

Vote 23

Defence

Adjusted budget summary

R thousand	2020/21						Adjusted appropriation
	Appropriation	Special appropriation	Adjustments appropriation	Adjustments appropriation			
				Decrease	Increase		
Amount to be appropriated	52 438 621	–	2 880 000	(255 144)	2 017 810	54 201 287	
<i>of which:</i>							
Current payments	44 573 925	–	1 909 814	–	1 572 917	46 146 842	
Transfers and subsidies	7 091 013	–	(117 000)	(255 144)	–	6 835 869	
Payments for capital assets	773 683	–	1 087 186	–	444 893	1 218 576	
Executive authority	Minister of Defence and Military Veterans						
Accounting officer	Secretary for Defence						
Website	www.dod.mil.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.

Performance

Indicator	Programme	MTSF priority	Annual performance		
			Projected for 2020/21 as published in the 2020 ENE	Achieved in the first half of 2020/21 (April to September)	Changed target for 2020/21
Total number of defence attaché offices	Administration	Priority 7: A better Africa and world	44	44	–
Total number of military skills development members in the system	Administration	Priority 6: Social cohesion and safer communities	3 604	3 558	–
Number of reserve force man days	Administration		2 695 963	1 793 464	3 098 866 ¹
Percentage compliance with the Southern African Development Community standby force pledge per year	Force Employment	Priority 7: A better Africa and world	100% (19)	100% (19)	–
Percentage compliance with number of ordered commitments (external operations) per year	Force Employment		100% (2)	100% (2)	–
Percentage compliance with number of ordered commitments (internal operations) per year	Force Employment		100% (4)	100% (4)	–
Number of joint, interdepartmental, interagency and multinational military exercises conducted per year	Force Employment	Priority 6: Social cohesion and safer communities	5	0	0 ¹
Number of landward subunits deployed on border safeguarding per year	Force Employment		15	15	–
Number of hours flown per year	Air Defence		17 100	7 304	–
Number of hours at sea per year	Maritime Defence		10 000	5 610	–

1. Target changed due to the COVID-19 lockdown.

Adjusted estimates

R thousand	Programme	2020/21							Adjusted appropriation
		Appropriation	Adjustments appropriation	Second adjustments appropriation				Total second adjustments appropriation	
				Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds		
Administration	5 731 874	(163 500)	–	–	–	–	(123 291)	(123 291)	5 445 083
Force Employment	3 671 088	763 424	–	–	180 000	–	6 162	186 162	4 620 674

2020 Adjusted Estimates of National Expenditure

Programme	2020/21									
	R thousand	Appropriation	Adjustments appropriation	Second adjustments appropriation					Total second adjustments appropriation	Adjusted appropriation
				Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Landward Defence	17 421 897	–	–	–	(16 954)	–	(787 759)	(804 713)	16 617 184	
Air Defence	7 405 301	239 000	–	–	(281 181)	–	173 032	(108 149)	7 536 152	
Maritime Defence	4 915 613	–	–	–	–	–	43 118	43 118	4 958 731	
Military Health Support	5 655 997	660 000	–	–	(16 300)	–	(222 287)	(238 587)	6 077 410	
Defence	1 187 534	–	–	–	(13 220)	–	(26 452)	(39 672)	1 147 862	
Intelligence										
General Support	6 449 317	1 381 076	–	–	147 655	–	(179 857)	(32 202)	7 798 191	
Total	52 438 621	2 880 000	–	–	–	–	(1 117 334)	(1 117 334)	54 201 287	
Economic classification										
Current payments	44 573 925	1 909 814	–	–	1 549 353	–	(1 886 250)	(336 897)	46 146 842	
Compensation of employees	31 177 687	763 424	–	–	930 000	–	(1 886 250)	(956 250)	30 984 861	
Goods and services	13 396 238	1 146 390	–	–	619 353	–	–	619 353	15 161 981	
Transfers and subsidies	7 091 013	(117 000)	–	–	(907 060)	–	768 916	(138 144)	6 835 869	
Provinces and municipalities	611	–	–	–	–	–	–	–	611	
Departmental agencies and accounts	5 376 947	–	–	–	(927 000)	–	809 840	(117 160)	5 259 787	
Foreign governments and international organisations	–	–	–	–	22 940	–	–	22 940	22 940	
Public corporations and private enterprises	1 512 968	(117 000)	–	–	(3 000)	–	(40 924)	(43 924)	1 352 044	
Non-profit institutions	10 026	–	–	–	–	–	–	–	10 026	
Households	190 461	–	–	–	–	–	–	–	190 461	
Payments for capital assets	773 683	1 087 186	–	–	(642 293)	–	–	(642 293)	1 218 576	
Buildings and other fixed structures	449 870	10 522	–	–	–	–	–	–	460 392	
Machinery and equipment	278 718	1 076 664	–	–	(670 000)	–	–	(670 000)	685 382	
Specialised military assets	1 806	–	–	–	–	–	–	–	1 806	
Software and other intangible assets	43 289	–	–	–	27 707	–	–	27 707	70 996	
Total	52 438 621	2 880 000	–	–	–	–	(1 117 334)	(1 117 334)	54 201 287	

