

Estimates of National Expenditure 2023

Vote 23: Defence

**National Treasury
Republic of South Africa**



Vote 23

Defence

Budget summary

R million	2023/24				2024/25	2025/26
	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total	Total
MTEF allocation						
Administration	5 289.6	117.9	30.0	5 437.6	5 608.1	5 867.3
Force Employment	4 000.7	371.8	137.3	4 509.8	4 291.0	4 128.8
Landward Defence	15 062.1	659.7	18.5	15 740.2	16 065.0	16 863.1
Air Defence	5 629.7	1 481.9	15.5	7 127.1	6 319.7	6 596.1
Maritime Defence	3 802.9	1 070.0	111.7	4 984.6	4 983.1	5 237.1
Military Health Support	5 228.8	143.0	83.3	5 455.0	5 568.5	5 812.3
Defence Intelligence	720.3	313.0	–	1 033.3	1 068.9	1 116.2
General Support	4 818.7	1 563.8	454.3	6 836.8	7 141.3	7 383.7
Total expenditure estimates	44 552.8	5 721.1	850.5	51 124.4	51 045.6	53 004.6

Executive authority Minister of Defence and Military Veterans

Accounting officer Secretary for Defence

Website www.dod.mil.za

The Estimates of National Expenditure is available at www.treasury.gov.za. Additional tables in Excel format can be found at www.treasury.gov.za and www.vulekamali.gov.za.

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.

Mandate

The Department of Defence derives its mandate from section 200 of the Constitution; the Defence Act (2002), as amended by the Defence Amendment Act (2010); the 1996 White Paper on Defence; and the 2015 South African Defence Review. The department is required to provide, manage, prepare and employ defence capabilities that are commensurate with South Africa's needs.

Selected performance indicators

Table 23.1 Performance indicators by programme and related priority

Indicator	Programme	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
Number of reserve force person days per year	Administration	Priority 6: Social cohesion and safer communities	2 739 564	3 355 353	3 237 118	1 985 307	1 989 953	1 990 435	1 988 544
Percentage compliance with the Southern African Development Community standby force pledge per year	Force Employment	Priority 7: A better Africa and world	100% (32)	87.5% (28/32)	100% (32)	100%	100%	100%	100%
Percentage compliance with external operations per year	Force Employment		100% (2)	100% (2)	100% (2)	100%	100%	100%	100%
Percentage compliance with internal operations per year	Force Employment		100% (4)	100% (4)	100% (4)	100%	100%	100%	100%
Number of joint, interdepartmental, interagency and multinational military exercises conducted per year	Force Employment	Priority 6: Social cohesion and safer communities	1	0	1	4	1	3	3
Number of landward subunits deployed on border safeguarding per year	Force Employment		15	15	15	15	15	15	15
Number of maritime coastal patrols conducted per year	Force Employment		– ¹	3	4	4	4	4	4
Number of hours flown per year	Air Defence		16 233	13 726	15 216	12 000	12 000	12 000	12 000
Number of hours at sea per year	Maritime Defence		6 613	6 818	7 614	8 000	8 000	8 000	8 000

1. No historical data available.

Expenditure overview

Over the medium term, the department will continue to focus on protecting the country's people and territorial integrity through internal and external operations such as safeguarding its borders, providing maritime security, and providing support to the South African Police Service and other peace-support operations in the Democratic Republic of the Congo and Mozambique.

The department is allocated an additional R3.1 billion over the period ahead to enhance border security (air, land and maritime) and territorial integrity. This allocation is expected to provide for the procurement of prime mission equipment and technology that will serve as a force multiplier in internal and external operations, as well as repair and maintain navy defence systems to improve maritime security. An additional R850 million is allocated in 2023/24 to support the deployment of the South African National Defence Force in Mozambique through Operation Vikela, on condition that personnel are deployed there beyond 2022/23.

Over the MTEF period, the South African National Defence Force will continue to maintain 15 landward subunits to facilitate border safeguarding in Free State, KwaZulu-Natal, Limpopo, Mpumalanga, Northern Cape and North West. Additional investments in vehicle and technology enhancements to maximise the impact of the subunits in reducing transnational crimes, the illegal flow of undocumented migrants and illicit economic activities are expected to amount to R500 million in 2024/25 and R200 million in 2025/26 in the *Force Employment* programme.

To ensure maritime safety, in each year over the period ahead, the South African Navy will continue to conduct a targeted 4 coastal patrols and spend 8 000 hours at sea. The additional allocation of R1 billion in 2023/24 to procure or upgrade the medium air transport capability is expected to ensure that 12 000 hours are flown per year over the medium term. This will enhance the South African National Defence Force's capability to transport troops and equipment during urgent internal and external deployments.

As the department's work is labour intensive, an estimated 61.6 per cent (R127.3 billion) of its budget over the medium term is allocated to compensation of employees, including an additional R2.5 billion for cost-of-living adjustments. To ensure the department remains within the expenditure ceiling for compensation of employees, it will continue to implement various human resource reforms over the medium term. These include the implementation of the voluntary severance packages for South African National Defence Force personnel at an estimated cost of R800 million in 2023/24, reducing the number of reserve force person days to 1.9 million per year, recruiting military skills development system intakes every alternate calendar year, and capping the annual increases of regimental and operational allowances.

In consultation with the department, National Treasury conducted a spending review in 2021/22 that highlighted the need for efficiency improvements in the management of commuted overtime. In response to this, R188.2 million is reprioritised over the next 3 years from compensation of employees in the *Military Health Support* programme towards payments for capital assets – such as ambulances, X-ray machines and deployable field medical equipment – within the same programme.

Expenditure trends and estimates

Table 23.2 Vote expenditure trends and 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	Audited outcome				Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
R million	2019/20	2020/21	2021/22	2022/23	2019/20 - 2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26			
Programme 1	5 340.6	5 325.0	5 367.1	5 828.6	3.0%	10.7%	5 437.6	5 608.1	5 867.3	0.2%	11.0%	
Programme 2	3 491.5	4 660.9	4 117.1	5 045.8	13.1%	8.5%	4 509.8	4 291.0	4 128.8	-6.5%	8.7%	
Programme 3	16 763.7	17 186.6	16 372.1	15 971.6	-1.6%	32.4%	15 740.2	16 065.0	16 863.1	1.8%	31.3%	
Programme 4	6 701.1	7 684.8	5 881.2	6 637.1	-0.3%	13.1%	7 127.1	6 319.7	6 596.1	-0.2%	12.9%	
Programme 5	4 709.4	4 737.5	4 133.4	4 726.7	0.1%	8.9%	4 984.6	4 983.1	5 237.1	3.5%	9.6%	
Programme 6	5 362.9	5 487.1	5 525.7	5 632.2	1.6%	10.8%	5 455.0	5 568.5	5 812.3	1.1%	10.9%	
Programme 7	1 002.4	1 130.9	778.3	1 166.3	5.2%	2.0%	1 033.3	1 068.9	1 116.2	-1.5%	2.1%	
Programme 8	6 858.1	7 873.2	6 601.0	6 593.3	-1.3%	13.6%	6 836.8	7 141.3	7 383.7	3.8%	13.5%	
Total	50 229.7	54 086.2	48 775.9	51 601.6	0.9%	100.0%	51 124.4	51 045.6	53 004.6	0.9%	100.0%	
Change to 2022 Budget estimate				2 511.5			3 164.6	1 767.8	1 519.2			
Economic classification												
Current payments	42 763.2	44 441.5	44 347.9	45 272.3	1.9%	86.4%	44 552.8	45 957.7	48 021.1	2.0%	88.9%	
Compensation of employees	31 803.0	32 759.9	33 722.0	31 786.4	0.0%	63.5%	30 629.3	31 744.7	33 142.2	1.4%	61.6%	
Goods and services ¹ of which:	10 960.2	11 681.6	10 625.9	13 485.8	7.2%	22.8%	13 923.5	14 213.0	14 878.9	3.3%	27.3%	
Computer services	716.4	741.6	753.5	963.3	10.4%	1.6%	978.6	998.3	1 031.3	2.3%	1.9%	
Contractors	1 681.3	1 656.3	1 215.4	2 426.7	13.0%	3.4%	2 731.1	2 868.7	2 937.5	6.6%	5.3%	
Inventory: Food and food supplies	1 311.1	1 554.2	1 413.5	1 237.1	-1.9%	2.7%	1 462.2	1 346.6	1 481.9	6.2%	2.7%	
Inventory: Fuel, oil and gas	729.9	449.7	446.3	857.6	5.5%	1.2%	1 157.8	1 232.5	1 280.3	14.3%	2.2%	
Operating leases	1 735.2	2 209.4	1 379.8	1 737.4	0.0%	3.4%	1 686.2	1 763.9	1 840.0	1.9%	3.4%	
Property payments	1 065.2	709.0	1 539.5	1 833.0	19.8%	2.5%	1 756.9	1 867.0	1 909.9	1.4%	3.6%	
Transfers and subsidies¹	6 021.8	8 169.0	3 396.1	5 617.9	-2.3%	11.3%	5 721.1	4 375.4	4 292.3	-8.6%	9.7%	
Provinces and municipalities	0.1	0.1	0.2	0.2	10.5%	0.0%	0.2	0.2	0.2	4.4%	0.0%	
Departmental agencies and accounts	4 353.3	6 277.4	1 666.0	2 793.5	-13.7%	7.4%	3 098.2	2 614.9	2 450.6	-4.3%	5.3%	
Foreign governments and international organisations	–	22.1	55.5	139.3	0.0%	0.1%	146.3	–	–	-100.0%	0.1%	
Public corporations and private enterprises	1 469.2	1 708.3	1 480.1	1 481.1	0.3%	3.0%	1 490.6	1 555.5	1 627.3	3.2%	3.0%	
Non-profit institutions	9.6	9.8	7.8	10.4	3.0%	0.0%	10.7	12.3	11.8	4.1%	0.0%	
Households	189.7	151.1	186.6	1 193.3	84.6%	0.8%	975.1	192.4	202.4	-44.6%	1.2%	
Payments for capital assets	1 417.7	1 466.7	1 028.9	711.5	-20.5%	2.3%	850.5	712.5	691.2	-1.0%	1.4%	
Buildings and other fixed structures	811.0	864.4	416.1	428.7	-19.1%	1.2%	380.9	393.7	391.1	-3.0%	0.8%	
Machinery and equipment	383.0	502.9	562.9	277.6	-10.2%	0.8%	457.3	301.1	294.9	2.0%	0.6%	
Specialised military assets	–	–	–	1.1	0.0%	0.0%	6.6	1.4	1.7	15.0%	0.0%	
Biological assets	1.0	–	0.3	0.0	-66.2%	0.0%	0.0	0.0	0.0	3.2%	0.0%	
Software and other intangible assets	222.6	99.4	49.7	4.1	-73.7%	0.2%	5.7	16.3	3.4	-5.7%	0.0%	
Payments for financial assets	27.0	9.0	3.0	–	-100.0%	0.0%	–	–	–	0.0%	0.0%	
Total	50 229.7	54 086.2	48 775.9	51 601.6	0.9%	100.0%	51 124.4	51 045.6	53 004.6	0.9%	100.0%	

1. Tables with 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 23.3 Vote transfers and subsidies trends and estimates

	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2019/20	2020/21	2021/22				2022/23	2019/20 - 2022/23	2023/24		
R thousand											
Households											
Social benefits											
Current	143 673	145 981	162 606	1 193 345	102.5%	7.1%	975 069	192 432	202 422	-44.6%	12.8%
Employee social benefits	143 673	145 981	162 606	1 193 345	102.5%	7.1%	975 069	192 432	202 422	-44.6%	12.8%
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	4 353 302	6 277 419	1 666 004	2 793 509	-13.7%	65.0%	3 098 246	2 614 876	2 450 595	-4.3%	54.8%
Safety and Security Sector Education and Training Authority	25 371	28 624	29 935	25 319	-0.1%	0.5%	25 552	25 531	25 531	0.3%	0.5%
Communication	944	5	13	140	-47.1%	-	125	124	131	-2.2%	-
Claims against the state	-	1	-	-	-	-	-	-	-	-	-
Special defence account	4 326 987	6 243 889	1 630 556	2 762 050	-13.9%	64.5%	3 066 566	2 589 215	2 424 926	-4.2%	54.2%
Castle Control Board	-	4 900	5 500	6 000	-	0.1%	6 000	-	-	-100.0%	0.1%
Communication	-	-	-	-	-	-	3	6	7	-	-
Households											
Other transfers to households											
Current	45 999	5 165	23 997	-	-100.0%	0.3%	-	-	-	-	-
Claims against the state	45 999	5 165	23 997	-	-100.0%	0.3%	-	-	-	-	-
Provinces and municipalities											
Municipal bank accounts											
Current	141	137	169	190	10.5%	-	199	207	216	4.4%	-
Employee social benefits	-	2	2	-	-	-	-	-	-	-	-
Vehicle licences	141	135	167	190	10.5%	-	199	207	216	4.4%	-
Non-profit institutions											
Current	9 550	9 811	7 753	10 449	3.0%	0.2%	10 679	12 331	11 773	4.1%	0.2%
Reserve Force Council	8 742	8 995	7 527	9 354	2.3%	0.1%	9 822	11 432	10 829	5.0%	0.2%
St John Ambulance Brigade	808	816	226	1 095	10.7%	-	857	899	944	-4.8%	-
Public corporations and private enterprises											
Other transfers to public corporations											
Current	1 069	43	63	-	-100.0%	-	-	-	-	-	-
Claims against the state	1 069	43	63	-	-100.0%	-	-	-	-	-	-
Public corporations and private enterprises											
Other transfers to private enterprises											
Current	115	330 114	-	-	-100.0%	1.4%	-	-	-	-	-
Claims against the state	115	330 114	-	-	-100.0%	1.4%	-	-	-	-	-
Public corporations and private enterprises											
Subsidies on products and production (pc)											
Current	1 467 968	1 378 186	1 480 055	1 481 079	0.3%	25.0%	1 490 596	1 555 537	1 627 314	3.2%	30.8%
Armaments Corporation of South Africa	1 467 968	1 378 186	1 480 055	1 481 079	0.3%	25.0%	1 490 596	1 555 537	1 627 314	3.2%	30.8%
Foreign governments and international organisations											
Current	-	22 139	55 493	139 300	-	0.9%	146 299	-	-	-100.0%	1.4%
Southern African Development Community Secretariat	-	-	45 555	139 300	-	0.8%	146 299	-	-	-100.0%	1.4%
Foreign governments and international organisations	-	22 139	9 938	-	-	0.1%	-	-	-	-	-
Total	6 021 817	8 168 995	3 396 140	5 617 872	-2.3%	100.0%	5 721 088	4 375 383	4 292 320	-8.6%	100.0%

