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20	Medium-term expenditure estimate			Average growth rate (%) 2019/20 - 2022/23	Average: Expenditure/ Total (%) 2019/20 - 2022/23
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23		
R million											
Current payments	327.0	316.5	336.4	391.5	6.2%	59.6%	405.5	423.6	436.0	3.7%	59.6%
Compensation of employees	108.5	116.2	123.8	131.5	6.6%	20.9%	140.6	149.7	156.2	5.9%	20.8%
Goods and services ¹	218.5	200.2	212.6	259.9	6.0%	38.7%	264.9	273.9	279.8	2.5%	38.8%
<i>of which:</i>											
Communication	3.0	5.8	5.4	3.3	3.0%	0.8%	11.7	12.4	12.9	58.1%	1.4%
Consultants: Business and advisory services	1.2	0.9	1.2	4.4	53.0%	0.3%	10.1	10.7	11.1	36.1%	1.3%
Contractors	61.5	55.9	107.6	78.1	8.3%	13.2%	89.8	90.8	94.6	6.6%	12.7%
Travel and subsistence	41.2	43.5	34.3	56.1	10.8%	7.6%	54.3	54.9	55.6	-0.3%	7.9%
Training and development	24.7	22.4	6.8	30.0	6.7%	3.6%	26.0	27.6	26.8	-3.7%	4.0%
Venues and facilities	1.8	7.1	1.7	7.0	56.9%	0.8%	11.9	12.6	13.0	22.8%	1.6%
Transfers and subsidies¹	166.1	278.3	203.1	240.7	13.2%	38.6%	260.9	275.2	286.1	5.9%	38.2%
Households	166.1	278.3	203.1	240.7	13.2%	38.6%	260.9	275.2	286.1	5.9%	38.2%
Payments for capital assets	11.5	6.7	2.5	20.4	20.8%	1.8%	16.7	12.1	12.8	-14.3%	2.2%
Buildings and other fixed structures	-	-	-	2.0	0.0%	0.1%	-	-	-	-100.0%	0.1%
Machinery and equipment	7.3	6.7	2.5	12.2	19.0%	1.2%	8.9	9.2	9.8	-7.2%	1.4%
Heritage assets	4.3	-	-	5.0	5.3%	0.4%	5.0	-	-	-100.0%	0.4%
Software and other intangible assets	-	-	-	1.1	0.0%	0.0%	2.8	2.9	3.0	39.6%	0.4%
Total	504.6	601.5	542.0	652.6	8.9%	100.0%	683.1	711.0	735.0	4.0%	100.0%

1. Tables that detail expenditure trends, annual budget, adjusted appropriation and audited outcome are available at www.treasury.gov.za and www.vulekamali.gov.za.

Transfers and subsidies expenditure trends and estimates

Table 26.3 Vote transfers and subsidies trends and estimates

	Audited outcome			Adjusted appropriation 2019/20	Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20	Medium-term expenditure estimate			Average growth rate (%) 2019/20 - 2022/23	Average: Expenditure/ Total (%) 2019/20 - 2022/23
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23		
R thousand											
Households											
Social benefits											
Current	166 109	272 663	203 064	240 736	13.2%	99.4%	260 880	275 228	286 100	5.9%	100.0%
Households	29	205	276	-	-100.0%	0.1%	-	-	-	-	-
Military veterans' benefits	166 080	272 458	202 788	240 736	13.2%	99.3%	260 880	275 228	286 100	5.9%	100.0%
Other transfers to households											
Current	-	5 648	-	-	-	0.6%	-	-	-	-	-
Military veterans' benefits	-	5 648	-	-	-	0.6%	-	-	-	-	-
Total	166 109	278 311	203 064	240 736	13.2%	100.0%	260 880	275 228	286 100	5.9%	100.0%