Programme 1: Administration

Subprogramme	2020/21									
	R thousand	Appropriation	Adjustments appropriation	Second adjustments appropriation					Total second adjustments appropriation	Adjusted appropriation
				Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Ministry	132 334	(33 000)	–	–	–	–	(2 163)	(2 163)	97 171	
Departmental Direction	53 424	(1 000)	–	–	–	–	(2 442)	(2 442)	49 982	
Policy and Planning	127 573	(2 000)	–	–	–	–	(5 596)	(5 596)	119 977	
Financial Services	447 596	(10 000)	–	–	–	–	(20 729)	(20 729)	416 867	
Human Resources	998 820	(60 700)	–	–	–	–	(40 425)	(40 425)	897 695	
Support Services										
Legal Services	371 604	(9 000)	–	–	–	–	(17 575)	(17 575)	345 029	
Inspection and Audit Services	158 269	–	–	–	–	–	(7 451)	(7 451)	150 818	

Programme 1: Administration (continued)

Subprogramme		2020/21							Total second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation	Second adjustments appropriation				Other adjustments			
			Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds				
Acquisition Services	77 550	–	–	–	–	–	(3 855)	(3 855)	73 695	
Communication Services	132 737	(50 000)	–	–	–	–	(2 204)	(2 204)	80 533	
South African National Defence Force Command and Control	191 616	–	–	–	–	–	(9 118)	(9 118)	182 498	
Religious Services	20 752	–	–	–	–	–	(782)	(782)	19 970	
Defence Reserve Direction	36 499	–	–	–	–	–	(1 092)	(1 092)	35 407	
Defence Foreign Relations Office	309 022	(27 800)	–	–	–	–	(9 859)	(9 859)	271 363	
Accommodation	2 674 078	30 000	–	–	–	–	–	–	2 704 078	
Total	5 731 874	(163 500)	–	–	–	–	(123 291)	(123 291)	5 445 083	
Economic classification										
Current payments	5 648 744	(163 500)	–	–	–	–	(123 291)	(123 291)	5 361 953	
Compensation of employees	2 229 030	–	–	–	–	–	(123 291)	(123 291)	2 105 739	
Goods and services	3 419 714	(163 500)	–	–	–	–	–	–	3 256 214	
Transfers and subsidies	54 276	–	–	–	–	–	–	–	54 276	
Provinces and municipalities	54	–	–	–	–	–	–	–	54	
Departmental agencies and accounts	24 052	–	–	–	–	–	–	–	24 052	
Non-profit institutions	8 995	–	–	–	–	–	–	–	8 995	
Households	21 175	–	–	–	–	–	–	–	21 175	
Payments for capital assets	28 854	–	–	–	–	–	–	–	28 854	
Machinery and equipment	28 825	–	–	–	–	–	–	–	28 825	
Software and other intangible assets	29	–	–	–	–	–	–	–	29	
Total	5 731 874	(163 500)	–	–	–	–	(123 291)	(123 291)	5 445 083	

Programme 2: Force Employment

Subprogramme		2020/21							Total second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation	Second adjustments appropriation				Other adjustments			
			Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds				
Strategic Direction	209 466	(10 686)	–	–	–	–	(6 846)	(6 846)	191 934	
Operational Direction	400 072	(13 982)	–	–	–	–	(16 547)	(16 547)	369 543	
Special Operations	954 499	(26 663)	–	–	–	–	138 974	138 974	1 066 810	
Regional Security	985 056	(79 711)	–	–	–	–	(28 779)	(28 779)	876 566	
Support to the People	1 121 995	894 466	–	–	180 000	–	(80 640)	99 360	2 115 821	
Total	3 671 088	763 424	–	–	180 000	–	6 162	186 162	4 620 674	

Programme 2: Force Employment (continued)