Personnel information

Table 23.4 Vote personnel numbers and cost by salary level and programme¹

Programmes		Number of posts estimated for 31 March 2023	Number and cost ² of personnel posts filled/planned for on funded establishment															Average growth rate (%)	Average: Salary level/ Total (%)
Number of funded posts	Number of posts additional to the establishment		Actual			Revised estimate			Medium-term expenditure estimate										
			2021/22		2022/23		2023/24		2024/25		2025/26		2022/23 - 2025/26						
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number		Cost	Unit cost				
Defence		78 554	80 153	33 722.0	0.4	66 314	31 786.4	0.5	69 267	30 629.3	0.4	68 879	31 744.7	0.5	68 977	33 142.2	0.5	1.3%	100.0%
Salary level		78 554	80 153	33 722.0	0.4	66 314	31 786.4	0.5	69 267	30 629.3	0.4	68 879	31 744.7	0.5	68 977	33 142.2	0.5	1.3%	100.0%
1 – 6	46 577	–	45 550	14 712.5	0.3	37 503	12 591.2	0.3	41 174	13 477.0	0.3	41 281	14 239.4	0.3	40 440	14 288.1	0.4	2.5%	58.7%
7 – 10	24 135	–	24 064	13 467.7	0.6	20 922	12 159.4	0.6	19 998	11 370.3	0.6	19 598	11 808.3	0.6	19 911	12 223.3	0.6	-1.6%	29.4%
11 – 12	1 808	–	1 260	1 298.9	1.0	2 461	2 596.2	1.1	2 052	2 129.7	1.0	1 966	2 165.6	1.1	2 211	2 465.9	1.1	-3.5%	3.2%
13 – 16	576	–	380	583.3	1.5	553	981.8	1.8	568	948.1	1.7	560	984.2	1.8	941	1 617.8	1.7	19.4%	1.0%
Other	5 458	–	8 899	3 659.6	0.4	4 874	3 457.7	0.7	5 474	2 704.3	0.5	5 474	2 547.1	0.5	5 474	2 547.2	0.5	3.9%	7.8%
Programme	78 554	–	80 153	33 722.0	0.4	66 314	31 786.4	0.5	69 267	30 629.3	0.4	68 879	31 744.7	0.5	68 977	33 142.2	0.5	1.3%	100.0%
Programme 1	4 118	–	3 879	2 107.7	0.5	3 473	2 178.4	0.6	2 968	1 954.5	0.7	2 923	2 040.7	0.7	2 959	2 138.6	0.7	-5.2%	4.5%
Programme 2	3 836	–	3 829	2 701.1	0.7	2 774	2 719.9	1.0	3 949	2 600.1	0.7	4 050	2 479.7	0.6	4 157	2 547.9	0.6	14.4%	5.5%
Programme 3	38 622	–	40 820	14 446.6	0.4	32 815	13 118.4	0.4	34 357	12 685.7	0.4	34 177	13 245.0	0.4	34 026	13 849.5	0.4	1.2%	49.5%
Programme 4	9 611	–	9 448	4 179.7	0.4	8 126	3 963.7	0.5	8 285	3 827.1	0.5	8 235	3 995.8	0.5	8 191	4 169.8	0.5	0.3%	12.0%
Programme 5	6 225	–	6 091	2 588.3	0.4	5 471	2 456.4	0.4	5 418	2 372.9	0.4	5 367	2 477.5	0.5	5 309	2 586.0	0.5	-1.0%	7.9%
Programme 6	7 521	–	7 621	4 227.8	0.6	6 089	3 958.7	0.7	6 204	3 770.3	0.6	6 106	3 936.4	0.6	6 141	4 114.5	0.7	0.3%	9.0%
Programme 7	1 089	–	932	468.8	0.5	840	463.6	0.6	1 156	598.4	0.5	1 153	624.8	0.5	1 178	652.2	0.6	11.9%	1.6%
Programme 8	7 532	–	7 533	3 002.2	0.4	6 727	2 927.4	0.4	6 930	2 820.4	0.4	6 869	2 944.7	0.4	7 017	3 083.6	0.4	1.4%	10.1%

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

2. Rand million.

Departmental receipts

Table 23.5 Departmental receipts by economic classification

R thousand	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2019/20	2020/21	2021/22					2022/23	2023/24	2024/25		
Departmental receipts	1 289 155	923 605	1 145 567	1 200 782	1 200 782	-2.3%	100.0%	1 256 490	1 319 314	1 345 701	3.9%	100.0%
Sales of goods and services produced by department	763 993	397 483	721 395	469 825	469 825	-15.0%	51.6%	479 222	503 182	513 246	3.0%	38.4%
Administrative fees	23	14	6	29	29	8.0%	–	29	30	31	2.2%	–
of which:												
Request for information: Receipt	23	14	6	29	29	8.0%	–	29	30	31	2.2%	–
Other sales	763 970	397 469	721 389	469 796	469 796	-15.0%	51.6%	479 193	503 152	513 215	3.0%	38.4%
of which:												
Rental capital assets	123 772	131 899	–	–	–	-100.0%	5.6%	106 682	112 016	114 256	–	6.5%
Sale of goods	20 008	18 056	721 389	118 769	118 769	81.1%	19.3%	14 464	15 187	15 491	-49.3%	3.2%
Services rendered	620 190	247 514	–	351 027	351 027	-17.3%	26.7%	358 047	375 949	383 468	3.0%	28.7%
Sales of scrap, waste, arms and other used current goods	766	642	491	1 580	1 580	27.3%	0.1%	1 611	1 692	1 726	3.0%	0.1%
of which:												
Sales: Scrap and waste	766	642	491	1 580	1 580	27.3%	0.1%	1 611	1 692	1 726	3.0%	0.1%
Transfers received	356 875	421 144	358 953	644 967	644 967	21.8%	39.1%	657 865	690 758	704 573	3.0%	52.7%
Fines, penalties and forfeits	1 804	1 547	1 077	1 366	1 366	-8.9%	0.1%	1 392	1 462	1 491	3.0%	0.1%
Interest, dividends and rent on land	6 010	4 283	3 341	4 478	4 478	-9.3%	0.4%	4 567	4 795	4 891	3.0%	0.4%
Interest	6 010	4 283	3 341	4 478	4 478	-9.3%	0.4%	4 567	4 795	4 891	3.0%	0.4%
Sales of capital assets	2 504	5 947	2 557	–	–	-100.0%	0.2%	31 697	33 282	33 948	–	1.9%
Transactions in financial assets and liabilities	157 203	92 559	57 753	78 566	78 566	-20.6%	8.5%	80 136	84 143	85 826	3.0%	6.4%
Total	1 289 155	923 605	1 145 567	1 200 782	1 200 782	-2.3%	100.0%	1 256 490	1 319 314	1 345 701	3.9%	100.0%

Programme 1: Administration

Programme purpose

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

Expenditure trends and estimates

Table 23.6 Administration 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 (%)
	2019/20	2020/21	2021/22				2022/23	2019/20 - 2022/23	2023/24		
R million											
Ministry	108.9	86.7	74.3	127.2	5.3%	1.8%	125.4	131.1	136.9	2.5%	2.3%
Departmental Direction	42.0	36.7	35.6	45.8	2.9%	0.7%	46.4	49.0	52.9	4.9%	0.9%
Policy and Planning	109.6	103.8	96.3	125.0	4.5%	2.0%	119.2	121.3	127.1	0.5%	2.2%
Financial Services	395.1	376.0	371.7	438.3	3.5%	7.2%	423.9	442.6	462.5	1.8%	7.8%
Human Resources Support Services	871.7	885.8	910.0	1 042.7	6.2%	17.0%	945.7	939.9	985.8	-1.9%	17.2%
Legal Services	318.4	310.7	338.0	379.7	6.1%	6.2%	368.5	373.2	390.9	1.0%	6.6%
Inspection and Audit Services	131.6	131.8	139.0	151.8	4.9%	2.5%	144.7	151.1	158.5	1.4%	2.7%
Acquisition Services	80.9	68.1	72.1	77.0	-1.6%	1.4%	71.5	70.1	74.8	-0.9%	1.3%
Communication Services	109.4	105.8	83.4	123.6	4.2%	1.9%	117.7	121.3	125.2	0.4%	2.1%
South African National Defence Force Command and Control	195.0	177.9	192.1	188.4	-1.1%	3.4%	181.8	188.6	197.6	1.6%	3.3%
Religious Services	14.2	13.3	17.8	20.8	13.7%	0.3%	20.2	21.1	22.0	1.9%	0.4%
Defence Reserve Direction	32.5	30.3	28.2	37.8	5.2%	0.6%	37.1	38.7	40.4	2.3%	0.7%
Defence Foreign Relations	302.4	222.0	220.3	273.3	-3.3%	4.7%	20.2	18.5	19.3	-58.6%	1.5%
Office Accommodation	2 629.2	2 776.0	2 788.2	2 797.2	2.1%	50.3%	2 815.2	2 941.6	3 073.4	3.2%	51.1%
Total	5 340.6	5 325.0	5 367.1	5 828.6	3.0%	100.0%	5 437.6	5 608.1	5 867.3	0.2%	100.0%
Change to 2022				49.3			(270.9)	(285.5)	(290.3)		
Budget estimate											
Economic classification											
Current payments	5 247.8	5 229.7	5 284.2	5 684.9	2.7%	98.1%	5 289.6	5 527.5	5 785.2	0.6%	98.0%
Compensation of employees	2 109.7	2 060.0	2 107.7	2 178.4	1.1%	38.7%	1 954.5	2 040.7	2 138.6	-0.6%	36.6%
Goods and services	3 138.1	3 169.6	3 176.5	3 506.6	3.8%	59.4%	3 335.1	3 486.9	3 646.7	1.3%	61.5%
<i>of which:</i>											
Advertising	70.7	55.4	45.2	78.0	3.3%	1.1%	74.8	80.6	82.7	2.0%	1.4%
Computer services	59.6	63.3	59.4	84.5	12.3%	1.2%	81.1	80.4	80.9	-1.4%	1.4%
Operating leases	1 716.3	2 205.3	1 372.4	1 674.0	-0.8%	31.9%	1 635.1	1 708.5	1 785.1	2.2%	29.9%
Economic classification											
Property payments	980.5	617.8	1 457.4	1 268.2	9.0%	19.8%	1 201.1	1 259.6	1 316.8	1.3%	22.2%
Travel and subsistence	134.3	69.2	75.8	123.5	-2.8%	1.8%	116.3	124.4	130.3	1.8%	2.2%
Training and development	29.2	37.0	31.2	50.3	19.9%	0.7%	45.3	47.5	50.6	0.2%	0.9%
Transfers and subsidies	51.2	54.2	56.5	116.2	31.4%	1.3%	117.9	53.7	52.9	-23.1%	1.5%
Provinces and municipalities	0.0	0.0	0.1	0.1	9.4%	-	0.1	0.1	0.1	3.8%	-
Departmental agencies and accounts	25.4	28.6	29.9	25.3	-0.1%	0.5%	25.6	25.5	25.5	0.3%	0.4%
Public corporations and private enterprises	0.1	0.0	-	-	-100.0%	-	-	-	-	-	-
Non-profit institutions	8.7	9.0	7.5	9.4	2.3%	0.2%	9.8	11.4	10.8	5.0%	0.2%
Households	16.9	16.5	19.0	81.4	68.9%	0.6%	82.5	16.7	16.4	-41.3%	0.9%
Payments for capital assets	41.1	37.1	25.5	27.5	-12.5%	0.6%	30.0	26.8	29.1	1.9%	0.5%
Buildings and other fixed structures	0.2	-	1.2	-	-100.0%	-	0.1	0.1	0.1	-	-
Machinery and equipment	35.0	36.6	24.2	25.2	-10.3%	0.6%	27.5	25.1	27.2	2.6%	0.5%
Software and other intangible assets	5.9	0.5	0.0	2.3	-27.2%	-	2.5	1.7	1.8	-7.0%	-
Payments for financial assets	0.4	4.1	0.9	-	-100.0%	-	-	-	-	-	-
Total	5 340.6	5 325.0	5 367.1	5 828.6	3.0%	100.0%	5 437.6	5 608.1	5 867.3	0.2%	100.0%
Proportion of total programme expenditure to vote expenditure	10.6%	9.8%	11.0%	11.3%	-	-	10.6%	11.0%	11.1%	-	-

Table 23.6 Administration expenditure trends and estimates by subprogramme and economic classification (continued)