Personnel information

Table 26.4 Vote personnel numbers and cost by salary level and programme¹

Programmes		Number and cost ² of personnel posts filled/planned for on funded establishment												Number					
Number of posts estimated for 31 March 2020														Average growth rate (%) 2019/20 - 2022/23	Average: Salary level/ Total (%) 2019/20 - 2022/23				
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2018/19			2019/20			2020/21		2021/22		2022/23							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Military Veterans																			
Salary level	169	81	139	123.8	0.9	174	131.5	0.8	177	140.6	0.8	176	149.7	0.9	169	156.2	0.9	-1.0%	100.0%
1-6	30	25	19	5.9	0.3	27	10.6	0.4	32	12.2	0.4	33	13.4	0.4	28	13.4	0.5	1.2%	17.2%
7-10	61	28	51	21.9	0.4	77	44.6	0.6	76	46.8	0.6	75	49.2	0.7	74	51.4	0.7	-1.3%	43.4%
11-12	48	23	43	48.7	1.1	47	41.2	0.9	44	40.9	0.9	43	43.9	1.0	42	45.5	1.1	-3.7%	25.3%
13-16	30	5	26	47.4	1.8	23	35.1	1.5	25	40.7	1.6	25	43.2	1.7	25	45.9	1.8	2.8%	14.1%
Programme	169	81	139	123.8	0.9	174	131.5	0.8	177	140.6	0.8	176	149.7	0.9	169	156.2	0.9	-1.0%	100.0%
Programme 1	102	63	87	72.3	0.8	61	47.0	0.8	64	50.1	0.8	62	53.4	0.9	59	55.8	0.9	-1.1%	35.3%
Programme 2	21	11	19	21.8	1.1	63	43.7	0.7	63	46.8	0.7	64	49.8	0.8	63	52.0	0.8	-	36.4%
Programme 3	46	7	33	29.7	0.9	50	40.8	0.8	50	43.6	0.9	50	46.5	0.9	47	48.5	1.0	-2.0%	28.3%

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

2. Rand million.

Departmental receipts

Table 26.5 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate 2019/20	Revised estimate 2019/20	Average growth rate (%) 2016/17 - 2019/20	Average: Receipt item/ Total (%) 2016/17 - 2019/20	Medium-term receipts estimate			Average growth rate (%) 2019/20 - 2022/23	Average: Receipt item/ Total (%) 2019/20 - 2022/23
	2016/17	2017/18	2018/19					2020/21	2021/22	2022/23		
Departmental receipts	330	2 758	53	334	334	0.4%	100.0%	357	380	405	6.6%	100.0%
Sales of goods and services produced by department	28	32	36	34	34	6.7%	3.7%	37	40	45	9.8%	10.6%
Other sales	28	32	36	34	34	6.7%	3.7%	37	40	45	9.8%	10.6%
of which:												
Other	28	32	36	34	34	6.7%	3.7%	37	40	45	9.8%	10.6%
Transactions in financial assets and liabilities	302	2 726	17	300	300	-0.2%	96.3%	320	340	360	6.3%	89.4%
Total	330	2 758	53	334	334	0.4%	100.0%	357	380	405	6.6%	100.0%

Programme 1: Administration

Programme purpose

Provide strategic leadership, management and support services to the department.