Economic classification	2020/21									
	R thousand	Appropriation	Adjustments appropriation	Second adjustments appropriation					Total second adjustments appropriation	Adjusted appropriation
				Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Current payments	3 334 869	834 106	–	–	180 000	–	(163 838)	16 162	4 185 137	
Compensation of employees	2 198 683	763 424	–	–	180 000	–	(163 838)	16 162	2 978 269	
Goods and services	1 136 186	70 682	–	–	–	–	–	–	1 206 868	
Transfers and subsidies	231 009	–	–	–	–	–	170 000	170 000	401 009	
Provinces and municipalities	5	–	–	–	–	–	–	–	5	
Departmental agencies and accounts	213 513	–	–	–	–	–	170 000	170 000	383 513	
Public corporations and private enterprises	10 298	–	–	–	–	–	–	–	10 298	
Households	7 193	–	–	–	–	–	–	–	7 193	
Payments for capital assets	105 210	(70 682)	–	–	–	–	–	–	34 528	
Buildings and other fixed structures	67 096	(59 478)	–	–	–	–	–	–	7 618	
Machinery and equipment	37 515	(11 204)	–	–	–	–	–	–	26 311	
Specialised military assets	599	–	–	–	–	–	–	–	599	
Total	3 671 088	763 424	–	–	180 000	–	6 162	186 162	4 620 674	

Programme 3: Landward Defence

Subprogramme	2020/21									
	R thousand	Appropriation	Adjustments appropriation	Second adjustments appropriation					Total second adjustments appropriation	Adjusted appropriation
				Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Strategic Direction	458 372	–	–	–	–	–	–	(36 153)	(36 153)	422 219
Infantry Capability	6 739 485	–	–	–	339 296	–	–	(372 127)	(32 831)	6 706 654
Armour Capability	511 449	–	–	–	–	–	–	(26 984)	(26 984)	484 465
Artillery Capability	872 759	–	–	–	(132 028)	–	–	(26 693)	(158 721)	714 038
Air Defence	554 736	–	–	–	(37 338)	–	–	(19 684)	(57 022)	497 714
Artillery Capability Engineering	858 331	–	–	–	–	–	–	(44 150)	(44 150)	814 181
Operational Intelligence	252 748	–	–	–	–	–	–	(13 514)	(13 514)	239 234
Command and Control Capability	240 044	–	–	–	–	–	–	(11 581)	(11 581)	228 463
Support Capability	4 921 405	–	–	–	(186 884)	–	–	(138 040)	(324 924)	4 596 481
General Training Capability	558 523	–	–	–	–	–	–	(25 349)	(25 349)	533 174
Signal Capability	1 454 045	–	–	–	–	–	–	(73 484)	(73 484)	1 380 561
Total	17 421 897	–	–	–	(16 954)	–	–	(787 759)	(804 713)	16 617 184
Economic classification										
Current payments	15 360 040	–	–	–	589 455	–	–	(848 437)	(258 982)	15 101 058
Compensation of employees	13 177 957	–	–	–	685 000	–	–	(848 437)	(163 437)	13 014 520
Goods and services	2 182 083	–	–	–	(95 545)	–	–	–	(95 545)	2 086 538

Programme 3: Landward Defence (continued)

		2020/21							
		Adjustments appropriation	Second adjustments appropriation				Total second adjustments appropriation	Adjusted appropriation	
R thousand	Appropriation		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds			Other adjustments
Transfers and subsidies	2 035 086	–	–	–	(606 409)	–	60 678	(545 731)	1 489 355
Provinces and municipalities	6	–	–	–	–	–	–	–	6
Departmental agencies and accounts	1 939 129	–	–	–	(606 409)	–	60 678	(545 731)	1 393 398
Public corporations and private enterprises	14 884	–	–	–	–	–	–	–	14 884
Households	81 067	–	–	–	–	–	–	–	81 067
Payments for capital assets	26 771	–	–	–	–	–	–	–	26 771
Buildings and other fixed structures	1 941	–	–	–	–	–	–	–	1 941
Machinery and equipment	23 623	–	–	–	–	–	–	–	23 623
Specialised military assets	1 207	–	–	–	–	–	–	–	1 207
Total	17 421 897	–	–	–	(16 954)	–	(787 759)	(804 713)	16 617 184