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			2022/23				2019/20 - 2022/23	2023/24	2024/25		
R million	2019/20	2020/21	2021/22	2022/23	2019/20 - 2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26		
Households											
Social benefits											
Current	16.9	16.4	15.9	81.4	68.9%	0.6%	82.5	16.7	16.4	-41.3%	0.9%
Employee social benefits	16.9	16.4	15.9	81.4	68.9%	0.6%	82.5	16.7	16.4	-41.3%	0.9%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.1	0.1	9.4%	-	0.1	0.1	0.1	3.8%	-
Employee social benefits	-	0.0	0.0	-	-	-	-	-	-	-	-
Vehicle licences	0.0	0.0	0.1	0.1	9.4%	-	0.1	0.1	0.1	3.8%	-
Households											
Other transfers to households											
Current	0.0	0.0	3.1	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.0	0.0	3.1	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	25.4	28.6	29.9	25.3	-0.1%	0.5%	25.6	25.5	25.5	0.3%	0.4%
Safety and Security Sector Education and Training Authority	25.4	28.6	29.9	25.3	-0.1%	0.5%	25.6	25.5	25.5	0.3%	0.4%
Communication	0.0	0.0	0.0	0.0	71.0%	-	0.0	0.0	0.0	6.3%	-
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	0.0	-	-	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.0	-	-	-	-100.0%	-	-	-	-	-	-
Non-profit institutions											
Current	8.7	9.0	7.5	9.4	2.3%	0.2%	9.8	11.4	10.8	5.0%	0.2%
Reserve Force Council	8.7	9.0	7.5	9.4	2.3%	0.2%	9.8	11.4	10.8	5.0%	0.2%
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	0.1	0.0	-	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.1	0.0	-	-	-100.0%	-	-	-	-	-	-

Personnel information

Table 23.7 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2023		Number and cost ² of personnel posts filled/planned for on funded establishment															Average growth rate (%)	Average: Salary level/ Total (%)				
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate											2022/23 - 2025/26			
		2021/22		2022/23		2023/24			2024/25			2025/26										
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost						
Administration		4 118	-	-	3 879	2 107.7	0.5	3 473	2 178.4	0.6	2 968	1 954.5	0.7	2 923	2 040.7	0.7	2 959	2 138.6	0.7	-5.2%	100.0%	
Salary level																						
1 – 6	1 443	-	-	-	1 299	402.4	0.3	1 093	357.7	0.3	910	280.7	0.3	905	295.4	0.3	907	302.5	0.3	-6.0%	31.0%	
7 – 10	1 913	-	-	-	1 731	961.2	0.6	1 144	614.1	0.5	791	439.2	0.6	763	448.3	0.6	769	463.1	0.6	-12.4%	28.1%	
11 – 12	421	-	-	-	475	487.9	1.0	900	950.3	1.1	835	873.8	1.0	814	902.7	1.1	819	921.3	1.1	-3.1%	27.3%	
13 – 16	130	-	-	-	126	167.9	1.3	118	165.4	1.4	213	290.1	1.4	222	320.5	1.4	246	377.8	1.5	27.8%	6.5%	
Other	211	-	-	-	248	88.3	0.4	218	90.9	0.4	218	70.7	0.3	218	73.8	0.3	218	73.9	0.3	-	7.1%	

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 by:
 - providing and employing a special operations capability in accordance with national requirements by

March 2026

- ensuring full participation in the number of peace missions instructed by the president by March 2026
- conducting 7 joint interdepartmental, interagency and multinational military force preparation exercises, excluding Special Forces exercises, by March 2026
- conducting internal operations in the interest of protecting the territorial integrity and sovereignty of South Africa on an ongoing basis
- 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 search and rescue missions.

Expenditure trends and estimates

Table 23.8 Force Employment 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 (%)
	2019/20	2020/21	2021/22				2022/23	2023/24	2024/25		
R million											
Strategic Direction	175.9	157.3	171.0	215.6	7.0%	4.2%	204.6	192.6	200.5	-2.4%	4.5%
Operational Direction	373.1	368.2	394.4	398.3	2.2%	8.9%	413.9	432.4	455.6	4.6%	9.5%
Special Operations	954.9	1 541.8	1 172.8	982.7	1.0%	26.9%	1 002.7	1 597.9	1 338.0	10.8%	27.4%
Regional Security	886.2	673.0	852.9	2 017.1	31.5%	25.6%	1 695.5	843.1	881.1	-24.1%	30.2%
Support to the People	1 101.4	1 920.6	1 526.0	1 432.2	9.1%	34.5%	1 193.1	1 225.1	1 253.5	-4.3%	28.4%
Total	3 491.5	4 660.9	4 117.1	5 045.8	13.1%	100.0%	4 509.8	4 291.0	4 128.8	-6.5%	100.0%
Change to 2022 Budget estimate				1 345.5			865.3	522.8	191.8		
Economic classification											
Current payments	3 197.1	3 795.9	3 505.0	4 123.6	8.9%	84.4%	4 000.7	3 491.2	3 631.0	-4.2%	84.8%
Compensation of employees	2 338.5	2 891.0	2 701.1	2 719.9	5.2%	61.5%	2 600.1	2 479.7	2 547.9	-2.2%	57.6%
Goods and services	858.6	904.9	804.0	1 403.7	17.8%	22.9%	1 400.6	1 011.5	1 083.1	-8.3%	27.3%
<i>of which:</i>											
Contractors	149.1	133.3	106.5	177.3	5.9%	3.3%	218.2	201.4	208.5	5.6%	4.5%
Fleet services (including government motor transport)	25.5	23.4	16.1	121.4	68.2%	1.1%	55.7	56.2	65.1	-18.8%	1.7%
Inventory: Food and food supplies	200.7	389.7	281.1	292.0	13.3%	6.7%	300.8	175.8	193.5	-12.8%	5.4%
Inventory: Fuel, oil and gas	73.2	65.6	84.3	133.7	22.3%	2.1%	105.2	80.4	92.5	-11.6%	2.3%
Travel and subsistence	189.9	140.3	166.9	259.5	11.0%	4.4%	316.7	211.7	220.0	-5.4%	5.6%
Operating payments	52.3	18.4	7.8	238.8	65.9%	1.8%	192.9	72.2	75.8	-31.8%	3.2%
Transfers and subsidies	260.5	712.3	391.3	776.6	43.9%	12.4%	371.8	704.2	426.8	-18.1%	12.7%
Provinces and municipalities	0.0	0.0	0.0	0.0	22.4%	–	0.0	0.0	0.0	8.4%	–
Departmental agencies and accounts	241.7	692.8	326.0	572.1	33.3%	10.6%	168.7	685.5	406.9	-10.7%	10.2%
Foreign governments and international organisations	–	–	45.6	139.3	–	1.1%	146.3	–	–	-100.0%	1.6%
Public corporations and private enterprises	9.8	10.3	10.3	9.7	-0.3%	0.2%	9.7	10.2	10.7	3.3%	0.2%
Households	8.9	9.2	9.5	55.5	83.7%	0.5%	47.1	8.5	9.2	-45.0%	0.7%
Payments for capital assets	33.9	152.7	220.6	145.7	62.7%	3.2%	137.3	95.6	71.0	-21.3%	2.5%
Buildings and other fixed structures	4.1	8.0	4.7	70.3	157.7%	0.5%	7.1	20.0	17.5	-37.1%	0.6%
Machinery and equipment	29.7	144.7	215.9	74.3	35.7%	2.7%	129.0	74.3	51.9	-11.3%	1.8%
Specialised military assets	–	–	–	1.1	–	–	1.1	1.3	1.6	12.8%	–
Payments for financial assets	0.0	0.0	0.1	–	-100.0%	–	–	–	–	–	–
Total	3 491.5	4 660.9	4 117.1	5 045.8	13.1%	100.0%	4 509.8	4 291.0	4 128.8	-6.5%	100.0%
Proportion of total programme expenditure to vote expenditure	7.0%	8.6%	8.4%	9.8%	–	–	8.8%	8.4%	7.8%	–	–

Table 23.8 Force Employment expenditure trends and estimates by subprogramme and economic classification (continued)

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			2022/23				2019/20	2022/23	2023/24		
R million	2019/20	2020/21	2021/22	2022/23	2019/20	2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26	
Households											
Social benefits											
Current	8.7	9.0	9.4	55.5	85.8%	0.5%	47.1	8.5	9.2	-45.0%	0.7%
Employee social benefits	8.7	9.0	9.4	55.5	85.8%	0.5%	47.1	8.5	9.2	-45.0%	0.7%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	0.0	22.4%	–	0.0	0.0	0.0	8.4%	–
Vehicle licences	0.0	0.0	0.0	0.0	22.4%	–	0.0	0.0	0.0	8.4%	–
Households											
Other transfers to households											
Current	0.3	0.2	0.1	–	-100.0%	–	–	–	–	–	–
Claims against the state	0.3	0.2	0.1	–	-100.0%	–	–	–	–	–	–
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	241.7	692.8	326.0	572.1	33.3%	10.6%	168.7	685.5	406.9	-10.7%	10.2%
Communication	0.0	–	–	0.1	239.1%	–	0.1	0.1	0.1	2.5%	–
Special defence account	241.7	692.8	326.0	572.0	33.3%	10.6%	168.7	685.5	406.8	-10.7%	10.2%
Public corporations and private enterprises											
Public corporations											
Public corporations (subsidies on products and production)											
Current	9.8	10.3	10.3	9.7	-0.3%	0.2%	9.7	10.2	10.7	3.3%	0.2%
Armaments Corporation of South Africa	9.8	10.3	10.3	9.7	-0.3%	0.2%	9.7	10.2	10.7	3.3%	0.2%
Foreign governments and international organisations											
Current	–	–	45.6	139.3	–	1.1%	146.3	–	–	-100.0%	1.6%
Southern African Development Community Secretariat	–	–	45.6	139.3	–	1.1%	146.3	–	–	-100.0%	1.6%

Personnel information

Table 23.9 Force Employment personnel numbers and cost by salary level¹

Force Employment	Number of posts estimated for 31 March 2023		Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)			
	Number of funded posts	Number of posts additional to the establishment	Actual		Revised estimate		Medium-term expenditure estimate						2022/23 - 2025/26						
			2021/22	2022/23	2022/23	2023/24	2023/24		2024/25		2025/26								
	Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost	Number	Unit cost			
Salary level	3 836	–	3 829	2 701.1	0.7	2 774	2 719.9	1.0	3 949	2 600.1	0.7	4 050	2 479.7	0.6	4 157	2 547.9	0.6	14.4%	100.0%
1 – 6	1 177	–	1 014	373.2	0.4	1 172	451.7	0.4	1 874	699.7	0.4	1 978	771.0	0.4	2 054	819.1	0.4	20.6%	47.4%
7 – 10	1 029	–	942	535.1	0.6	590	355.9	0.6	414	297.4	0.7	411	309.4	0.8	447	333.2	0.7	-8.8%	12.5%
11 – 12	63	–	70	61.5	0.9	40	38.1	1.0	91	86.2	0.9	91	91.4	1.0	86	87.4	1.0	29.1%	2.1%
13 – 16	18	–	20	23.6	1.2	18	22.2	1.2	16	19.9	1.2	16	21.1	1.3	16	21.4	1.3	-3.9%	0.4%
Other	1 549	–	1 783	1 707.8	1.0	954	1 852.0	1.9	1 554	1 497.0	1.0	1 554	1 286.8	0.8	1 554	1 286.8	0.8	17.7%	37.6%

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 for external deployment and for internal safety and security, including border safeguarding per year
 - 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, and 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 the 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 employment.
- *Support Capability* provides first-line, second-line and third-line support capabilities to units and bases, and ensures support to deployed combat units through training, preparing, exercising and supporting first-line 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 23.10 Landward Defence 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 (%)
	2019/20	2020/21	2021/22				2022/23	2023/24	2024/25		
R million											
Strategic Direction	496.1	467.2	450.7	842.4	19.3%	3.4%	590.8	459.0	459.8	-18.3%	3.6%
Infantry Capability	6 723.4	6 716.0	6 276.3	5 998.0	-3.7%	38.8%	5 815.8	5 961.7	6 108.0	0.6%	36.9%
Armour Capability	534.0	568.6	607.2	534.9	0.1%	3.4%	552.3	573.3	607.3	4.3%	3.5%
Artillery Capability	645.0	770.3	631.4	588.9	-3.0%	4.0%	553.3	571.7	608.4	1.1%	3.6%
Air Defence Artillery Capability	484.0	547.6	467.6	393.2	-6.7%	2.9%	540.7	481.3	570.9	13.2%	3.1%
Engineering Capability	882.2	983.5	1 020.0	886.8	0.2%	5.7%	932.8	963.2	1 014.9	4.6%	5.9%
Operational Intelligence	237.9	274.4	291.4	239.4	0.2%	1.6%	254.6	269.9	294.2	7.1%	1.6%
Command and Control Capability	232.1	228.0	255.4	228.5	-0.5%	1.4%	229.5	242.3	257.4	4.1%	1.5%
Support Capability	4 553.0	4 573.0	4 097.8	4 279.2	-2.0%	26.4%	4 202.5	4 413.5	4 669.6	3.0%	27.2%
General Training Capability	491.9	570.3	664.6	511.4	1.3%	3.4%	603.5	625.9	673.2	9.6%	3.7%
Signal Capability	1 484.2	1 487.8	1 609.7	1 468.8	-0.3%	9.1%	1 464.6	1 503.3	1 599.3	2.9%	9.3%
Total	16 763.7	17 186.6	16 372.1	15 971.6	-1.6%	100.0%	15 740.2	16 065.0	16 863.1	1.8%	100.0%
Change to 2022 Budget estimate				421.1			598.0	567.3	671.1		