Expenditure trends and estimates

Table 26.6 Administration expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation 2019/20	Average growth rate (%) 2016/17 - 2019/20	Average: Expenditure/ Total (%) 2016/17 - 2019/20	Medium-term expenditure estimate			Average growth rate (%) 2019/20 - 2022/23	Average: Expenditure/ Total (%) 2019/20 - 2022/23
	2016/17	2017/18	2018/19				2020/21	2021/22	2022/23		
Total	159.2	140.5	138.1	141.1	-4.0%	100.0%	138.5	142.3	146.7	1.3%	100.0%
Change to 2019 Budget estimate				5.0			(6.3)	(11.0)	(12.4)		
Economic classification											
Current payments	152.7	134.2	135.4	133.2	-4.5%	96.0%	134.6	138.2	142.3	2.2%	96.4%
Compensation of employees	65.1	69.8	72.3	47.0	-10.3%	43.9%	50.1	53.4	55.8	5.9%	36.3%
Goods and services ¹	87.6	64.4	63.2	86.1	-0.6%	52.1%	84.5	84.8	86.5	0.1%	60.1%
of which:											
Audit costs: External	6.0	6.3	5.8	6.6	3.6%	4.3%	5.3	5.6	5.8	-4.5%	4.1%
Communication	3.0	5.8	5.4	3.2	2.7%	3.0%	11.6	12.3	12.7	58.1%	7.0%
Consultants: Business and advisory services	1.2	0.9	1.2	3.3	39.3%	1.2%	9.4	9.9	10.3	45.9%	5.8%
Contractors	0.0	0.1	0.0	3.0	430.9%	0.5%	5.4	5.7	5.9	25.2%	3.5%
Operating leases	16.8	15.5	16.8	19.6	5.2%	11.9%	13.1	9.5	8.5	-24.4%	8.9%
Travel and subsistence	7.0	5.2	6.8	11.2	16.9%	5.2%	8.2	8.6	8.9	-7.2%	6.5%
Transfers and subsidies¹	0.0	0.2	0.3	-	-100.0%	0.1%	-	-	-	-	-
Households	0.0	0.2	0.3	-	-100.0%	0.1%	-	-	-	-	-
Payments for capital assets	6.4	6.1	2.4	7.9	6.9%	3.9%	3.9	4.1	4.4	-17.7%	3.6%
Buildings and other fixed structures	-	-	-	2.0	-	0.3%	-	-	-	-100.0%	0.4%
Machinery and equipment	6.4	6.1	2.4	5.4	-5.9%	3.5%	3.9	4.1	4.4	-6.6%	3.1%
Software and other intangible assets	-	-	-	0.5	-	0.1%	-	-	-	-100.0%	0.1%
Total	159.2	140.5	138.1	141.1	-4.0%	100.0%	138.5	142.3	146.7	1.3%	100.0%
Proportion of total programme expenditure to vote expenditure	31.5%	23.4%	25.5%	21.6%	-	-	20.3%	20.0%	20.0%	-	-

Table 26.6 Administration expenditure trends and estimates by subprogramme and economic classification

Details of transfers and subsidies				Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
Audited outcome							2020/21 - 2022/23				
R million	2016/17	2017/18	2018/19	2019/20	2016/17 - 2019/20	2020/21	2021/22	2022/23	2019/20 - 2022/23		
Households											
Social benefits											
Current	0.0	0.2	0.3	–	-100.0%				–	–	
Household	0.0	0.2	0.3	–	-100.0%	–	–	–	–	–	

1. Estimates of National Expenditure data tables can be downloaded from www.treasury.gov.za. These tables contain detailed information by goods and services, and transfers and subsidies item by programme.

Personnel information

Table 26.7 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2020			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 (%)	Average: Salary level/ Total (%)			
			2018/19		2019/20		2020/21		2021/22		2022/23		2019/20 - 2022/23						
Administration			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Salary level	102	63	87	72.3	0.8	61	47.0	0.8	64	50.1	0.8	62	53.4	0.9	59	55.8	0.9	-1.1%	100.0%
1 – 6	26	23	17	5.0	0.3	10	6.0	0.6	15	7.3	0.5	15	7.8	0.5	12	8.1	0.7	6.3%	21.1%
7 – 10	35	22	33	12.5	0.4	30	19.6	0.7	29	20.0	0.7	28	20.6	0.7	28	21.5	0.8	-2.3%	46.7%
11 – 12	26	18	24	27.9	1.2	13	9.5	0.7	10	7.0	0.7	9	8.0	0.9	9	8.4	0.9	-11.5%	16.7%
13 – 16	15	–	13	26.8	2.1	8	11.9	1.5	10	15.9	1.6	10	16.9	1.7	10	17.8	1.8	7.7%	15.4%

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

2. Rand million.

Programme 2: Socioeconomic 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 for military veterans eligible for such support.