Programme 4: Air Defence

Subprogramme		2020/21							
		Adjustments appropriation	Second adjustments appropriation				Total second adjustments appropriation	Adjusted appropriation	
R thousand	Appropriation		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds			Other adjustments
Strategic Direction	31 827	–	–	–	–	–	(1 156)	(1 156)	30 671
Operational Direction	149 642	70 000	–	–	–	–	–	–	219 642
Helicopter Capability	819 272	–	–	–	(35 810)	–	378 078	342 268	1 161 540
Transport and Maritime Capability	1 071 382	173 400	–	–	(245 371)	–	(11 750)	(257 121)	987 661
Air Combat Capability	871 349	–	–	–	–	–	(4 894)	(4 894)	866 455
Operational Support and Intelligence Capability	418 040	–	–	–	–	–	(20 155)	(20 155)	397 885
Command and Control Capability	629 101	–	–	–	–	–	(11 499)	(11 499)	617 602
Base Support Capability	2 238 176	(2 000)	–	–	–	–	(103 947)	(103 947)	2 132 229
Command Post	74 558	–	–	–	–	–	(3 623)	(3 623)	70 935
Training Capability	522 735	(2 400)	–	–	–	–	(23 179)	(23 179)	497 156
Technical Support Services	579 219	–	–	–	–	–	(24 843)	(24 843)	554 376
Total	7 405 301	239 000	–	–	(281 181)	–	173 032	(108 149)	7 536 152
Economic classification									
Current payments	6 301 160	239 000	–	–	(35 810)	–	(219 255)	(255 065)	6 285 095
Compensation of employees	3 964 019	–	–	–	–	–	(219 255)	(219 255)	3 744 764
Goods and services	2 337 141	239 000	–	–	(35 810)	–	–	(35 810)	2 540 331

Programme 4: Air Defence (continued)

		2020/21							
		Second adjustments appropriation					Total second adjustments appropriation	Adjusted appropriation	
R thousand	Appropriation	Adjustments appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Transfers and subsidies	1 076 188	–	–	–	(245 371)	–	392 287	146 916	1 223 104
Provinces and municipalities	5	–	–	–	–	–	–	–	5
Departmental agencies and accounts	1 048 862	–	–	–	(245 371)	–	392 287	146 916	1 195 778
Households	27 321	–	–	–	–	–	–	–	27 321
Payments for capital assets	27 953	–	–	–	–	–	–	–	27 953
Buildings and other fixed structures	30	–	–	–	–	–	–	–	30
Machinery and equipment	27 923	–	–	–	–	–	–	–	27 923
Total	7 405 301	239 000	–	–	(281 181)	–	173 032	(108 149)	7 536 152

Programme 5: Maritime Defence

		2020/21							
		Second adjustments appropriation					Total second adjustments appropriation	Adjusted appropriation	
R thousand	Appropriation	Adjustments appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Maritime Direction	690 780	(12 506)	–	–	–	–	–	678 274	
Maritime Combat Capability	1 737 678	35 251	–	–	–	–	186 875	1 959 804	
Maritime Logistic Support Capability	1 198 518	239	–	–	–	–	–	1 198 757	
Maritime Human Resources and Training Capability	610 181	(5 951)	–	–	–	–	(80 935)	523 295	
Base Support Capability	678 456	(17 033)	–	–	–	–	(62 822)	598 601	
Total	4 915 613	–	–	–	–	–	43 118	4 958 731	
Economic classification									
Current payments	3 579 006	–	–	–	–	–	(143 757)	3 435 249	
Compensation of employees	2 599 061	–	–	–	–	–	(143 757)	2 455 304	
Goods and services	979 945	–	–	–	–	–	–	979 945	
Transfers and subsidies	1 315 506	–	–	–	–	–	186 875	1 502 381	
Departmental agencies and accounts	979 938	–	–	–	–	–	186 875	1 166 813	
Public corporations and private enterprises	313 360	–	–	–	–	–	–	313 360	
Households	22 208	–	–	–	–	–	–	22 208	
Payments for capital assets	21 101	–	–	–	–	–	–	21 101	
Machinery and equipment	20 470	–	–	–	–	–	–	20 470	
Software and other intangible assets	631	–	–	–	–	–	–	631	
Total	4 915 613	–	–	–	–	–	43 118	4 958 731	