Table 23.10 Landward Defence expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2019/20	2020/21	2021/22				2022/23	2019/20 - 2022/23	2023/24		
R million											
Current payments	15 287.1	15 634.7	16 150.9	15 204.3	-0.2%	93.9%	15 062.1	15 769.0	16 490.5	2.7%	96.7%
Compensation of employees	13 611.6	14 009.4	14 446.6	13 118.4	-1.2%	83.2%	12 685.7	13 245.0	13 849.5	1.8%	81.8%
Goods and services	1 675.5	1 625.3	1 704.3	2 085.9	7.6%	10.7%	2 376.4	2 524.0	2 640.9	8.2%	14.9%
of which:											
Computer services	63.4	38.9	40.3	47.1	-9.5%	0.3%	41.7	42.1	42.1	-3.7%	0.3%
Contractors	100.5	76.6	44.2	600.0	81.4%	1.2%	451.6	477.1	491.6	-6.4%	3.1%
Inventory: Clothing material and accessories	11.9	72.6	19.7	27.4	32.2%	0.2%	36.6	73.8	114.4	61.0%	0.4%
Inventory: Food and food supplies	750.1	777.8	750.1	674.3	-3.5%	4.5%	780.1	782.2	819.4	6.7%	4.7%
Inventory: Fuel, oil and gas	196.9	182.6	172.2	241.4	7.0%	1.2%	631.7	711.2	737.8	45.1%	3.6%
Travel and subsistence	371.3	254.3	498.7	270.9	-10.0%	2.1%	261.4	259.7	260.7	-1.3%	1.6%
Transfers and subsidies	1 427.1	1 464.3	195.0	751.0	-19.3%	5.8%	659.7	278.5	357.0	-22.0%	3.2%
Provinces and municipalities	0.0	0.0	0.0	0.0	3.6%	-	0.0	0.0	0.0	21.6%	-
Departmental agencies and accounts	1 318.0	1 393.4	114.7	229.6	-44.1%	4.6%	277.9	198.4	269.4	5.5%	1.5%
Public corporations and private enterprises	21.7	15.0	6.0	2.6	-50.8%	0.1%	1.7	1.7	1.7	-12.2%	-
Households	87.4	55.9	74.3	518.7	81.1%	1.1%	380.0	78.3	85.8	-45.1%	1.6%
Payments for capital assets	25.6	86.8	25.6	16.3	-13.9%	0.2%	18.5	17.5	15.6	-1.4%	0.1%
Buildings and other fixed structures	1.8	1.7	2.3	0.5	-36.4%	-	0.6	0.6	0.4	-1.8%	-
Machinery and equipment	23.8	85.2	22.7	15.9	-12.6%	0.2%	17.8	16.8	15.2	-1.5%	0.1%
Software and other intangible assets	-	-	0.6	-	-	-	0.0	0.0	0.0	-	-
Payments for financial assets	23.8	0.8	0.5	-	-100.0%	-	-	-	-	-	-
Total	16 763.7	17 186.6	16 372.1	15 971.6	-1.6%	100.0%	15 740.2	16 065.0	16 863.1	1.8%	100.0%
Proportion of total programme expenditure to vote expenditure	33.4%	31.8%	33.6%	31.0%	-	-	30.8%	31.5%	31.8%	-	-

Details of transfers and subsidies

Households											
Social benefits											
Current	47.7	51.4	58.1	518.7	121.5%	1.0%	380.0	78.3	85.8	-45.1%	1.6%
Employee social benefits	47.7	51.4	58.1	518.7	121.5%	1.0%	380.0	78.3	85.8	-45.1%	1.6%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	0.0	3.6%	-	0.0	0.0	0.0	21.6%	-
Vehicle licences	0.0	0.0	0.0	0.0	3.6%	-	0.0	0.0	0.0	21.6%	-
Households											
Other transfers to households											
Current	39.7	4.4	16.2	-	-100.0%	0.1%	-	-	-	-	-
Claims against the state	39.7	4.4	16.2	-	-100.0%	0.1%	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 318.0	1 393.4	114.7	229.6	-44.1%	4.6%	277.9	198.4	269.4	5.5%	1.5%
Communication	0.0	-	0.0	0.0	94.3%	-	0.0	0.0	0.0	-8.2%	-
Special defence account	1 318.0	1 393.4	114.7	229.6	-44.1%	4.6%	277.9	198.4	269.4	5.5%	1.5%
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	0.0	0.1	-	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.0	0.1	-	-	-100.0%	-	-	-	-	-	-
Public corporations and private enterprises											
Public corporations											
Public corporations (subsidies on products and production)											
Current	21.7	14.9	6.0	2.6	-50.8%	0.1%	1.7	1.7	1.7	-12.2%	-
Armaments Corporation of South Africa	21.7	14.9	6.0	2.6	-50.8%	0.1%	1.7	1.7	1.7	-12.2%	-

Personnel information**Table 23.11 Landward Defence personnel numbers and cost by salary level¹**

Landward Defence	Salary level	Number of posts estimated for 31 March 2023	Number of posts additional to the funded establishment	Number and cost ² of personnel posts filled/planned for on funded establishment										Average growth rate (%)	Average Salary level/ Total (%)					
				Actual		Revised estimate		Medium-term expenditure estimate												
				2021/22	2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26											
				Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
				40 820	14 446.6	0.4	32 815	13 118.4	0.4	34 357	12 685.7	0.4	34 177	13 245.0	0.4	34 026	13 849.5	0.4	1.2%	100.0%
1-6	27 702	-	-	27 562	8 753.1	0.3	22 094	7 363.8	0.3	24 897	8 087.7	0.3	24 983	8 539.7	0.3	24 242	8 489.2	0.4	3.1%	71.1%
7-10	8 308	-	-	8 107	4 203.9	0.5	8 059	4 430.8	0.5	6 862	3 690.5	0.5	6 596	3 755.1	0.6	6 815	3 949.4	0.6	-5.4%	20.9%
11-12	151	-	-	144	139.9	1.0	198	192.5	1.0	134	124.6	0.9	135	133.3	1.0	305	305.6	1.0	15.5%	0.6%
13-16	36	-	-	37	45.4	1.2	38	48.7	1.3	38	48.6	1.3	37	50.1	1.4	238	338.4	1.4	84.3%	0.3%
Other	2 425	-	-	4 970	1 304.2	0.3	2 426	1 082.6	0.4	2 426	734.2	0.3	2 426	766.8	0.3	2 426	766.8	0.3	-	7.2%

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 (1 VIP squadron, 1 maritime and transport squadron and 1 light transport squadron) and 9 reserve squadrons per year
 - 1 air combat squadron per year
 - ongoing 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.
- *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 23.12 Air 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 (%)	
	2019/20	2020/21	2021/22		2019/20	2022/23	2023/24	2024/25	2025/26	2022/23	2025/26
R million											
Strategic Direction	23.6	20.5	24.0	26.0	3.3%	0.3%	24.8	26.2	26.2	0.2%	0.4%
Operational Direction	252.4	166.1	80.8	158.4	-14.4%	2.4%	154.7	170.9	189.3	6.1%	2.5%
Helicopter Capability	761.9	1 398.8	874.8	1 108.1	13.3%	15.4%	758.1	768.1	821.6	-9.5%	13.0%
Transport and Maritime Capability	564.7	933.4	458.1	1 054.1	23.1%	11.2%	1 744.0	807.8	837.4	-7.4%	16.7%
Air Combat Capability	649.5	717.6	189.2	306.4	-22.2%	6.9%	458.9	500.4	518.9	19.2%	6.7%
Operational Support and Intelligence Capability	361.6	362.3	387.2	355.3	-0.6%	5.5%	352.9	366.4	384.6	2.7%	5.5%
Command and Control Capability	645.8	673.0	408.1	349.0	-18.5%	7.7%	390.6	408.3	422.9	6.6%	5.9%
Base Support Capability	2 246.3	2 254.0	2 271.2	2 139.9	-1.6%	33.1%	2 097.0	2 083.6	2 142.4	–	31.7%
Command Post	66.8	61.6	68.4	66.2	-0.3%	1.0%	72.7	72.7	74.8	4.2%	1.1%
Training Capability	457.0	450.8	473.7	459.8	0.2%	6.8%	443.4	467.1	458.0	-0.1%	6.9%
Technical Support Services	671.3	647.0	645.8	614.0	-2.9%	9.6%	630.3	648.2	720.1	5.5%	9.8%
Total	6 701.1	7 684.8	5 881.2	6 637.1	-0.3%	100.0%	7 127.1	6 319.7	6 596.1	-0.2%	100.0%
Change to 2022 Budget estimate				435.8			1 140.9	152.1	152.2		

Table 23.12 Air Defence expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification		Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/Total (%)
R million		2019/20	2020/21	2021/22	2022/23	2019/20	2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26	
Current payments		6 015.8	5 840.5	5 533.8	5 961.0	-0.3%	86.8%	5 629.7	5 877.2	6 093.2	0.7%	88.3%
Compensation of employees		4 132.8	4 120.0	4 179.7	3 963.7	-1.4%	60.9%	3 827.1	3 995.8	4 169.8	1.7%	59.8%
Goods and services		1 883.1	1 720.5	1 354.1	1 997.3	2.0%	25.9%	1 802.7	1 881.4	1 923.4	-1.2%	28.5%
<i>of which:</i>												
Contractors		1 061.5	1 120.9	799.7	1 124.3	1.9%	15.3%	1 044.2	1 094.5	1 036.7	-2.7%	16.1%
Inventory: Food and food supplies		122.6	109.0	112.0	0.2	-89.0%	1.3%	85.0	85.7	91.2	720.4%	1.0%
Inventory: Fuel, oil and gas		248.2	123.5	100.7	198.4	-7.2%	2.5%	161.7	178.7	185.6	-2.2%	2.7%
Inventory: Other supplies		79.4	39.8	27.7	19.8	-37.1%	0.6%	75.5	50.5	118.0	81.4%	1.0%
Travel and subsistence		118.2	63.7	79.1	175.5	14.1%	1.6%	59.6	63.1	66.3	-27.7%	1.4%
Operating payments		96.8	71.2	40.2	169.8	20.6%	1.4%	98.4	110.0	114.6	-12.3%	1.8%
Transfers and subsidies		651.7	1 804.3	266.0	648.0	-0.2%	12.5%	1 481.9	425.5	485.0	-9.2%	11.4%
Provinces and municipalities		0.0	0.0	0.0	0.0	-15.7%	-	0.0	0.0	0.0	18.6%	-
Departmental agencies and accounts		630.6	1 453.7	242.6	502.8	-7.3%	10.5%	1 378.9	404.4	462.4	-2.8%	10.3%
Public corporations and private enterprises		0.1	330.0	-	-	-100.0%	1.2%	-	-	-	-	-
Households		21.0	20.5	23.4	145.2	90.5%	0.8%	103.0	21.0	22.6	-46.2%	1.1%
Payments for capital assets		32.8	39.4	81.2	28.2	-5.0%	0.7%	15.5	17.0	17.9	-14.0%	0.3%
Buildings and other fixed structures		2.9	4.3	2.9	0.0	-82.0%	-	0.3	0.3	0.3	149.8%	-
Machinery and equipment		28.9	35.1	78.1	28.1	-0.9%	0.6%	15.2	16.7	17.6	-14.5%	0.3%
Biological assets		1.0	-	0.2	-	-100.0%	-	-	-	-	-	-
Software and other intangible assets		0.0	-	0.0	-	-100.0%	-	-	-	-	-	-
Payments for financial assets		0.8	0.7	0.1	-	-100.0%	-	-	-	-	-	-
Total		6 701.1	7 684.8	5 881.2	6 637.1	-0.3%	100.0%	7 127.1	6 319.7	6 596.1	-0.2%	100.0%
Proportion of total programme expenditure to vote expenditure		13.3%	14.2%	12.1%	12.9%	-	-	13.9%	12.4%	12.4%	-	-

Details of transfers and subsidies

Households												
Social benefits												
Current		20.8	20.3	22.3	145.2	91.0%	0.8%	103.0	21.0	22.6	-46.2%	1.1%
Employee social benefits		20.8	20.3	22.3	145.2	91.0%	0.8%	103.0	21.0	22.6	-46.2%	1.1%
Provinces and municipalities												
Municipalities												
Municipal bank accounts												
Current		0.0	0.0	0.0	0.0	-15.7%	-	0.0	0.0	0.0	18.6%	-
Vehicle licences		0.0	0.0	0.0	0.0	-15.7%	-	0.0	0.0	0.0	18.6%	-
Households												
Other transfers to households												
Current		0.2	0.3	1.0	-	-100.0%	-	-	-	-	-	-
Claims against the state		0.2	0.3	1.0	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current		630.6	1 453.7	242.6	502.8	-7.3%	10.5%	1 378.9	404.4	462.4	-2.8%	10.3%
Communication		0.0	0.0	0.0	0.0	26.0%	-	0.0	0.0	0.0	32.6%	-
Special defence account		630.6	1 453.7	242.6	502.8	-7.3%	10.5%	1 378.9	404.4	462.4	-2.8%	10.3%
Public corporations and private enterprises												
Private enterprises												
Other transfers to private enterprises												
Current		0.1	330.0	-	-	-100.0%	1.2%	-	-	-	-	-
Claims against the state		0.1	330.0	-	-	-100.0%	1.2%	-	-	-	-	-

Personnel information**Table 23.13 Air Defence personnel numbers and cost by salary level¹**

Number of posts estimated for 31 March 2023		Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/Total (%)						
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate						2022/23 - 2025/26							
		2021/22	2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26														
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
Air Defence		9 611	-	-	9 448	4 179.7	0.4	8 126	3 963.7	0.5	8 285	3 827.1	0.5	8 235	3 995.8	0.5	8 191	4 169.8	0.5	0.3%	100.0%
1 – 6	5 314	-	-	-	5 230	1 694.5	0.3	4 038	1 287.4	0.3	4 213	1 317.9	0.3	4 223	1 383.1	0.3	4 133	1 381.2	0.3	0.8%	50.6%
7 – 10	3 970	-	-	-	3 834	2 242.1	0.6	3 609	2 226.1	0.6	3 721	2 219.9	0.6	3 671	2 319.5	0.6	3 609	2 328.7	0.6	0.0%	44.5%
11 – 12	122	-	-	-	109	123.3	1.1	275	346.9	1.3	145	184.2	1.3	138	188.7	1.4	201	276.7	1.4	-9.9%	2.3%
13 – 16	26	-	-	-	25	36.1	1.4	25	38.0	1.5	27	40.9	1.5	23	37.4	1.6	69	116.1	1.7	40.3%	0.4%
Other	179	-	-	-	250	83.6	0.3	179	65.3	0.4	179	64.1	0.4	179	67.2	0.4	179	67.2	0.4	-	2.2%

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 per year
 - a subsurface combat capability of 2 submarines per year
 - 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 per year
 - ongoing 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 that the fleet complies with the specified operational readiness levels.

Expenditure trends and estimates

Table 23.14 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 (%)	
	2019/20	2020/21	2021/22		2019/20 - 2022/23	Average: Expenditure/ Total (%)	2023/24	2024/25	2025/26	2022/23 - 2025/26	Average: Expenditure/ Total (%)
R million											
Maritime Direction	690.3	701.6	772.0	788.1	4.5%	16.1%	798.4	759.8	789.8	0.1%	15.7%
Maritime Combat Capability	1 898.9	1 911.6	1 345.0	1 692.6	-3.8%	37.4%	1 451.9	1 486.7	1 561.4	-2.7%	31.1%
Maritime Logistic Support Capability	1 013.3	1 039.7	918.4	1 190.7	5.5%	22.7%	1 639.5	1 640.8	1 733.4	13.3%	31.1%
Maritime Human Resources and Training Capability	533.3	512.9	492.8	526.3	-0.4%	11.3%	522.8	511.4	542.8	1.0%	10.6%
Base Support Capability	573.6	571.7	605.2	529.0	-2.7%	12.5%	572.0	584.3	609.7	4.8%	11.5%
Total	4 709.4	4 737.5	4 133.4	4 726.7	0.1%	100.0%	4 984.6	4 983.1	5 237.1	3.5%	100.0%
Change to 2022 Budget estimate				64.2			389.4	279.1	322.4		

Table 23.14 Maritime Defence expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2019/20	2020/21	2021/22				2022/23	2023/24	2024/25		
R million											
Current payments	3 188.0	2 962.1	3 026.7	3 536.4	3.5%	69.4%	3 802.9	4 055.1	4 262.4	6.4%	78.6%
Compensation of employees	2 522.5	2 501.9	2 588.3	2 456.4	-0.9%	55.0%	2 372.9	2 477.5	2 586.0	1.7%	49.6%
Goods and services	665.5	460.3	438.5	1 080.0	17.5%	14.4%	1 430.0	1 577.6	1 676.4	15.8%	28.9%
of which:											
Contractors	252.1	200.8	153.1	376.6	14.3%	5.4%	826.4	897.9	995.1	38.2%	15.5%
Inventory: Food and food supplies	122.9	76.4	69.1	108.8	-4.0%	2.1%	81.6	86.6	86.6	-7.3%	1.8%
Inventory: Fuel, oil and gas	119.5	33.9	20.9	210.4	20.7%	2.1%	188.8	190.9	191.0	-3.2%	3.9%
Inventory: Other supplies	17.4	28.7	33.6	77.5	64.4%	0.9%	58.3	66.0	66.0	-5.2%	1.3%
Travel and subsistence	68.2	32.8	47.8	44.3	-13.4%	1.1%	60.7	57.0	57.2	8.9%	1.1%
Operating payments	4.6	3.8	17.5	40.3	105.5%	0.4%	55.9	58.6	58.7	13.3%	1.1%
Transfers and subsidies	1 500.5	1 749.0	1 054.6	1 183.2	-7.6%	30.0%	1 070.0	921.1	967.8	-6.5%	20.8%
Provinces and municipalities	0.0	0.0	0.0	-	-100.0%	-	0.0	0.0	0.0	-	-
Departmental agencies and accounts	1 187.2	1 396.3	711.4	738.2	-14.6%	22.0%	622.5	554.5	588.7	-7.3%	12.6%
Public corporations and private enterprises	298.4	339.5	327.2	340.2	4.5%	7.1%	351.2	355.4	366.0	2.5%	7.1%
Households	14.8	13.2	16.0	104.9	92.1%	0.8%	96.3	11.1	13.1	-50.0%	1.1%
Payments for capital assets	20.7	26.2	51.9	7.0	-30.2%	0.6%	111.7	6.9	6.9	-0.9%	0.7%
Buildings and other fixed structures	-	2.6	0.6	-	-	-	-	-	-	-	-
Machinery and equipment	20.7	22.5	50.4	6.4	-32.4%	0.5%	103.8	6.1	6.0	-2.0%	0.6%
Specialised military assets	-	-	-	-	-	-	5.4	0.1	0.1	-	-
Software and other intangible assets	-	1.1	0.9	0.7	-	-	2.5	0.7	0.7	4.6%	-
Payments for financial assets	0.2	0.2	0.2	-	-100.0%	-	-	-	-	-	-
Total	4 709.4	4 737.5	4 133.4	4 726.7	0.1%	100.0%	4 984.6	4 983.1	5 237.1	3.5%	100.0%
Proportion of total programme expenditure to vote expenditure	9.4%	8.8%	8.5%	9.2%	-	-	9.7%	9.8%	9.9%	-	-

Details of transfers and subsidies

Households											
Social benefits											
Current	14.7	13.1	15.9	104.9	92.3%	0.8%	96.3	11.1	13.1	-50.0%	1.1%
Employee social benefits	14.7	13.1	15.9	104.9	92.3%	0.8%	96.3	11.1	13.1	-50.0%	1.1%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	-	-100.0%	-	0.0	0.0	0.0	-	-
Vehicle licences	0.0	0.0	0.0	-	-100.0%	-	0.0	0.0	0.0	-	-
Households											
Other transfers to households											
Current	0.1	0.0	0.1	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.1	0.0	0.1	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 187.2	1 396.3	711.4	738.2	-14.6%	22.0%	622.5	554.5	588.7	-7.3%	12.6%
Special defence account	1 187.2	1 396.3	711.4	738.2	-14.6%	22.0%	622.5	554.5	588.7	-7.3%	12.6%
Public corporations and private enterprises											
Public corporations											
Public corporations (subsidies on products and production)											
Current	298.4	339.5	327.2	340.2	4.5%	7.1%	351.2	355.4	366.0	2.5%	7.1%
Armaments Corporation of South Africa	298.4	339.5	327.2	340.2	4.5%	7.1%	351.2	355.4	366.0	2.5%	7.1%

Personnel information**Table 23.15 Maritime Defence personnel numbers and cost by salary level¹**

Maritime Defence	Number of posts estimated for 31 March 2023	Number of posts additional to the establishment	Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)			
			Actual			Revised estimate			Medium-term expenditure estimate										
			2021/22	2022/23		2023/24		2024/25		2025/26		2022/23 - 2025/26							
Salary level	6 225	-	6 091	2 588.3	0.4	5 471	2 456.4	0.4	5 418	2 372.9	0.4	5 367	2 477.5	0.5	5 309	2 586.0	0.5	-1.0%	100.0%
1 - 6	3 782	-	3 788	1 274.1	0.3	3 197	1 102.1	0.3	3 170	1 060.7	0.3	3 134	1 115.4	0.4	2 980	1 085.1	0.4	-2.3%	57.9%
7 - 10	2 189	-	2 096	1 167.1	0.6	1 964	1 167.9	0.6	2 000	1 150.6	0.6	2 013	1 223.5	0.6	2 056	1 283.1	0.6	1.5%	37.2%
11 - 12	92	-	88	91.3	1.0	148	143.5	1.0	91	96.3	1.1	63	70.0	1.1	63	71.1	1.1	-24.8%	1.7%
13 - 16	18	-	20	26.1	1.3	19	26.1	1.4	14	19.7	1.4	14	20.9	1.5	67	98.9	1.5	52.2%	0.5%
Other	144	-	99	29.7	0.3	143	16.8	0.1	143	45.7	0.3	143	47.8	0.3	143	47.8	0.3	-	2.7%

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 and 1 specialist medical battalion group for deployed and contingency forces over the medium term
 - a comprehensive, multidisciplinary military health service to a projected patient population of 302 000 principal members and their beneficiaries 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 and commanding and controlling 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 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 23.16 Military Health 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 (%)
	2019/20	2020/21	2021/22				2022/23	2023/24	2024/25		
R million											
Strategic Direction	250.5	304.4	284.0	324.0	9.0%	5.3%	297.5	245.9	259.3	-7.1%	5.0%
Mobile Military Health Support	225.5	191.0	201.0	187.0	-6.0%	3.7%	206.4	213.2	216.5	5.0%	3.7%
Area Military Health Service	1 911.2	1 917.1	2 069.5	2 088.8	3.0%	36.3%	2 057.2	2 131.8	2 205.5	1.8%	37.8%
Specialist/Tertiary Health Service	2 227.3	2 195.1	2 256.3	2 266.9	0.6%	40.6%	2 127.9	2 202.0	2 323.5	0.8%	39.7%
Military Health Product Support Capability	268.9	385.7	217.5	393.9	13.6%	5.8%	403.4	414.4	434.4	3.3%	7.3%
Military Health Maintenance Capability	121.2	121.7	105.1	-	-100.0%	1.6%	-	-	-	-	-
Military Health Training Capability	358.2	372.1	392.3	371.6	1.2%	6.8%	362.6	361.1	373.0	0.1%	6.5%
Total	5 362.9	5 487.1	5 525.7	5 632.2	1.6%	100.0%	5 455.0	5 568.5	5 812.3	1.1%	100.0%
Change to 2022 Budget estimate				106.5			92.4	86.1	84.3		

Table 23.16 Military Health Support expenditure trends and estimates by subprogramme and economic classification (continued)

Economic classification	Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)			
	2019/20	2020/21	2021/22				2022/23	2019/20 - 2022/23	2023/24			2024/25	2025/26	2022/23 - 2025/26
	R million													
Current payments	5 229.5	5 384.3	5 480.9	5 465.8	1.5%	98.0%	5 228.8	5 445.9	5 689.6	1.3%	97.2%			
Compensation of employees	3 989.4	4 066.3	4 227.8	3 958.7	-0.3%	73.8%	3 770.3	3 936.4	4 114.5	1.3%	70.2%			
Goods and services	1 240.0	1 318.0	1 253.2	1 507.1	6.7%	24.2%	1 458.5	1 509.4	1 575.0	1.5%	26.9%			
<i>of which:</i>														
Contractors	34.7	33.1	32.7	61.2	20.8%	0.7%	66.4	70.1	73.2	6.2%	1.2%			
Agency and support/outsourced services	505.6	504.8	542.4	624.5	7.3%	9.9%	618.8	625.4	637.8	0.7%	11.2%			
Inventory: Food and food supplies	73.9	99.3	107.7	111.2	14.6%	1.8%	112.0	112.2	112.5	0.4%	2.0%			
Inventory: Medical supplies	80.1	116.8	63.0	127.2	16.6%	1.8%	102.9	109.9	130.7	0.9%	2.1%			
Inventory: Medicine	238.4	274.7	242.5	248.8	1.4%	4.6%	245.9	255.4	267.7	2.5%	4.5%			
Travel and subsistence	86.6	47.1	52.8	49.7	-16.9%	1.1%	58.0	60.2	63.0	8.2%	1.0%			
Transfers and subsidies	64.2	29.7	24.5	156.7	34.6%	1.3%	143.0	30.2	28.2	-43.6%	1.6%			
Provinces and municipalities	0.0	0.0	0.0	0.0	58.7%	-	0.0	0.0	0.0	-	-			
Departmental agencies and accounts	40.8	12.7	-	0.0	-93.2%	0.2%	0.0	0.0	0.0	2.5%	-			
Public corporations and private enterprises	-	0.0	-	-	-	-	-	-	-	-	-			
Non-profit institutions	0.8	0.8	0.2	1.1	10.7%	-	0.9	0.9	0.9	-4.8%	-			
Households	22.6	16.2	24.3	155.6	90.3%	1.0%	142.1	29.2	27.2	-44.1%	1.6%			
Payments for capital assets	67.8	71.9	20.0	9.6	-47.9%	0.8%	83.3	92.5	94.5	114.4%	1.2%			
Buildings and other fixed structures	3.7	0.3	0.3	-	-100.0%	-	0.0	0.0	0.0	-	-			
Machinery and equipment	64.0	71.5	19.6	8.9	-48.2%	0.7%	82.5	91.7	93.7	119.3%	1.2%			
Biological assets	-	-	0.1	0.0	-	-	0.0	0.0	0.0	3.2%	-			
Software and other intangible assets	0.1	-	-	0.7	67.2%	-	0.7	0.7	0.8	4.7%	-			
Payments for financial assets	1.4	1.2	0.3	-	-100.0%	-	-	-	-	-	-			
Total	5 362.9	5 487.1	5 525.7	5 632.2	1.6%	100.0%	5 455.0	5 568.5	5 812.3	1.1%	100.0%			
Proportion of total programme expenditure to vote expenditure	10.7%	10.1%	11.3%	10.9%	-	-	10.7%	10.9%	11.0%	-	-			
Details of transfers and subsidies														
Households														
Social benefits														
Current	17.1	16.1	21.7	155.6	108.7%	1.0%	142.1	29.2	27.2	-44.1%	1.6%			
Employee social benefits	17.1	16.1	21.7	155.6	108.7%	1.0%	142.1	29.2	27.2	-44.1%	1.6%			
Provinces and municipalities														
Municipalities														
Municipal bank accounts														
Current	0.0	0.0	0.0	0.0	58.7%	-	0.0	0.0	0.0	-	-			
Vehicle licences	0.0	0.0	0.0	0.0	58.7%	-	0.0	0.0	0.0	-	-			
Households														
Other transfers to households														
Current	5.5	0.1	2.5	-	-100.0%	-	-	-	-	-	-			
Claims against the state	5.5	0.1	2.5	-	-100.0%	-	-	-	-	-	-			
Departmental agencies and accounts														
Departmental agencies (non-business entities)														
Current	40.8	12.7	-	0.0	-93.2%	0.2%	0.0	0.0	0.0	2.5%	-			
Communication	-	-	-	0.0	-	-	0.0	0.0	0.0	2.5%	-			
Claims against the state	-	0.0	-	-	-	-	-	-	-	-	-			
Special defence account	40.8	12.7	-	-	-100.0%	0.2%	-	-	-	-	-			
Public corporations and private enterprises														
Private enterprises														
Other transfers to private enterprises														
Current	-	0.0	-	-	-	-	-	-	-	-	-			
Claims against the state	-	0.0	-	-	-	-	-	-	-	-	-			
Non-profit institutions														
Current	0.8	0.8	0.2	1.1	10.7%	-	0.9	0.9	0.9	-4.8%	-			
St John Ambulance Brigade	0.8	0.8	0.2	1.1	10.7%	-	0.9	0.9	0.9	-4.8%	-			

Personnel information

Table 23.17 Military Health Support personnel numbers and cost by salary level¹

Military Health Support	Number of posts estimated for 31 March 2023	Number of posts additional to the funded establishment	Number and cost ² of personnel posts filled/planned for on funded establishment															Average growth rate (%)	Average: Salary level/ Total (%)
			Actual			Revised estimate			Medium-term expenditure estimate					2022/23 - 2025/26					
			2021/22	2022/23	2023/24	2024/25	2025/26												
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost		
Military Health Support	7 521	-	7 621	4 227.8	0.6	6 089	3 958.7	0.7	6 204	3 770.3	0.6	6 106	3 936.4	0.6	6 141	4 114.5	0.7	0.3%	100.0%
Salary level																			
1 – 6	2 838	-	2 610	878.1	0.3	2 429	831.8	0.3	2 167	705.7	0.3	2 097	722.7	0.3	2 087	741.5	0.4	-4.9%	35.8%
7 – 10	3 350	-	4 122	2 702.4	0.7	2 425	1 685.4	0.7	2 932	1 875.7	0.6	2 914	1 979.2	0.7	2 919	2 022.7	0.7	6.4%	45.6%
11 – 12	745	-	211	246.2	1.2	655	692.0	1.1	595	614.0	1.0	595	651.3	1.1	595	661.5	1.1	-3.2%	9.9%
13 – 16	293	-	108	232.7	2.2	280	614.9	2.2	210	467.7	2.2	200	471.9	2.4	240	577.5	2.4	-5.0%	3.8%
Other	295	-	570	168.4	0.3	300	134.7	0.4	300	107.2	0.4	300	111.4	0.4	300	111.4	0.4	-	4.9%

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 capabilities, and defence diplomacy administrative support to the department.

Objective

- Provide intelligence and counterintelligence capabilities, a defence intelligence service and defence diplomacy administrative support to the department by March 2026.

Subprogrammes

- *Operations* provides timely defence prediction, intelligence and counterintelligence capabilities and services.
- *Defence Intelligence Support Services* provide defence diplomacy capability.

Expenditure trends and estimates

Table 23.18 Defence Intelligence expenditure trends and estimates by subprogramme and economic classification

Subprogramme	Audited outcome			Adjusted appropriation	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2019/20	2020/21	2021/22		2022/23	2019/20 - 2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26	Average Expenditure/ Total (%)
R million											
Operations	523.6	642.3	234.0	584.0	3.7%	48.7%	299.0	311.0	316.8	-18.4%	34.5%
Defence Intelligence Support Services	478.8	488.6	544.3	582.3	6.7%	51.3%	734.3	757.9	799.4	11.1%	65.5%
Total	1 002.4	1 130.9	778.3	1 166.3	5.2%	100.0%	1 033.3	1 068.9	1 116.2	-1.5%	100.0%
Change to 2022 Budget estimate				15.0			(117.3)	(123.0)	(129.1)		
Economic classification											
Current payments	479.9	482.6	493.1	564.9	5.6%	49.5%	720.3	754.4	793.8	12.0%	64.6%
Compensation of employees	447.1	456.8	468.8	463.6	1.2%	45.0%	598.4	624.8	652.2	12.0%	53.3%
Goods and services	32.8	25.7	24.4	101.3	45.6%	4.5%	121.9	129.6	141.6	11.8%	11.3%
of which:											
Inventory: Food and food supplies	8.5	7.0	6.5	6.4	-9.1%	0.7%	5.1	5.8	17.4	39.7%	0.8%
Inventory: Fuel, oil and gas	4.7	3.4	3.2	4.7	0.2%	0.4%	7.9	8.1	8.2	19.8%	0.7%
Operating leases	1.5	-	-	53.4	232.3%	1.3%	44.5	48.6	47.7	-3.7%	4.4%
Property payments	2.3	1.6	0.5	1.6	-11.1%	0.1%	17.0	17.1	16.7	119.4%	1.2%
Travel and subsistence	6.2	4.2	5.2	26.5	62.5%	1.0%	14.3	14.6	14.1	-18.9%	1.6%
Operating payments	0.3	0.2	0.5	0.3	-5.3%	-	8.5	8.5	8.7	215.3%	0.6%
Transfers and subsidies	521.9	646.4	236.7	601.4	4.8%	49.2%	313.0	314.5	322.4	-18.8%	35.4%
Provinces and municipalities	-	0.0	0.0	0.0	-	-	0.0	0.0	0.0	-39.0%	-
Departmental agencies and accounts	518.7	641.9	234.0	584.0	4.0%	48.5%	299.0	311.0	316.8	-18.4%	34.5%
Households	3.2	4.5	2.7	17.3	75.6%	0.7%	14.0	3.5	5.6	-31.4%	0.9%
Payments for capital assets	0.5	1.9	48.4	-	-100.0%	1.2%	-	-	-	-	-
Buildings and other fixed structures	-	1.1	48.4	-	-	1.2%	-	-	-	-	-
Machinery and equipment	0.5	0.8	-	-	-100.0%	-	-	-	-	-	-
Payments for financial assets	0.1	0.0	0.1	-	-100.0%	-	-	-	-	-	-
Total	1 002.4	1 130.9	778.3	1 166.3	5.2%	100.0%	1 033.3	1 068.9	1 116.2	-1.5%	100.0%
Proportion of total programme expenditure to vote expenditure	2.0%	2.1%	1.6%	2.3%	-	-	2.0%	2.1%	2.1%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	3.2	4.5	2.7	17.3	75.6%	0.7%	14.0	3.5	5.6	-31.4%	0.9%
Employee social benefits	3.2	4.5	2.7	17.3	75.6%	0.7%	14.0	3.5	5.6	-31.4%	0.9%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	-	0.0	0.0	0.0	-	-	0.0	0.0	0.0	-39.0%	-
Vehicle licences	-	0.0	0.0	0.0	-	-	0.0	0.0	0.0	-39.0%	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	518.7	641.9	234.0	584.0	4.0%	48.5%	299.0	311.0	316.8	-18.4%	34.5%
Communication	-	-	-	-	-	-	-	-	-	-	-
Special defence account	518.7	641.9	234.0	584.0	4.0%	48.5%	299.0	311.0	316.8	-18.4%	34.5%

Personnel information

Table 23.19 Defence Intelligence personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2023		Number and cost ² of personnel posts filled/planned for on funded establishment															Average growth rate (%)	Average: Salary level/ Total (%)			
Number of funded posts	Number of posts additional to the establishment	Actual			Revised estimate			Medium-term expenditure estimate											2022/23 - 2025/26		
		2021/22			2022/23			2023/24			2024/25			2025/26							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
Defence Intelligence		1 089	–	–	932	468.8	0.5	840	463.6	0.6	1 156	598.4	0.5	1 153	624.8	0.5	1 178	652.2	0.6	11.9%	100.0%
Salary level		272	–	–	220	61.6	0.3	214	64.7	0.3	259	74.6	0.3	272	82.5	0.3	284	87.5	0.3	9.9%	23.8%
1 – 6		661	–	–	610	328.7	0.5	472	266.3	0.6	732	378.7	0.5	722	394.8	0.5	722	402.4	0.6	15.2%	61.2%
7 – 10		99	–	–	53	47.1	0.9	96	88.9	0.9	102	93.8	0.9	98	95.6	1.0	107	106.0	1.0	3.7%	9.3%
11 – 12		30	–	–	19	22.4	1.2	30	36.2	1.2	35	43.1	1.2	33	43.3	1.3	36	47.7	1.3	6.3%	3.1%
13 – 16		27	–	–	30	8.9	0.3	28	7.6	0.3	28	8.3	0.3	28	8.7	0.3	28	8.7	0.3	–	2.6%
Other																					

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 logistics services to the department in terms of warehousing for ammunition, main equipment and stores; and provide the defence works capability, the capital works programme and the defence facility refurbishment programme by ensuring:
 - appropriate, ready and sustained centralised common matériel management to the department
 - appropriate, ready and sustained centralised facilities management to the department
 - appropriate, ready and sustained centralised common logistics services and movement management to the department
 - sound logistics strategic direction to the department.
- Provide command and management information systems and related services to the department over the medium term by providing:
 - strategic direction and staff support services to the general support division
 - integrated ICT solutions and enablers
 - an information warfare strategic direction capability
 - maintenance and support for information systems.
- Provide a military policing capability to the department over the medium term by:
 - investigating new and backlog criminal cases reported
 - conducting planned crime prevention operations
 - sustaining 4 regional headquarters, 22 area offices and 22 detachments for crime prevention and the investigation of criminal cases
 - investigating reported corruption and fraud cases
 - sustaining a provost company for operational deployments
 - 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 23.20 General 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 (%)
	2019/20	2020/21	2021/22				2022/23	2019/20 - 2022/23	2023/24		
R million											
Joint Logistic Services	3 523.3	4 493.3	3 681.6	3 418.6	-1.0%	54.1%	3 450.7	3 550.4	3 698.3	2.7%	50.5%
Command and Management Information Systems	996.4	930.3	939.4	1 046.1	1.6%	14.0%	1 063.6	1 111.0	1 157.3	3.4%	15.7%
Military Police	719.3	720.0	742.7	736.8	0.8%	10.5%	742.9	727.7	761.1	1.1%	10.6%
Technology Development	440.3	681.5	–	133.5	-32.8%	4.5%	315.9	421.2	368.0	40.2%	4.4%
Departmental Support	1 178.9	1 048.1	1 237.4	1 258.3	2.2%	16.9%	1 263.6	1 331.0	1 399.1	3.6%	18.8%
Total	6 858.1	7 873.2	6 601.0	6 593.3	-1.3%	100.0%	6 836.8	7 141.3	7 383.7	3.8%	100.0%
Change to 2022 Budget estimate				73.9			466.9	568.9	516.8		
Economic classification											
Current payments	4 117.9	5 111.8	4 873.1	4 731.4	4.7%	67.4%	4 818.7	5 037.3	5 275.5	3.7%	71.1%
Compensation of employees	2 651.3	2 654.4	3 002.2	2 927.4	3.4%	40.2%	2 820.4	2 944.7	3 083.6	1.7%	42.1%
Goods and services	1 466.6	2 457.3	1 870.9	1 804.0	7.1%	27.2%	1 998.4	2 092.6	2 191.8	6.7%	28.9%
<i>of which:</i>											
Minor assets	18.4	50.3	43.9	69.5	55.8%	0.7%	103.7	126.2	145.1	27.8%	1.6%
Audit costs: External	57.7	46.7	64.8	80.1	11.6%	0.9%	84.1	88.3	92.7	5.0%	1.2%
Computer services	509.3	544.5	572.0	737.9	13.2%	8.5%	752.4	764.3	784.4	2.1%	10.9%
Contractors	79.8	90.0	77.2	80.8	0.4%	1.2%	120.9	123.8	127.8	16.5%	1.6%
Inventory: Food and food supplies	20.9	71.6	66.0	26.2	7.8%	0.7%	77.4	77.7	136.5	73.5%	1.1%
Property payments	14.6	15.6	20.4	403.7	202.4%	1.6%	403.8	448.7	435.1	2.5%	6.1%
Transfers and subsidies	1 544.7	1 708.9	1 171.4	1 384.8	-3.6%	20.8%	1 563.8	1 647.8	1 652.2	6.1%	22.4%
Provinces and municipalities	0.1	0.1	0.1	0.1	3.7%	–	0.1	0.1	0.1	6.9%	–
Departmental agencies and accounts	390.8	658.0	7.4	141.5	-28.7%	4.3%	325.6	435.3	380.8	39.1%	4.6%
Foreign governments and international organisations	–	22.1	9.9	–	–	0.1%	–	–	–	–	–
Public corporations and private enterprises	1 139.0	1 013.5	1 136.6	1 128.6	-0.3%	15.8%	1 128.0	1 188.2	1 248.8	3.4%	16.8%
Households	14.8	15.2	17.4	114.7	97.7%	0.6%	110.1	24.1	22.4	-42.0%	1.0%
Payments for capital assets	1 195.2	1 050.7	555.7	477.2	-26.4%	11.7%	454.3	456.3	456.1	-1.5%	6.6%
Buildings and other fixed structures	798.2	846.3	355.7	357.9	-23.5%	8.4%	372.8	372.8	372.8	1.4%	5.3%
Machinery and equipment	180.4	106.6	151.9	118.8	-13.0%	2.0%	81.5	70.3	83.2	-11.2%	1.3%
Software and other intangible assets	216.5	97.8	48.1	0.4	-87.4%	1.3%	–	13.1	–	-100.0%	–
Payments for financial assets	0.2	1.9	0.8	–	-100.0%	–	–	–	–	–	–
Total	6 858.1	7 873.2	6 601.0	6 593.3	-1.3%	100.0%	6 836.8	7 141.3	7 383.7	3.8%	100.0%
Proportion of total programme expenditure to vote expenditure	13.7%	14.6%	13.5%	12.8%	–	–	13.4%	14.0%	13.9%	–	–

Table 23.20 General Support expenditure trends and estimates by subprogramme and economic classification (continued)

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			2022/23				2019/20 - 2022/23	2023/24	2024/25		
R million	2019/20	2020/21	2021/22								
Households											
Social benefits											
Current	14.5	15.2	16.5	114.7	99.2%	0.6%	110.1	24.1	22.4	-42.0%	1.0%
Employee social benefits	14.5	15.2	16.5	114.7	99.2%	0.6%	110.1	24.1	22.4	-42.0%	1.0%
Provinces and municipalities											
Municipalities											
Municipal bank accounts											
Current	0.1	0.1	0.1	0.1	3.7%	-	0.1	0.1	0.1	6.9%	-
Vehicle licences	0.1	0.1	0.1	0.1	3.7%	-	0.1	0.1	0.1	6.9%	-
Households											
Other transfers to households											
Current	0.3	0.1	0.9	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.3	0.1	0.9	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	390.8	658.0	7.4	141.5	-28.7%	4.3%	325.6	435.3	380.8	39.1%	4.6%
Communication	0.9	0.0	-	0.0	-74.2%	-	0.0	0.0	0.0	-42.8%	-
Special defence account	389.8	653.1	1.9	135.4	-29.7%	4.2%	319.6	435.3	380.8	41.1%	4.5%
Castle Control Board	-	4.9	5.5	6.0	-	0.1%	6.0	-	-	-100.0%	-
Public corporations and private enterprises											
Private enterprises											
Other transfers to private enterprises											
Current	-	-	-	-	-	-	-	-	-	-	-
Claims against the state	-	-	-	-	-	-	-	-	-	-	-
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	1.0	-	0.1	-	-100.0%	-	-	-	-	-	-
Claims against the state	1.0	-	0.1	-	-100.0%	-	-	-	-	-	-
Public corporations and private enterprises											
Public corporations											
Other transfers to public corporations											
Current	1 138.1	1 013.5	1 136.6	1 128.6	-0.3%	15.8%	1 128.0	1 188.2	1 248.8	3.4%	16.8%
Armaments Corporation of South Africa	1 138.1	1 013.5	1 136.6	1 128.6	-0.3%	15.8%	1 128.0	1 188.2	1 248.8	3.4%	16.8%
Foreign governments and international organisations											
Current	-	22.1	9.9	-	-	0.1%	-	-	-	-	-
Foreign governments and international organisations	-	22.1	9.9	-	-	0.1%	-	-	-	-	-

Personnel information

Table 23.21 General Support personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2023		Number and cost ² of personnel posts filled/planned for on funded establishment												Average growth rate (%)	Average: Salary level/ Total (%)				
Number of funded posts	Number of posts additional to the establishment	Actual		Revised estimate		Medium-term expenditure estimate						2022/23 - 2025/26							
		2021/22		2022/23		2023/24		2024/25		2025/26									
General Support		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Salary level	7 532	-	7 533	3 002.2	0.4	6 727	2 927.4	0.4	6 930	2 820.4	0.4	6 869	2 944.7	0.4	7 017	3 083.6	0.4	1.4%	100.0%
1-6	4 049	-	3 827	1 275.5	0.3	3 267	1 132.1	0.3	3 685	1 250.1	0.3	3 689	1 329.6	0.4	3 753	1 382.0	0.4	4.7%	52.3%
7-10	2 715	-	2 622	1 327.3	0.5	2 660	1 413.0	0.5	2 546	1 318.4	0.5	2 508	1 378.6	0.5	2 574	1 440.7	0.6	-1.1%	37.3%
11-12	115	-	110	101.7	0.9	149	144.0	1.0	59	56.8	1.0	32	32.7	1.0	35	36.3	1.0	-38.3%	1.0%
13-16	25	-	25	29.0	1.2	25	30.3	1.2	15	18.1	1.2	15	19.2	1.3	29	40.0	1.4	5.1%	0.3%
Other	628	-	949	268.7	0.3	626	207.9	0.3	626	177.1	0.3	626	184.7	0.3	626	184.7	0.3	-	9.1%

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

2. Rand million.

Entities

Armaments Corporation of South Africa

Selected performance indicators

Table 23.22 Armaments Corporation of South Africa performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
Percentage of capital requirements from the Department of Defence converted into orders placed per year	Management of defence matériel acquisition		99.9% (R600.5m/ R600.6m)	98.2% (R233.3m/ R237.6m)	100% (R90m)	95%	95%	95%	95%
Percentage of technology requirements executed per year	Management of strategic facilities: Research and development	Priority 6: Social cohesion and safer communities	100% (R251.7m)	97.5% (R232m/ R238m)	97.9% (R126.6m/ R129.4m)	95%	95%	95%	95%
Value of defence industrial participation credits awarded in terms of contractually agreed milestones per year	Management of defence matériel acquisition		R116.3m	R95.8m	R260m	R111.3m	R84m	R23m	R23m

Entity overview

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. In this way, 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.

Over the medium term, the corporation will continue to focus on meeting the department's defence matériel requirements, as well as its requirements pertaining to technology, research, development, analysis, tests and evaluation. To meet these requirements, the corporation will aim to ensure that 95 per cent of the department's capital and technology requirements over the medium term are converted into orders placed and executed. To achieve these targets, spending is projected at R1.5 billion over the medium term.

As part of the corporation's efforts to improve its viability and efficiency, as well as to remain within the expenditure ceiling for compensation of employees, 109 personnel took voluntary severance packages in 2021/22. The majority of vacant posts resulting from this will not be filled as they are not considered critical to the corporation's core functions, and therefore this decrease is not expected to have an impact on the corporation's performance. Critical posts will be filled. Spending on compensation of employees is set to increase nominally, at an average annual rate of 6.4 per cent, from R1.1 billion in 2022/23 to R1.3 billion in 2025/26.

The corporation is set to derive 68.7 per cent (R6.2 billion) of its revenue through transfers from the department, increasing at an average annual rate of 3.2 per cent, from R1.5 billion in 2022/23 to R1.6 billion in 2025/26. The remainder is set to be derived through interest from investments, and will be used to finance operational expenditure, administrative expenses, training, building maintenance, and other goods and services.

Programmes/Objectives/Activities**Table 23.23 Armaments Corporation of South Africa expenditure trends and estimates by programme/objective/activity**

R million	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2019/20	2020/21	2021/22		2022/23	2019/20 - 2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26	Average Expenditure/ Total (%)
Administration	498.7	622.9	852.5	834.3	18.7%	36.7%	855.3	898.1	943.0	4.2%	39.5%
Quality assurance	179.9	141.2	107.4	119.0	-12.9%	7.3%	124.9	131.1	137.7	5.0%	5.7%
Management of defence matériel acquisition	337.8	288.6	239.7	208.4	-14.9%	14.3%	219.2	230.2	241.7	5.1%	10.1%
Logistics support	149.5	32.8	27.7	24.9	-44.9%	3.2%	27.8	29.2	30.7	7.2%	1.3%
Management of strategic facilities: Armscor dockyard	325.2	328.7	266.4	420.4	8.9%	17.6%	513.7	539.4	566.4	10.4%	22.7%
Management of strategic facilities: Research and development	306.5	452.7	448.0	381.8	7.6%	20.9%	468.0	491.4	516.0	10.6%	20.7%
Total	1 797.6	1 866.9	1 941.8	1 988.8	3.4%	100.0%	2 208.9	2 319.4	2 435.3	7.0%	100.0%

Statements of financial performance, cash flow and financial position**Table 23.24 Armaments Corporation of South Africa statements of financial performance, cash flow and financial position**

Statement of financial performance											
R million	Audited outcome			Revised estimate	Average growth rate (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2019/20	2020/21	2021/22		2022/23	2019/20 - 2022/23	2023/24	2024/25	2025/26	2022/23 - 2025/26	Average Expenditure/ Total (%)
Revenue											
Non-tax revenue	625.1	613.0	474.3	491.6	-7.7%	27.9%	742.6	782.9	825.4	18.9%	31.3%
Sale of goods and services other than capital assets	430.3	370.5	259.7	341.5	-7.4%	17.7%	560.2	591.4	624.4	22.3%	23.3%
Other non-tax revenue	194.7	242.5	214.6	150.1	-8.3%	10.2%	182.4	191.5	201.1	10.2%	8.0%
Transfers received	1 352.1	1 378.2	1 480.0	1 481.1	3.1%	72.1%	1 490.6	1 555.5	1 627.3	3.2%	68.7%
Total revenue	1 977.2	1 991.2	1 954.3	1 972.7	-0.1%	100.0%	2 233.2	2 338.4	2 452.8	7.5%	100.0%
Expenses											
Current expenses	1 797.6	1 866.9	1 941.8	1 988.8	3.4%	100.0%	2 208.9	2 319.4	2 435.3	7.0%	100.0%
Compensation of employees	1 118.6	1 123.4	1 145.2	1 048.9	-2.1%	58.5%	1 145.8	1 203.0	1 263.2	6.4%	52.1%
Goods and services	586.7	649.4	700.5	828.6	12.2%	36.3%	954.6	1 002.3	1 052.5	8.3%	42.8%
Depreciation	92.4	94.2	96.1	111.3	6.4%	5.2%	108.6	114.0	119.7	2.4%	5.1%
Total expenses	1 797.6	1 866.9	1 941.8	1 988.8	3.4%	100.0%	2 208.9	2 319.4	2 435.3	7.0%	100.0%
Surplus/(Deficit)	179.5	124.3	12.5	(16.1)	-144.8%		24.3	19.0	17.4	-202.6%	
Cash flow statement											
Cash flow from operating activities	256.2	298.8	60.5	95.2	-28.1%	100.0%	132.9	133.0	137.1	12.9%	100.0%
Receipts											
Non-tax receipts	588.1	531.1	288.3	450.7	-8.5%	24.5%	698.0	736.0	776.3	19.9%	29.3%
Sales of goods and services other than capital assets	430.3	370.5	169.6	341.5	-7.4%	17.2%	560.2	591.4	624.4	22.3%	23.3%
Other tax receipts	157.8	160.6	118.7	109.1	-11.6%	7.3%	137.8	144.7	151.9	11.7%	6.0%
Transfers received	1 352.1	1 378.2	1 237.3	1 481.1	3.1%	73.2%	1 490.6	1 555.5	1 627.3	3.2%	68.7%
Financial transactions in assets and liabilities	36.9	81.9	21.1	41.0	3.5%	2.4%	44.6	46.8	49.2	6.3%	2.0%
Total receipts	1 977.2	1 991.2	1 546.7	1 972.7	-0.1%	100.0%	2 233.2	2 338.4	2 452.8	7.5%	100.0%
Payment											
Current payments	1 721.0	1 692.4	1 483.6	1 877.5	2.9%	100.0%	2 100.4	2 205.4	2 315.7	7.2%	100.0%
Compensation of employees	1 119.4	1 123.4	1 204.3	1 048.9	-2.1%	67.1%	1 145.8	1 203.0	1 263.2	6.4%	54.9%
Goods and services	601.5	569.1	279.3	828.6	11.3%	32.9%	954.6	1 002.3	1 052.5	8.3%	45.1%
Interest and rent on land	-	-	0.0	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	2.7	-	-	-	-	-	-	-	-
Total payments	1 721.0	1 692.4	1 486.3	1 877.5	2.9%	100.0%	2 100.4	2 205.4	2 315.7	7.2%	100.0%
Net cash flow from investing activities	272.0	(351.0)	(407.4)	(176.9)	-186.6%	100.0%	(350.1)	(362.6)	(346.9)	25.2%	100.0%
Acquisition of property, plant, equipment and intangible assets	(36.3)	(51.2)	(58.3)	(197.3)	75.8%	31.8%	(231.7)	(173.8)	(130.3)	-12.9%	65.8%
Acquisition of software and other intangible assets	(3.6)	(5.2)	(9.5)	(79.7)	179.6%	11.9%	(118.4)	(88.8)	(66.6)	-5.8%	30.6%
Proceeds from the sale of property, plant, equipment and intangible assets	2.0	-	0.1	-	-100.0%	0.2%	-	-	-	-	-
Other flows from investing activities	310.0	(294.6)	(339.7)	100.0	-31.4%	56.2%	-	(100.0)	(150.0)	-214.5%	3.6%
Net increase/(decrease) in cash and cash equivalents	528.2	(52.3)	(347.0)	(81.7)	-153.7%	1.2%	(217.3)	(229.6)	(209.8)	37.0%	-8.1%

Table 23.24 Armaments Corporation of South Africa statements of financial performance, cash flow and financial position (continued)

Statement of financial position											
R million	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2019/20	2020/21	2021/22				2022/23	2023/24	2024/25		
Carrying value of assets	1 811.0	1 776.6	1 291.8	1 437.7	-7.4%	46.8%	1 606.0	1 630.5	1 580.1	3.2%	48.7%
<i>of which:</i>											
Acquisition of assets	(36.3)	(51.2)	(58.3)	(197.3)	75.8%	100.0%	(231.7)	(173.8)	(130.3)	-12.9%	100.0%
Investments	-	-	-	0.1	-	-	0.1	0.1	0.1	-	-
Inventory	10.0	14.0	14.2	13.5	10.2%	0.4%	14.1	14.7	15.3	4.3%	0.4%
Receivables and prepayments	222.9	102.4	232.1	256.4	4.8%	6.1%	267.9	280.0	292.6	4.5%	8.5%
Cash and cash equivalents	864.9	812.7	465.7	759.3	-4.2%	21.5%	622.4	522.1	451.3	-15.9%	18.4%
Taxation	-	-	3.4	-	-	-	-	-	-	-	-
Derivatives financial instruments	557.0	883.2	1 236.5	682.0	7.0%	25.1%	682.0	782.0	932.0	11.0%	23.9%
Total assets	3 465.9	3 588.9	3 243.6	3 149.0	-3.1%	100.0%	3 192.7	3 229.4	3 271.3	1.3%	100.0%
Accumulated surplus/(deficit)	596.6	733.0	812.9	816.2	11.0%	22.2%	860.6	1 053.4	1 266.8	15.8%	31.1%
Capital and reserves	2 201.3	2 189.2	1 716.6	1 610.3	-9.9%	57.1%	1 590.3	1 416.6	1 220.5	-8.8%	45.5%
Deferred income	95.0	84.7	59.6	35.6	-27.9%	2.0%	32.0	22.8	17.2	-21.6%	0.8%
Trade and other payables	155.8	168.3	192.4	199.9	8.7%	5.4%	188.9	179.4	170.5	-5.2%	5.8%
Taxation	10.1	17.7	7.1	-	-100.0%	0.3%	-	-	-	-	-
Provisions	407.0	396.0	374.4	487.0	6.2%	12.4%	520.8	557.2	596.4	7.0%	16.8%
Derivatives financial instruments	-	-	80.7	-	-	0.6%	-	-	-	-	-
Total equity and liabilities	3 465.9	3 588.9	3 243.6	3 149.0	-3.1%	100.0%	3 192.7	3 229.4	3 271.3	1.3%	100.0%

Personnel information

Table 23.25 Armaments Corporation of South Africa personnel numbers and cost by salary level

Number of posts estimated for 31 March 2023		Number and cost ¹ of personnel posts filled/planned for on funded establishment												Average growth rate of personnel posts (%)	Average: Salary level/ Total (%)				
Number of approved funded posts	Number of posts on establishment	Actual			Revised estimate			Medium-term expenditure estimate											
		2021/22		2022/23		2023/24		2024/25		2025/26		2022/23 - 2025/26							
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	1 462	1 462	1 627	1 145.2	0.7	1 462	1 048.9	0.7	1 512	1 145.8	0.8	1 512	1 203.0	0.8	1 512	1 263.2	0.8	1.1%	100.0%
1 – 6	284	284	296	42.2	0.1	284	40.8	0.1	243	48.3	0.2	243	50.7	0.2	243	53.2	0.2	-5.1%	16.9%
7 – 10	707	707	796	387.5	0.5	707	359.5	0.5	759	407.8	0.5	759	428.2	0.6	759	449.6	0.6	2.4%	49.7%
11 – 12	188	188	211	203.4	1.0	188	186.6	1.0	192	186.4	1.0	192	195.7	1.0	192	205.5	1.1	0.7%	12.7%
13 – 16	271	271	310	471.7	1.5	271	427.2	1.6	308	472.6	1.5	308	496.2	1.6	308	521.1	1.7	4.4%	19.9%
17 – 22	12	12	14	40.6	2.9	12	34.8	2.9	10	30.7	3.1	10	32.2	3.2	10	33.8	3.4	-5.9%	0.7%

1. Rand million.

Castle Control Board

Selected performance indicators

Table 23.26 Castle Control Board performance indicators by programme/objective/activity and related priority

Indicator	Programme/Objective/Activity	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2019/20	2020/21	2021/22		2022/23	2023/24	2024/25
Gross revenue generated per year	Increased public profile and positive perception across all sectors of the community	Priority 6: Social cohesion and safer communities	R5.5m	R5.7m	R8.7m	R10m	R10.5m	R9.1m	R9.8m
Number of visitors to the Castle of Good Hope per year	Maximising the tourist potential of the Castle of Good Hope		195 054	14 522	33 452	120 000	125 000	130 000	170 000
Number of interns hosted at the Castle of Good Hope per year	Increased public profile and positive perception across all sectors of the community	Priority 2: Economic transformation and job creation	23	4	7	12	12	12	14

Entity overview

The Castle Control Board primarily derives its mandate from the Castle Management Act (1993), which requires it to preserve and protect the military and cultural heritage of the Castle of Good Hope. 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).

Over the medium term, the board aims to implement its revenue optimisation strategy with the aim of maintaining its viability as a self-sufficient entity. The primary means of achieving this goal is to optimise the heritage tourism potential of the Castle of Good Hope and increase its accessibility to the broader public.

Accordingly, key activities over the medium term include delivering a comprehensive range of visitor services. These include an improved tourist guide script, better curated museums and exhibitions, an upgraded information centre and website, better and clearer signage to allow for effective self-guided tours and directions to the site, and an improved security system in and around the precinct to ensure the safety and wellbeing of all visitors. As a result, the number of visitors to the Castle of Good Hope is expected to increase from 120 000 in 2022/23 to 170 000 in 2025/26. An estimated R826 000 over the next 3 years is allocated for these activities.

As a self-sustaining entity, the board generates all of its own revenue. However, during the previous MTEF period, the board received funding from the department to alleviate the impact of the COVID-19 pandemic on its capacity to generate revenue. Spending over the medium term is expected to decrease at an average annual rate of 0.5 per cent, from R10 million in 2022/23 to R9.8 million in 2025/26, as transfers from the department come to an end in 2023/24. Revenue from operating activities is expected to increase at an average annual rate of 35 per cent, from R4 million in 2022/23 to R9.8 million in 2025/26, due to the expected increase in the number of visitors.

Programmes/Objectives/Activities

Table 23.27 Castle Control Board expenditure trends and estimates by programme/objective/activity

	Audited outcome			Revised estimate 2022/23	Average growth rate (%) 2019/20 - 2022/23	Average: Expenditure/ Total (%) 2019/20 - 2022/23	Medium-term expenditure estimate			Average growth rate (%) 2022/23 - 2025/26	Average: Expenditure/ Total (%) 2022/23 - 2025/26
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26		
R million											
Administration	5.3	5.4	6.2	9.0	19.1%	91.3%	9.4	8.0	8.7	-1.0%	88.9%
Ensure the preservation, interpretation and showcasing of the castle's history	0.4	0.4	0.5	0.7	18.1%	6.9%	0.7	0.7	0.7	1.2%	7.3%
Maximising the tourist potential of the Castle of Good Hope	0.0	0.0	0.0	0.1	118.5%	0.3%	0.1	0.0	0.0	-34.8%	0.6%
Increased public profile and positive perception across all sectors of the community	0.1	0.0	0.1	0.3	33.3%	1.5%	0.3	0.4	0.4	15.7%	3.3%
Total	5.8	5.8	6.8	10.0	19.7%	100.0%	10.5	9.1	9.8	-0.5%	100.0%

Statements of financial performance, cash flow and financial position

Table 23.28 Castle Control Board statements of financial performance, cash flow and financial position

Statement of financial performance	Audited outcome			Revised estimate 2022/23	Average growth rate (%) 2019/20 - 2022/23	Average: Expenditure/ Total (%) 2019/20 - 2022/23	Medium-term expenditure estimate			Average growth rate (%) 2022/23 - 2025/26	Average: Expenditure/ Total (%) 2022/23 - 2025/26
	2019/20	2020/21	2021/22				2023/24	2024/25	2025/26		
R million											
Revenue											
Non-tax revenue	5.5	1.1	3.2	4.0	-10.1%	47.5%	4.5	9.1	9.8	35.0%	70.7%
Sale of goods and services other than capital assets	5.4	0.7	2.8	3.7	-11.6%	43.6%	4.2	8.6	8.9	33.7%	65.5%
Other non-tax revenue	0.1	0.3	0.5	0.3	39.5%	3.9%	0.3	0.5	0.9	50.2%	5.2%
Transfers received	0.3	4.9	5.5	6.0	173.0%	52.5%	6.0	-	-	-100.0%	29.3%
Total revenue	5.8	6.0	8.7	10.0	19.9%	100.0%	10.5	9.1	9.8	-0.5%	100.0%
Expenses											
Current expenses	5.8	5.8	6.8	10.0	19.7%	100.0%	10.5	9.1	9.8	-0.5%	100.0%
Compensation of employees	3.6	3.9	4.7	7.3	26.4%	67.6%	7.6	5.5	6.1	-5.7%	67.1%
Goods and services	1.6	1.3	1.5	2.5	16.4%	24.1%	2.6	3.1	3.2	9.0%	29.0%
Depreciation	0.7	0.7	0.6	0.2	-28.5%	8.3%	0.3	0.5	0.5	29.4%	3.9%
Total expenses	5.8	5.8	6.8	10.0	19.7%	100.0%	10.5	9.1	9.8	-0.5%	100.0%
Surplus/(Deficit)	-	-	2.0	-	-	-	-	-	-	-	-

Table 23.28 Castle Control Board statements of financial performance, cash flow and financial position (continued)

Cash flow statement	Audited outcome			Revised estimate	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2019/20	2020/21	2021/22				2022/23	2023/24	2024/25		
R million											
Cash flow from operating activities	(0.0)	0.9	2.5	1.7	-472.4%	100.0%	2.0	0.9	0.6	-27.3%	100.0%
Receipts											
Non-tax receipts	5.3	0.8	2.8	3.9	-9.5%	46.5%	4.3	7.9	8.2	28.3%	69.3%
Sales of goods and services other than capital assets	5.3	0.8	2.7	2.6	-21.4%	42.7%	2.9	6.4	6.7	37.7%	53.3%
Other tax receipts	–	0.0	0.1	1.3	–	3.8%	1.4	1.5	1.6	5.2%	16.1%
Transfers received	–	4.9	5.5	6.0	–	53.1%	6.0	–	–	-100.0%	29.3%
Financial transactions in assets and liabilities	–	–	0.0	0.1	–	0.4%	0.1	0.1	0.1	5.2%	1.3%
Total receipts	5.3	5.7	8.3	10.0	23.9%	100.0%	10.5	8.0	8.4	-5.8%	100.0%
Payment											
Current payments	5.3	4.8	5.8	8.4	16.4%	100.0%	8.5	7.1	7.7	-2.6%	100.0%
Compensation of employees	4.0	3.7	4.7	6.1	15.5%	76.9%	6.2	5.5	5.9	-1.1%	75.0%
Goods and services	1.3	1.0	1.1	2.3	19.0%	23.1%	2.4	1.5	1.8	-6.8%	25.0%
Total payments	5.3	4.8	5.8	8.4	16.4%	100.0%	8.5	7.1	7.7	-2.6%	100.0%
Net cash flow from investing activities	–	–	(0.0)	(0.2)	–	–	(0.2)	(0.2)	(0.2)	1.6%	100.0%
Acquisition of property, plant, equipment and intangible assets	–	–	(0.0)	(0.2)	–	–	(0.2)	(0.2)	(0.2)	1.6%	100.0%
Net increase/(decrease) in cash and cash equivalents	(0.0)	0.9	2.5	1.5	-458.1%	16.7%	1.8	0.8	0.4	-32.9%	11.1%
Statement of financial position											
Carrying value of assets	4.0	3.4	2.8	2.2	-17.8%	68.8%	2.3	2.3	2.4	3.0%	60.1%
of which:											
Acquisition of assets	–	–	(0.0)	(0.2)	–	–	(0.2)	(0.2)	(0.2)	1.6%	100.0%
Inventory	0.0	0.0	0.0	0.1	184.6%	0.4%	0.1	0.1	0.1	2.5%	1.4%
Loans	0.0	–	–	–	-100.0%	–	–	–	–	–	–
Receivables and prepayments	0.1	0.0	0.1	0.2	29.2%	2.7%	0.2	0.2	0.2	3.4%	6.0%
Cash and cash equivalents	0.1	1.0	3.5	1.2	121.5%	28.0%	1.2	1.3	1.4	4.7%	32.5%
Total assets	4.2	4.4	6.5	3.7	-4.6%	100.0%	3.9	3.9	4.1	3.6%	100.0%
Accumulated surplus/(deficit)	3.5	3.7	5.7	2.4	-12.2%	79.5%	2.5	3.3	3.4	13.1%	74.3%
Trade and other payables	0.4	0.3	0.4	1.0	37.1%	12.6%	1.1	0.3	0.4	-30.1%	18.6%
Provisions	0.3	0.5	0.4	0.3	-6.3%	7.9%	0.3	0.3	0.3	4.3%	7.1%
Total equity and liabilities	4.2	4.4	6.5	3.7	-4.6%	100.0%	3.9	3.9	4.1	3.6%	100.0%

Personnel information**Table 23.29 Castle Control Board personnel numbers and cost by salary level**

Number of posts estimated for 31 March 2023	Number and cost ¹ of personnel posts filled/planned for on funded establishment															Average growth rate of personnel posts (%)	Average: salary level/ Total (%)		
	Number of approved funded posts	Actual			Revised estimate			Medium-term expenditure estimate						2022/23 - 2025/26					
		2021/22	2022/23	2023/24	2024/25	2025/26	2023/24	2024/25	2025/26	2023/24	2024/25	2025/26							
Castle Control Board	22	19	19	4.7	0.2	19	7.3	0.4	19	7.6	0.4	19	5.5	0.3	19	6.1	0.3	–	100.0%
Salary level																			
1 – 6	16	16	16	2.4	0.2	16	3.1	0.2	16	3.2	0.2	16	2.6	0.2	16	2.7	0.2	–	84.2%
7 – 10	4	1	1	0.4	0.4	1	2.1	2.1	1	2.2	2.2	1	0.6	0.6	1	1.0	1.0	–	5.3%
11 – 12	1	1	1	0.9	0.9	1	0.9	0.9	1	1.0	1.0	1	1.0	1.0	1	1.1	1.1	–	5.3%
13 – 16	1	1	1	1.0	1.0	1	1.1	1.1	1	1.2	1.2	1	1.3	1.3	1	1.3	1.3	–	5.3%

1. Rand million.