

F

2023 BUDGET REVIEW
SUMMARY OF THE
BUDGET



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

SUMMARY OF THE BUDGET

Summary of the national budget					
	2022/23		2023/24	2024/25	2025/26
	Budget estimate	Revised estimate	Budget estimate	Medium-term estimates	
R million					
REVENUE					
Estimate of revenue before tax proposals			1 772 229		
Budget 2023/24 proposals:			-13 000		
Direct taxes			-9 000		
Personal income tax					
Increasing brackets by inflation			-		
Revenue if no adjustment is made			15 700		
Increase in brackets and rebates by inflation			-15 700		
Rooftop solar tax incentive for individuals			-4 000		
Corporate income tax					
Expansion of section 12B - renewable energy incentive			-5 000		
Indirect taxes			-4 000		
Fuel levy					
Not adjusting the general fuel levy			-4 000		
Specific excise duties					
Increasing excise duties on alcohol by inflation			-		
Increasing excise duties on tobacco by inflation			-		
Estimate of revenue after tax proposals	1 588 044	1 703 571	1 759 229	1 868 080	2 007 707
<i>Percentage change from previous year</i>			3.3%	6.2%	7.5%
EXPENDITURE					
Direct charges against the National Revenue Fund	902 658	919 377	950 638	995 606	1 059 557
Debt-service costs	301 806	307 157	340 460	362 840	397 074
Provincial equitable share	560 757	570 868	567 528	587 500	614 271
General fuel levy sharing with metropolitan municipalities	15 335	15 335	15 433	16 127	16 849
Skills levy and sector education and training authorities	20 619	21 238	23 027	24 816	26 846
Other ¹⁾	4 141	4 779	4 189	4 324	4 517
Appropriated by vote	1 057 029	1 084 609	1 077 438	1 097 744	1 153 439
Current payments	260 680	263 006	262 937	276 178	287 580
Transfers and subsidies	755 267	739 040	794 183	802 416	845 880
Payments for capital assets	15 506	16 160	18 401	18 301	19 091
Payments for financial assets	25 577	66 403	1 917	850	888
Provisional allocations	5 569	-	1 505	3 901	3 977
Provisional allocation not assigned to votes	1 372	-	1 505	1 858	1 839
Infrastructure Fund not assigned to votes	4 197	-	-	2 043	2 138
Unallocated reserve	-	-	-	35 693	44 533
Total	1 965 257	2 003 986	2 029 580	2 132 945	2 261 506
Plus:					
Contingency reserve	10 000	-	5 000	5 000	5 000
Estimate of national expenditure	1 975 257	2 003 986	2 034 580	2 137 945	2 266 506
<i>Percentage change from previous year</i>			1.5%	5.1%	6.0%
2022 Budget estimate of expenditure		1 975 257	1 992 007	2 096 559	
<i>Increase / decrease (-)</i>		28 730	42 573	41 385	
Gross domestic product	6 441 288	6 651 266	7 005 734	7 452 382	7 938 960

1) Includes direct appropriations in respect of the salaries of the President, Deputy President, judges, magistrates, members of Parliament, National Revenue Fund payments (previously classified as extraordinary payments), Auditor-General of South Africa, the International Oil Pollution Compensation Fund and allocations made in the 2022/23 Second Adjustments Appropriation Bill.

Source: National Treasury

Summary of the consolidated budget					
	2022/23		2023/24	2024/25	2025/26
	Budget estimate	Revised estimate	Budget estimate	Medium-term estimates	
R million					
National budget revenue ¹⁾	1 588 044	1 703 571	1 759 229	1 868 080	2 007 707
Revenue of provinces, social security funds and public entities	182 601	189 176	199 678	209 707	217 619
Consolidated budget revenue ²⁾	1 770 645	1 892 747	1 958 907	2 077 788	2 225 326
National budget expenditure ¹⁾	1 975 257	2 003 986	2 034 580	2 137 945	2 266 506
Expenditure of provinces, social security funds and public entities	182 011	164 813	208 009	221 804	210 892
Consolidated budget expenditure ²⁾	2 157 267	2 168 799	2 242 589	2 359 749	2 477 398
Consolidated budget balance	-386 622	-276 052	-283 682	-281 961	-252 072
<i>Percentage of GDP</i>	<i>-6.0%</i>	<i>-4.2%</i>	<i>-4.0%</i>	<i>-3.8%</i>	<i>-3.2%</i>
Redemptions	-97 252	-87 474	-162 232	-168 794	-185 969
Domestic long-term loans	-81 292	-71 712	-117 865	-131 369	-129 558
Foreign loans	-15 960	-15 762	-44 367	-37 426	-56 410
Eskom debt-relief arrangement	-	-	-78 000	-66 154	-110 223
Gross borrowing requirement	-483 874	-363 526	-523 914	-516 909	-548 264
Financing					
Domestic loans	326 896	291 398	396 190	419 658	388 049
Eskom debt-relief arrangement	-	-	-	-	70 000
Foreign loans	50 645	64 484	43 981	34 633	79 102
Change in cash and other balances	106 334	7 644	83 744	62 618	11 112
Total financing	483 874	363 526	523 914	516 909	548 264

1) Transfers to provinces, social security funds and public entities presented as part of the national budget.

2) Flows between national and provincial government, social security funds and public entities are netted out.

Source: National Treasury