Objectives

- Establish an enabling environment to provide socioeconomic support services to military veterans by:
 - maintaining the credibility and security of the national database of military veterans by 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 March 2023.
- 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:
 - 2 130 military veterans are provided with newly built houses over the medium term
 - 21 000 military veterans have access to health care services by March 2023
 - 7 400 eligible military veterans and their dependants throughout the country are provided with ongoing education support each year over the medium term.
- Provide strategic leadership to the socioeconomic sector by conducting ongoing research on pertinent issues affecting military veterans and developing requisite policies; and implementing strategies, guidelines, frameworks, and norms and standards by March 2023.

Subprogrammes

- *Database and Benefits Management* establishes systems for the seamless transition of servicemen and servicewomen from active military service to civilian life. This subprogramme also consolidates and ensures the credibility and security of the national database of military veterans, and oversees governance obligations and resources allocated to the unit based on the 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 initiatives to prevent diseases.
- *Socioeconomic Support Management* develops norms and standards for the provision of education, public transport, pension benefits, housing and social relief of distress for military veterans eligible for such support. This subprogramme also establishes strategic partnerships to advance service delivery, tracks delivery by service providers on agreed targets, ensures continual improvement, and reports on service delivery.

Expenditure trends and estimates

Table 26.8 Socioeconomic Support expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2016/17	2017/18	2018/19				2019/20	2020/21	2021/22		
R million					2016/17 - 2019/20		2020/21	2021/22	2022/23	2019/20 - 2022/23	
Database and Benefits Management	6.5	5.5	6.4	14.7	31.5%	2.5%	18.0	19.1	19.9	10.7%	4.4%
Health Care and Wellbeing Support	70.5	66.9	124.7	96.1	10.9%	27.5%	115.2	117.7	122.7	8.5%	27.8%
Socioeconomic Support Management	167.0	283.9	203.6	254.6	15.1%	69.9%	268.2	283.2	294.2	4.9%	67.8%
Total	243.9	356.4	334.7	365.4	14.4%	100.0%	401.4	420.0	436.8	6.1%	100.0%
Change to 2019 Budget estimate				8.6			23.8	21.1	22.6		
Economic classification											
Current payments	86.9	83.8	138.3	129.9	14.3%	33.7%	141.3	145.5	151.6	5.3%	35.0%
Compensation of employees	18.6	19.1	21.8	43.7	32.9%	7.9%	46.8	49.8	52.0	5.9%	11.8%
Goods and services ¹	68.3	64.7	116.4	86.2	8.0%	25.8%	94.5	95.7	99.6	4.9%	23.2%
of which:											
Catering: Departmental activities	0.2	0.0	0.2	0.5	37.1%	0.1%	1.0	1.0	1.1	28.6%	0.2%
Consultants: Business and advisory services	–	–	–	1.1	–	0.1%	0.7	0.8	0.8	-10.3%	0.2%
Contractors	61.5	55.8	107.6	75.0	6.9%	23.1%	84.5	85.1	88.7	5.7%	20.5%
Travel and subsistence	3.2	4.6	7.5	5.9	22.3%	1.6%	4.7	5.0	5.2	-4.3%	1.3%
Training and development	0.0	–	–	–	-100.0%	–	1.0	1.1	1.1	–	0.2%
Venues and facilities	0.0	0.0	0.0	0.5	136.3%	–	1.0	1.0	1.1	32.9%	0.2%
Transfers and subsidies¹	156.9	272.4	196.3	232.5	14.0%	66.0%	256.4	270.5	281.2	6.5%	64.1%
Households	156.9	272.4	196.3	232.5	14.0%	66.0%	256.4	270.5	281.2	6.5%	64.1%
Payments for capital assets	0.1	0.2	0.1	3.0	202.9%	0.3%	3.7	3.9	4.1	10.9%	0.9%
Machinery and equipment	0.1	0.2	0.1	2.4	180.4%	0.2%	0.9	1.0	1.0	-24.1%	0.3%
Software and other intangible assets	–	–	–	0.6	–	–	2.8	2.9	3.0	70.0%	0.6%
Total	243.9	356.4	334.7	365.4	14.4%	100.0%	401.4	420.0	436.8	6.1%	100.0%
Proportion of total programme expenditure to vote expenditure	48.3%	59.3%	61.7%	56.0%	–	–	58.8%	59.1%	59.4%	–	–
Details of transfers and subsidies											
Households											
Social benefits											
Current	156.9	272.4	196.3	232.5	14.0%	66.0%	256.4	270.5	281.2	6.5%	64.1%
Military veterans' benefits	156.9	272.4	196.3	232.5	14.0%	66.0%	256.4	270.5	281.2	6.5%	64.1%