Programme 6: Military Health Support

Subprogramme		2020/21							
		Second adjustments appropriation						Total second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Strategic Direction	229 124	–	–	–	50 000	–	(10 330)	39 670	268 794
Mobile Military Health Support	270 349	–	–	–	(50 000)	–	(8 058)	(58 058)	212 291
Area Military Health Service	1 941 383	–	–	–	–	–	(80 956)	(80 956)	1 860 427
Specialist/Tertiary Health Service	2 334 825	–	–	–	–	–	(91 956)	(91 956)	2 242 869
Military Health Product Support Capability	320 540	660 000	–	–	(16 300)	–	(4 254)	(20 554)	959 986
Military Health Maintenance Capability	174 916	–	–	–	–	–	(7 442)	(7 442)	167 474
Military Health Training Capability	384 860	–	–	–	–	–	(19 291)	(19 291)	365 569
Total	5 655 997	660 000	–	–	(16 300)	–	(222 287)	(238 587)	6 077 410
Economic classification									
Current payments	5 527 095	299 632	–	–	83 700	–	(222 287)	(138 587)	5 688 140
Compensation of employees	4 018 829	–	–	–	50 000	–	(222 287)	(172 287)	3 846 542
Goods and services	1 508 266	299 632	–	–	33 700	–	–	33 700	1 841 598
Transfers and subsidies	76 419	–	–	–	(50 000)	–	–	(50 000)	26 419
Provinces and municipalities	488	–	–	–	–	–	–	–	488
Departmental agencies and accounts	62 722	–	–	–	(50 000)	–	–	(50 000)	12 722
Non-profit institutions	1 031	–	–	–	–	–	–	–	1 031
Households	12 178	–	–	–	–	–	–	–	12 178
Payments for capital assets	52 483	360 368	–	–	(50 000)	–	–	(50 000)	362 851
Machinery and equipment	52 483	360 368	–	–	(50 000)	–	–	(50 000)	362 851
Total	5 655 997	660 000	–	–	(16 300)	–	(222 287)	(238 587)	6 077 410

Programme 7: Defence Intelligence

Subprogramme		2020/21							
		Second adjustments appropriation						Total second adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Operations	655 116	–	–	–	(13 220)	–	–	(13 220)	641 896
Defence Intelligence Support Services	532 418	–	–	–	–	–	(26 452)	(26 452)	505 966
Total	1 187 534	–	–	–	(13 220)	–	(26 452)	(39 672)	1 147 862
Economic classification									
Current payments	528 040	–	–	–	–	–	(26 452)	(26 452)	501 588
Compensation of employees	478 261	–	–	–	–	–	(26 452)	(26 452)	451 809
Goods and services	49 779	–	–	–	–	–	–	–	49 779

Programme 7: Defence Intelligence (continued)

R thousand	2020/21								Adjusted appropriation
	Appropriation	Adjustments appropriation	Second adjustments appropriation					Total second adjustments appropriation	
			Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Transfers and subsidies	659 274	–	–	–	(13 220)	–	–	(13 220)	646 054
Departmental agencies and accounts	655 116	–	–	–	(13 220)	–	–	(13 220)	641 896
Households	4 158	–	–	–	–	–	–	–	4 158
Payments for capital assets	220	–	–	–	–	–	–	–	220
Machinery and equipment	220	–	–	–	–	–	–	–	220
Total	1 187 534	–	–	–	(13 220)	–	(26 452)	(39 672)	1 147 862

Programme 8: General Support

Subprogramme	2020/21								Adjusted appropriation
	Appropriation	Adjustments appropriation	Second adjustments appropriation					Total second adjustments appropriation	
			Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Joint Logistic Services	2 954 823	1 504 076	–	–	147 655	–	(96 887)	50 768	4 509 667
Command and Management Information Systems	1 053 148	–	–	–	(15 000)	–	(5 400)	(20 400)	1 032 748
Military Police	728 164	–	–	–	15 000	–	(36 646)	(21 646)	706 518
Technology Development	467 254	–	–	–	–	–	–	–	467 254
Departmental Support	1 245 928	(123 000)	–	–	–	–	(40 924)	(40 924)	1 082 004
Total	6 449 317	1 381 076	–	–	147 655	–	(179 857)	(32 202)	7 798 191
Economic classification									
Current payments	4 294 971	700 576	–	–	732 008	–	(138 933)	593 075	5 588 622
Compensation of employees	2 511 847	–	–	–	15 000	–	(138 933)	(123 933)	2 387 914
Goods and services	1 783 124	700 576	–	–	717 008	–	–	717 008	3 200 708
Transfers and subsidies	1 643 255	(117 000)	–	–	7 940	–	(40 924)	(32 984)	1 493 271
Provinces and municipalities	53	–	–	–	–	–	–	–	53
Departmental agencies and accounts	453 615	–	–	–	(12 000)	–	–	(12 000)	441 615
Foreign governments and international organisations	–	–	–	–	22 940	–	–	22 940	22 940
Public corporations and private enterprises	1 174 426	(117 000)	–	–	(3 000)	–	(40 924)	(43 924)	1 013 502
Households	15 161	–	–	–	–	–	–	–	15 161
Payments for capital assets	511 091	797 500	–	–	(592 293)	–	–	(592 293)	716 298
Buildings and other fixed structures	380 803	70 000	–	–	–	–	–	–	450 803
Machinery and equipment	87 659	727 500	–	–	(620 000)	–	–	(620 000)	195 159
Software and other intangible assets	42 629	–	–	–	27 707	–	–	27 707	70 336
Total	6 449 317	1 381 076	–	–	147 655	–	(179 857)	(32 202)	7 798 191