1. Estimates of National Expenditure data tables can be downloaded from www.treasury.gov.za. These tables contain detailed information by goods and services, and transfers and subsidies items by programme.

Personnel information

Table 26.9 Socioeconomic Support personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2020			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 (%)	Average: Salary level/ Total (%)			
			2018/19		2019/20		2020/21		2021/22		2022/23		2019/20 - 2022/23						
Socioeconomic Support			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number		Cost	Unit cost	Number	Cost	Unit cost	
Salary level	21	11	19	21.8	1.1	63	43.7	0.7	63	46.8	0.7	64	49.8	0.8	63	52.0	0.8	-	100.0%
1-6	1	-	1	0.2	0.2	13	3.5	0.3	13	3.7	0.3	14	4.3	0.3	14	4.6	0.3	2.5%	21.3%
7-10	5	2	5	1.6	0.3	25	13.0	0.5	25	14.0	0.6	25	14.9	0.6	25	15.9	0.6	-	39.5%
11-12	8	5	7	8.9	1.3	18	18.4	1.0	18	19.6	1.1	18	20.7	1.2	17	20.9	1.2	-1.9%	28.1%
13-16	7	4	6	11.1	1.8	7	8.8	1.3	7	9.4	1.3	7	10.0	1.4	7	10.6	1.5	-	11.1%

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 by March 2023
 - forming partnerships with 12 companies in the private sector 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 agreements and memorandums of understanding to ensure that support is provided annually
 - providing 18 000 military veterans with access to relevant training and skills development, and concluding 12 formal agreements with institutions of higher education and training 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 by March 2023
 - facilitating the integration of military veterans into the national workforce on an ongoing basis.
- Honour and memorialise military veterans who played a meaningful role in the liberation of the country by ensuring that 3 memorial sites for military veterans are erected each year over the medium term.