Details of adjustments to the 2020 Estimates of National Expenditure

Virements and shifts within the vote

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					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 3		(701 954)	Programme 8		95 545
Goods and services	Maintenance and repairs	(95 545)	Goods and services	Maintenance and repair of vehicles (Operation Thusano)	95 545
Departmental agencies and accounts	Special defence account ¹	(606 409)	Programme 3		606 409
			Compensation of employees	Extended deployment of members ¹	606 409
Shifts within the programme as a percentage of the programme budget		3.5%			
Virements to other programmes as a percentage of the programme budget					
Programme 4		(281 181)	Programme 8		35 810
Goods and services	Maintenance and repairs	(35 810)	Goods and services	Maintenance and repair of vehicles (Operation Thusano)	35 810
Departmental agencies and accounts	Special defence account ¹	(65 371)	Programme 3		65 371
	Special defence account ¹	(180 000)	Compensation of employees	Extended deployment of members ¹	65 371
			Programme 2		180 000
			Compensation of employees	Extended deployment of members ¹	180 000
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget					
Programme 6		(116 300)	Programme 8		16 300
Goods and services	Maintenance and repairs	(16 300)	Goods and services	Maintenance and repair of vehicles (Operation Thusano)	16 300
Departmental agencies and accounts	Special defence account ¹	(50 000)	Programme 6		100 000
Payments for capital assets	Machinery and equipment ²	(50 000)	Compensation of employees	Extended deployment of members ¹	50 000
			Goods and services	Personal protective equipment for medical practitioners ²	50 000
Shifts within the programme as a percentage of the programme budget		1.8%			
Virements to other programmes as a percentage of the programme budget					
Programme 7		(13 220)	Programme 3		13 220
Departmental agencies and accounts	Special defence account ¹	(13 220)	Compensation of employees	Extended deployment of members ¹	13 220
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget					
Programme 8		(688 647)	Programme 8		688 647
Goods and services	Computer services	(27 707)	Software and other intangible assets	Software licence fees	27 707

From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
	Legal services ²	(22 940)	Foreign governments and international organisations	Construction of the Southern African Development Community Standby Force regional logistics depot ²	22 940
Departmental agencies and accounts	Special defence account ¹	(15 000)	Compensation of employees	Extended deployment of members ¹	15 000
Public corporations and private enterprises	Reallocation of funds incorrectly allocated in the 2020 Supplementary Budget ²	(3 000)	Departmental agencies and accounts	Castle Control Board ²	3 000
Machinery and equipment	Reallocation of funds incorrectly allocated in the 2020 Supplementary Budget ²	(620 000)	Goods and services	Personal protective equipment for medical practitioners ²	620 000
Shifts within the programme as a percentage of the programme budget		10.7%			
Virements to other programmes as a percentage of the programme budget					
Total		(1 801 302)			1 801 302

1. Only Parliament may approve this virement.

2. National Treasury approval has been obtained.

Other adjustments – R1.117 billion

Adjustments to expenditure earmarked in the 2020 Budget and Supplementary Budget

Programme 1: Administration

A reduction of R123.291 million is effected on compensation of employees.

Programme 2: Force Employment

A reduction of R163.838 million is effected on compensation of employees.

Programme 3: Landward Defence

A reduction of R848.437 million is effected on compensation of employees.

Programme 4: Air Defence

A reduction of R219.255 million is effected on compensation of employees.

Programme 5: Maritime Defence

A reduction of R143.757 million is effected on compensation of employees.

Programme 6: Military Health Support

A reduction of R222.287 million is effected on compensation of employees.

Programme 7: Defence Intelligence

A reduction of R26.452 million is effected on compensation of employees.

Programme 8: General Support

A reduction of R138.933 million is effected on compensation of employees, and a reduction of R40.924 million is effected on transfers and subsidies to public corporations.

Self-financing expenditure

Revenue of R809.8 million has been generated from reimbursements from the United Nations for South Africa's contribution to peace support operations, and the sale of equipment and spares procured through the special defence account. This will be returned to the vote from the National Revenue Fund to cover operational costs related to the department's participation in the peacekeeping mission in the Democratic Republic of the Congo, as well as critical elements of the 2015 South African Defence Review. Of this amount, R170 million is allocated to the *Force Employment* programme, R60.7 million to the *Landward Defence* programme, R392.3 million to the *Air Defence* programme, and R186.9 million to the *Maritime Defence* programme.

Expenditure outcome for 2019/20 and actual expenditure for 2020/21

Programme	2019/20					2020/21			
	Adjusted appropriation	Outcome			Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure		
		Apr 19 - Sep 19	% of adjusted appropriation	Apr 19 - Mar 20			% of adjusted appropriation	Apr 20 - Sep 20	% of adjusted appropriation
R thousand									
Administration	5 524 591	2 673 346	48.4	5 340 607	96.7	5 445 083	10.0	2 276 276	41.8
Force Employment	3 620 718	1 572 412	43.4	3 491 508	96.4	4 620 674	8.5	2 018 641	43.7
Landward Defence	16 527 002	8 445 516	51.1	16 763 706	101.4	16 617 184	30.7	8 755 605	52.7
Air Defence	6 979 575	3 300 347	47.3	6 701 148	96.0	7 536 152	13.9	3 019 830	40.1
Maritime Defence	4 838 487	2 034 646	42.1	4 709 411	97.3	4 958 731	9.1	2 109 093	42.5
Military Health Support	5 375 266	2 581 885	48.0	5 362 908	99.8	6 077 410	11.2	2 637 846	43.4
Defence Intelligence	1 020 469	477 610	46.8	1 002 362	98.2	1 147 862	2.1	553 407	48.2
General Support	6 349 471	3 023 479	47.6	6 858 054	108.0	7 798 191	14.4	3 980 211	51.0
Subtotal	50 235 579	24 109 241	48.0	50 229 704	100.0	54 201 287	100.0	25 350 909	46.8
Total	50 235 579	24 109 241	48.0	50 229 704	100.0	54 201 287	100.0	25 350 909	46.8
Economic classification									
Current payments	42 126 288	20 405 151	48.4	42 763 210	101.5	46 146 842	85.1	21 636 875	46.9
Compensation of employees	29 193 710	15 672 381	53.7	31 803 026	108.9	30 984 861	57.2	16 262 010	52.5
Goods and services	12 932 578	4 732 770	36.6	10 960 184	84.7	15 161 981	28.0	5 374 865	35.4
Transfers and subsidies	7 344 938	3 227 045	43.9	6 021 817	82.0	6 835 869	12.6	3 215 485	47.0
Provinces and municipalities	939	407	43.3	141	15.0	611	0.0	41	6.7
Departmental agencies and accounts	5 699 626	2 424 607	42.5	4 353 302	76.4	5 259 787	9.7	2 371 604	45.1
Foreign governments and international organisations	–	–	–	–	–	22 940	0.0	22 139	96.5
Public corporations and private enterprises	1 467 968	721 171	49.1	1 469 152	100.1	1 352 044	2.5	747 608	55.3
Non-profit institutions	9 744	4 371	44.9	9 550	98.0	10 026	0.0	5 140	51.3
Households	166 661	76 489	45.9	189 672	113.8	190 461	0.4	68 953	36.2

2020 Adjusted Estimates of National Expenditure

Economic classification	2019/20					2020/21			
	Adjusted appropriation	Outcome				Adjusted appropriation	Adjusted appropriation/Total (%)	Actual expenditure	
		Apr 19 - Sep 19	% of adjusted appropriation	Apr 19 - Mar 20	% of adjusted appropriation			Apr 20 - Sep 20	% of adjusted appropriation
R thousand									
Payments for capital assets	762 778	474 474	62.2	1 417 666	185.9	1 218 576	2.2	497 997	40.9
Buildings and other fixed structures	351 300	255 505	72.7	810 985	230.9	460 392	0.8	357 319	77.6
Machinery and equipment	262 765	76 411	29.1	382 999	145.8	685 382	1.3	87 534	12.8
Specialised military assets	1 794	–	–	–	–	1 806	0.0	–	–
Biological assets	–	–	–	1 036	–	–	–	–	–
Software and other intangible assets	146 919	142 558	97.0	222 646	151.5	70 996	0.1	53 144	74.9
Payments for financial assets	1 575	2 571	163.2	27 011	1 715.0	–	–	552	–
Total	50 235 579	24 109 241	48.0	50 229 704	100.0	54 201 287	100.0	25 350 909	46.8

Expenditure trends

Total expenditure in 2019/20 was R50.2 billion, 100 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2019/20 was R24.1 billion, 48 per cent of the adjusted appropriation for the year, whereas mid-year expenditure in 2020/21 was R25.4 billion, 46.8 per cent of the adjusted appropriation of R54.2 billion for the year. Compared to the first half of 2019/20, expenditure over the same period in 2020/21 increased by R1.2 billion, 5.2 per cent. This was mainly due to an increase in compensation of employees following the deployment of additional reserve force members to ensure compliance with COVID-19 lockdown regulations.

Departmental receipts

Economic classification	2019/20					2020/21				
	Adjusted estimate	Outcome				Budget estimate	Adjusted estimate	Adjusted receipts estimate/Total (%)	Actual receipts	
		Apr 19 - Sep 19	% of adjusted estimate	Apr 19 - Mar 20	% of adjusted estimate				Apr 20 - Sep 20	% of adjusted estimate
R thousand										
Departmental receipts	1 086 863	320 602	29.5	1 197 622	110.2	1 202 886	1 172 541	100.0	344 875	29.4
Sales of goods and services produced by department	436 547	185 108	42.4	775 816	177.7	458 776	458 776	39.1	210 095	45.8
Sales of scrap, waste, arms and other used current goods	1 497	311	20.8	733	49.0	1 542	1 542	0.1	239	15.5
Transfers received	599 810	116 394	19.4	363 236	60.6	629 801	629 801	53.7	117 357	18.6
Fines, penalties and forfeits	1 274	1 009	79.2	1 804	141.6	1 333	1 333	0.1	676	50.7
Interest, dividends and rent on land	4 154	2 463	59.3	6 000	144.4	4 372	4 372	0.4	2 787	63.7
Sales of capital assets	28 901	–	–	–	–	30 345	–	–	–	–
Transactions in financial assets and liabilities	14 680	15 317	104.3	50 033	340.8	76 717	76 717	6.5	13 721	17.9
Total	1 086 863	320 602	29.5	1 197 622	110.2	1 202 886	1 172 541	100.0	344 875	29.4

Revenue trends

Mid-year revenue in 2019/20 was R320.6 million, 29.5 per cent of the 2019/20 adjusted estimate, whereas revenue for the first half of 2020/21 was R344.9 million, 29.4 per cent of the adjusted revenue estimate of

R1.2 billion for the year. Compared to the first half of 2019/20, revenue over the same period in 2020/21 increased by R24.3 million, 7.6 per cent. This was mainly due to reimbursements from the United Nations for peace support operations in the Democratic Republic of the Congo.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	Appropriation	2020/21									
		Special appropriation	Adjustments appropriation	Second adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
				Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments			
Force Employment											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	213 402	-	-	-	-	-	-	170 000	170 000	383 402	
Special defence account	213 402	-	-	-	-	-	-	170 000	170 000	383 402	
Landward Defence											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 939 128	-	-	-	-	(606 409)	-	60 678	(545 731)	1 393 397	
Special defence account	1 939 128	-	-	-	-	(606 409)	-	60 678	(545 731)	1 393 397	
Air Defence											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 048 856	-	-	-	-	(245 371)	-	392 287	146 916	1 195 772	
Special defence account	1 048 856	-	-	-	-	(245 371)	-	392 287	146 916	1 195 772	
Maritime Defence											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	979 938	-	-	-	-	-	-	186 875	186 875	1 166 813	
Special defence account	979 938	-	-	-	-	-	-	186 875	186 875	1 166 813	
Military Health Support											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	62 700	-	-	-	-	(50 000)	-	-	(50 000)	12 700	
Special defence account	62 700	-	-	-	-	(50 000)	-	-	(50 000)	12 700	
Defence Intelligence											
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	655 116	-	-	-	-	(13 220)	-	-	(13 220)	641 896	
Special defence account	655 116	-	-	-	-	(13 220)	-	-	(13 220)	641 896	

Summary of changes to transfers and subsidies per programme (continued)

		2020/21								
		Second adjustments appropriation					Total			
R thousand	Appropriation	Special appropriation	Adjustments appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	adjustments appropriation	Adjusted appropriation
General Support										
Departmental agencies and accounts										
Departmental agencies (non-business entities)										
	Current									
	453 610	–	–	–	–	(12 000)	–	–	(12 000)	441 610
Special defence account	453 610	–	–	–	–	(15 000)	–	–	(15 000)	438 610
Castle Control Board	–	–	–	–	–	3 000	–	–	3 000	3 000
Foreign governments and international organisations										
	Current									
	–	–	–	–	–	22 940	–	–	22 940	22 940
Foreign governments and international organisations	–	–	–	–	–	22 940	–	–	22 940	22 940
Public corporations and private enterprises										
Public corporations										
Subsidies on production or products										
	Current									
	1 174 426	–	(120 000)	–	–	–	–	(40 924)	(40 924)	1 013 502
Armaments Corporation of South Africa	1 174 426	–	(120 000)	–	–	–	–	(40 924)	(40 924)	1 013 502
Public corporations and private enterprises										
Public corporations										
Other transfers										
	Current									
	–	–	3 000	–	–	(3 000)	–	–	(3 000)	–
Castle Control Board	–	–	3 000	–	–	(3 000)	–	–	(3 000)	–