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 skills 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 26.10 Empowerment and Stakeholder Management expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2016/17	2017/18	2018/19				2019/20	2020/21	2021/22		
R million											
Provincial Offices and Stakeholder Relations	32.3	34.3	36.0	63.4	25.2%	39.4%	64.5	71.5	74.4	5.5%	46.4%
Empowerment and Skills Development	34.3	42.3	18.7	49.0	12.7%	34.2%	51.9	49.1	47.8	-0.8%	33.6%
Heritage, Memorials, Burials and Honours	34.9	27.9	14.6	33.7	-1.2%	26.4%	26.8	28.1	29.3	-4.6%	20.0%
Total	101.5	104.5	69.2	146.1	12.9%	100.0%	143.1	148.7	151.4	1.2%	100.0%
Change to 2019 Budget estimate				(23.6)			(36.2)	(42.9)	(47.4)		
Economic classification											
Current payments	87.3	98.5	62.7	128.4	13.7%	89.4%	129.6	139.9	142.1	3.4%	91.6%
Compensation of employees	24.8	27.4	29.7	40.8	18.1%	29.1%	43.6	46.5	48.5	5.9%	30.4%
Goods and services ¹	62.5	71.1	33.0	87.6	11.9%	60.3%	86.0	93.4	93.7	2.3%	61.2%
of which:											
Minor assets	0.2	0.0	0.2	1.5	96.5%	0.5%	4.3	4.5	4.7	44.9%	2.5%
Catering: Departmental activities	1.0	0.3	0.3	1.8	20.7%	0.8%	4.1	4.3	4.5	35.5%	2.5%
Agency and support/outsourced services	0.7	4.2	2.2	5.2	92.1%	2.9%	0.2	5.2	5.4	1.0%	2.7%
Travel and subsistence	31.0	33.7	20.1	39.1	8.0%	29.4%	41.5	41.4	41.5	2.0%	27.7%
Training and development	23.3	21.9	6.2	29.0	7.5%	19.1%	20.9	22.1	21.2	-10.0%	15.8%
Venues and facilities	1.4	7.0	1.5	5.1	52.8%	3.6%	8.1	8.6	8.9	20.3%	5.2%
Transfers and subsidies¹	9.2	5.7	6.5	8.3	-3.6%	7.0%	4.5	4.7	4.9	-15.7%	3.8%
Households	9.2	5.7	6.5	8.3	-3.6%	7.0%	4.5	4.7	4.9	-15.7%	3.8%
Payments for capital assets	5.0	0.3	0.1	9.5	23.9%	3.5%	9.1	4.1	4.3	-22.9%	4.6%
Machinery and equipment	0.7	0.3	0.1	4.5	85.9%	1.3%	4.1	4.1	4.3	-0.9%	2.9%
Heritage assets	4.3	-	-	5.0	5.3%	2.2%	5.0	-	-	-100.0%	1.7%
Payments for financial assets	-	-	0.0	-	-	-	-	-	-	-	-
Total	101.5	104.5	69.2	146.1	12.9%	100.0%	143.1	148.7	151.4	1.2%	100.0%
Proportion of total programme expenditure to vote expenditure	20.1%	17.4%	12.8%	22.4%	-	-	21.0%	20.9%	20.6%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	9.2	0.1	6.5	8.3	-3.6%	5.7%	4.5	4.7	4.9	-15.7%	3.8%
Military veterans' benefits	9.2	0.1	6.5	8.3	-3.6%	5.7%	4.5	4.7	4.9	-15.7%	3.8%
Households											
Other transfers to households											
Current	-	5.6	-	-	-	1.3%	-	-	-	-	-
Military veterans' benefits	-	5.6	-	-	-	1.3%	-	-	-	-	-

1. Estimates of National Expenditure data tables can be downloaded from www.treasury.gov.za. These tables contain detailed information by goods and services, and transfers and subsidies items by programme.

Personnel information

Table 26.11 Empowerment and Stakeholder Management personnel numbers and cost by salary level¹

Empowerment and Stakeholder Management	Number of posts estimated for 31 March 2020		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 (%)	Average Salary level/ Total (%)
			2018/19		2019/20		2020/21		2021/22		2022/23		2019/20 - 2022/23									
			Number	Cost	Number	Cost	Number	Cost	Number	Cost	Number	Cost	Number	Cost								
Salary level	46	7	33	29.7	0.9	50	40.8	0.8	50	43.6	0.9	50	46.5	0.9	47	48.5	1.0	-2.0%	100.0%			
1-6	3	2	1	0.6	0.6	4	1.1	0.3	4	1.2	0.3	4	1.3	0.3	2	0.7	0.4	-20.6%	7.1%			
7-10	21	4	13	7.7	0.6	22	12.0	0.5	22	12.8	0.6	22	13.7	0.6	21	14.0	0.7	-1.5%	44.2%			
11-12	14	-	12	11.9	1.0	16	13.4	0.8	16	14.3	0.9	16	15.2	0.9	16	16.3	1.0	-	32.5%			
13-16	8	1	7	9.5	1.4	8	14.3	1.8	8	15.3	1.9	8	16.3	2.0	8	17.4	2.2	-	16.2%			

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

2. Rand million.

◀ 2020 ▶
BUDGET

ESTIMATES OF NATIONAL
EXPENDITURE



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA