

# Vote 23

## Defence

### Adjusted budget summary

R thousand	Appropriation	2022/23		Adjusted appropriation
		Decrease	Increase	
<b>Amount to be appropriated</b>	<b>49 090 089</b>	–	<b>1 708 938</b>	<b>50 799 027</b>
<i>of which:</i>				
Current payments	43 765 838	–	703 842	44 469 680
Transfers and subsidies	4 668 387	–	949 485	5 617 872
Payments for capital assets	655 864	–	55 611	711 475
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 2022/23	Achieved in the first half of 2022/23 (April to September)	Changed target for 2022/23
Number of reserve force person days per year	Administration	Priority 6: Social cohesion and safer communities	1 985 307	1 385 088	–
Percentage compliance with the Southern African Development Community standby force pledge per year	Force Employment	Priority 7: A better Africa and world	100%	75%	–
Percentage compliance with external operations per year	Force Employment		100% (2)	100% (2)	–
Percentage compliance with internal operations per year	Force Employment	Priority 6: Social cohesion and safer communities	100% (4)	100% (4)	–
Number of joint, interdepartmental, interagency and multinational military exercises conducted per year	Force Employment	Priority 7: A better Africa and world	4	1	–
Number of landward subunits deployed on border safeguarding per year	Force Employment	Priority 6: Social cohesion and safer communities	15	15	–
Number of hours flown per year	Air Defence		12 000	6 698	–
Number of hours at sea per year	Maritime Defence		8 000	1 571	–
Number of maritime coastal patrols conducted per year	Maritime Defence		4	3	–

### Progress

Throughout the year, the South African National Defence Force provides support to 2 external operations: the United Nations peace support operation in the Democratic Republic of the Congo and the deployment of personnel as part of Operation Vikela to assist in combating terrorism in Mozambique's Cabo Delgado province. Similarly, the department has also complied with the order to execute all 4 of South Africa's internal commitments: border safeguarding, police support, humanitarian search and rescue missions, and providing disaster aid during the flooding in KwaZulu-Natal.

By mid-year, 1 interdepartmental, interagency and multinational military exercise was completed against an annual target of 4. This target is typically achieved in the fourth quarter. The South African National Defence Force has deployed all 15 landward subunits to execute border safeguarding in Limpopo, Mpumalanga, KwaZulu-Natal, Free State, Eastern Cape, Northern Cape and North West. The deployment was coordinated as a single activity in the first half of 2022/23.

In the first half of the year, 1 571 hours were spent at sea against an annual target of 12 000 hours. This underachievement was due to delays in the repair and maintenance of vessels. The department is, however, on track to achieve the target by the end of the financial year as targets for operational tasks at sea are typically achieved in the fourth quarter.

## Adjusted estimates

Programme		2022/23							Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation		
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		Other adjustments <sup>1</sup>	
Administration	5 779 304	–	–	–	–	–	–	5 779 304	
Force Employment	3 700 284	–	193 450	–	–	–	1 114 256	5 007 990	
Landward Defence	15 550 433	–	–	–	–	–	67 998	15 618 431	
Air Defence	6 201 291	–	–	–	–	–	333 234	6 534 525	
Maritime Defence	4 662 412	–	–	–	–	–	–	4 662 412	
Military Health	5 525 626	–	–	–	–	–	–	5 525 626	
Support									
Defence Intelligence	1 151 308	–	–	–	–	–	–	1 151 308	
General Support	6 519 431	–	–	–	–	–	–	6 519 431	
<b>Total</b>	<b>49 090 089</b>	<b>–</b>	<b>193 450</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 515 488</b>	<b>50 799 027</b>	
<b>Economic classification</b>									
<b>Current payments</b>	<b>43 765 838</b>	<b>–</b>	<b>193 450</b>	<b>(59 300)</b>	<b>–</b>	<b>–</b>	<b>569 692</b>	<b>44 469 680</b>	
Compensation of employees	30 679 616	–	103 663	–	–	–	200 555	30 983 834	
Goods and services	13 086 222	–	89 787	(59 300)	–	–	369 137	13 485 846	
<b>Transfers and subsidies</b>	<b>4 668 387</b>	<b>–</b>	<b>–</b>	<b>59 300</b>	<b>–</b>	<b>–</b>	<b>890 185</b>	<b>5 617 872</b>	
Provinces and municipalities	190	–	–	–	–	–	–	190	
Departmental agencies and accounts	1 983 324	–	–	–	–	–	810 185	2 793 509	
Foreign governments and international organisations	–	–	–	59 300	–	–	80 000	139 300	
Public corporations and private enterprises	1 481 079	–	–	–	–	–	–	1 481 079	
Non-profit institutions	10 449	–	–	–	–	–	–	10 449	
Households	1 193 345	–	–	–	–	–	–	1 193 345	
<b>Payments for capital assets</b>	<b>655 864</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>55 611</b>	<b>711 475</b>	
Buildings and other fixed structures	428 653	–	–	–	–	–	–	428 653	
Machinery and equipment	222 025	–	–	–	–	–	55 611	277 636	
Specialised military assets	1 096	–	–	–	–	–	–	1 096	
Biological assets	40	–	–	–	–	–	–	40	
Software and other intangible assets	4 050	–	–	–	–	–	–	4 050	
<b>Total</b>	<b>49 090 089</b>	<b>–</b>	<b>193 450</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 515 488</b>	<b>50 799 027</b>	

1. Other adjustments include funds shifted within a vote following a function shift, funds shifted between votes, adjustments due to significant and unforeseeable economic and financial events, self-financing expenditure, and the use of funds in terms of section 16 of the Public Finance Management Act (1999).

**Programme 1: Administration**

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation			
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		Other adjustments		
Ministry	126 617	–	–	–	–	–	–	–	126 617	
Departmental Direction	45 026	–	–	–	–	–	–	–	45 026	
Policy and Planning	122 831	–	–	–	–	–	–	–	122 831	
Financial Services	430 494	–	–	–	–	–	–	–	430 494	
Human Resources	1 023 466	–	–	–	–	–	–	–	1 023 466	
Support Services										
Legal Services	371 900	–	–	–	–	–	–	–	371 900	
Inspection and Audit Services	148 745	–	–	–	–	–	–	–	148 745	
Acquisition Services	75 414	–	–	–	–	–	–	–	75 414	
Communication Services	122 740	–	–	–	–	–	–	–	122 740	
South African National Defence Force Command and Control	184 325	–	–	–	–	–	–	–	184 325	
Religious Services	20 452	–	–	–	–	–	–	–	20 452	
Defence Reserve	37 296	–	–	–	–	–	–	–	37 296	
Direction										
Defence Foreign Relations	272 831	–	–	–	–	–	–	–	272 831	
Office Accommodation	2 797 167	–	–	–	–	–	–	–	2 797 167	
<b>Total</b>	<b>5 779 304</b>	–	–	–	–	–	–	–	<b>5 779 304</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>5 635 612</b>	–	–	–	–	–	–	–	<b>5 635 612</b>	
Compensation of employees	2 129 036	–	–	–	–	–	–	–	2 129 036	
Goods and services	3 506 576	–	–	–	–	–	–	–	3 506 576	
<b>Transfers and subsidies</b>	<b>116 173</b>	–	–	–	–	–	–	–	<b>116 173</b>	
Provinces and municipalities	59	–	–	–	–	–	–	–	59	
Departmental agencies and accounts	25 324	–	–	–	–	–	–	–	25 324	
Non-profit institutions	9 354	–	–	–	–	–	–	–	9 354	
Households	81 436	–	–	–	–	–	–	–	81 436	
<b>Payments for capital assets</b>	<b>27 519</b>	–	–	–	–	–	–	–	<b>27 519</b>	
Machinery and equipment	25 224	–	–	–	–	–	–	–	25 224	
Software and other intangible assets	2 295	–	–	–	–	–	–	–	2 295	
<b>Total</b>	<b>5 779 304</b>	–	–	–	–	–	–	–	<b>5 779 304</b>	

**Programme 2: Force Employment**

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation			
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		Other adjustments		
Strategic Direction	212 299	–	–	–	–	–	–	–	212 299	
Operational Direction	388 447	–	–	–	–	–	–	–	388 447	
Special Operations	967 587	–	–	–	–	–	–	–	967 587	
Regional Security	902 665	–	–	–	–	–	1 114 256	1 114 256	2 016 921	
Support to the People	1 229 286	–	193 450	–	–	–	–	193 450	1 422 736	
<b>Total</b>	<b>3 700 284</b>	–	<b>193 450</b>	–	–	–	<b>1 114 256</b>	<b>1 307 706</b>	<b>5 007 990</b>	

**Programme 2: Force Employment (continued)**

Economic classification	2022/23									
	R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation	
			Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds			Other adjustments
<b>Current payments</b>		<b>3 381 881</b>	–	<b>193 450</b>	<b>(59 300)</b>	–	–	<b>569 692</b>	<b>703 842</b>	<b>4 085 723</b>
Compensation of employees		2 377 810	–	103 663	–	–	–	200 555	304 218	2 682 028
Goods and services		1 004 071	–	89 787	(59 300)	–	–	369 137	399 624	1 403 695
<b>Transfers and subsidies</b>		<b>228 339</b>	–	–	<b>59 300</b>	–	–	<b>488 953</b>	<b>548 253</b>	<b>776 592</b>
Provinces and municipalities		11	–	–	–	–	–	–	–	11
Departmental agencies and accounts		163 152	–	–	–	–	–	408 953	408 953	572 105
Foreign governments and international organisations		–	–	–	59 300	–	–	80 000	139 300	139 300
Public corporations and private enterprises		9 724	–	–	–	–	–	–	–	9 724
Households		55 452	–	–	–	–	–	–	–	55 452
<b>Payments for capital assets</b>		<b>90 064</b>	–	–	–	–	–	<b>55 611</b>	<b>55 611</b>	<b>145 675</b>
Buildings and other fixed structures		70 284	–	–	–	–	–	–	–	70 284
Machinery and equipment		18 684	–	–	–	–	–	55 611	55 611	74 295
Specialised military assets		1 096	–	–	–	–	–	–	–	1 096
<b>Total</b>		<b>3 700 284</b>	–	<b>193 450</b>	–	–	–	<b>1 114 256</b>	<b>1 307 706</b>	<b>5 007 990</b>

**Programme 3: Landward Defence**

Subprogramme	2022/23									
	R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation	
			Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds			Other adjustments
Strategic Direction		832 949	–	–	–	–	–	–	–	832 949
Infantry Capability		5 783 567	–	–	–	–	–	67 998	67 998	5 851 565
Armour Capability		520 805	–	–	–	–	–	–	–	520 805
Artillery Capability		574 618	–	–	–	–	–	–	–	574 618
Air Defence Artillery Capability		382 476	–	–	–	–	–	–	–	382 476
Engineering Capability		864 428	–	–	–	–	–	–	–	864 428
Operational Intelligence		232 617	–	–	–	–	–	–	–	232 617
Command and Control Capability		222 416	–	–	–	–	–	–	–	222 416
Support Capability		4 210 933	–	–	–	–	–	–	–	4 210 933
General Training Capability		495 098	–	–	–	–	–	–	–	495 098
Signal Capability		1 430 526	–	–	–	–	–	–	–	1 430 526
<b>Total</b>		<b>15 550 433</b>	–	–	–	–	–	<b>67 998</b>	<b>67 998</b>	<b>15 618 431</b>
<b>Economic classification</b>										
<b>Current payments</b>		<b>14 851 125</b>	–	–	–	–	–	–	–	<b>14 851 125</b>
Compensation of employees		12 765 234	–	–	–	–	–	–	–	12 765 234
Goods and services		2 085 891	–	–	–	–	–	–	–	2 085 891

**Programme 3: Landward Defence (continued)**

Economic classification		2022/23								
		Adjustments appropriation								
		Amounts announced in the budget					Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts						
<b>Transfers and subsidies</b>	<b>682 967</b>	-	-	-	-	-	67 998	67 998	<b>750 965</b>	
Provinces and municipalities	10	-	-	-	-	-	-	-	10	
Departmental agencies and accounts	161 642	-	-	-	-	-	67 998	67 998	229 640	
Public corporations and private enterprises	2 577	-	-	-	-	-	-	-	2 577	
Households	518 738	-	-	-	-	-	-	-	518 738	
<b>Payments for capital assets</b>	<b>16 341</b>	-	-	-	-	-	-	-	<b>16 341</b>	
Buildings and other fixed structures	470	-	-	-	-	-	-	-	470	
Machinery and equipment	15 871	-	-	-	-	-	-	-	15 871	
<b>Total</b>	<b>15 550 433</b>	-	-	-	-	-	<b>67 998</b>	<b>67 998</b>	<b>15 618 431</b>	

**Programme 4: Air Defence**

Subprogramme		2022/23								
		Adjustments appropriation								
		Amounts announced in the budget					Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Special appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts					
Strategic Direction	25 528	-	-	-	-	-	-	-	25 528	
Operational Direction	158 382	-	-	-	-	-	-	-	158 382	
Helicopter Capability	768 515	-	-	-	-	-	333 234	333 234	1 101 749	
Transport and Maritime Capability	1 049 522	-	-	-	-	-	-	-	1 049 522	
Air Combat Capability	304 256	-	-	-	-	-	-	-	304 256	
Operational Support and Intelligence Capability	345 752	-	-	-	-	-	-	-	345 752	
Command and Control Capability	342 598	-	-	-	-	-	-	-	342 598	
Base Support Capability	2 093 713	-	-	-	-	-	-	-	2 093 713	
Command Post	64 628	-	-	-	-	-	-	-	64 628	
Training Capability	450 666	-	-	-	-	-	-	-	450 666	
Technical Support Services	597 731	-	-	-	-	-	-	-	597 731	
<b>Total</b>	<b>6 201 291</b>	-	-	-	-	-	<b>333 234</b>	<b>333 234</b>	<b>6 534 525</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>5 858 365</b>	-	-	-	-	-	-	-	<b>5 858 365</b>	
Compensation of employees	3 861 103	-	-	-	-	-	-	-	3 861 103	
Goods and services	1 997 262	-	-	-	-	-	-	-	1 997 262	
<b>Transfers and subsidies</b>	<b>314 771</b>	-	-	-	-	-	<b>333 234</b>	<b>333 234</b>	<b>648 005</b>	
Provinces and municipalities	3	-	-	-	-	-	-	-	3	
Departmental agencies and accounts	169 557	-	-	-	-	-	333 234	333 234	502 791	
Households	145 211	-	-	-	-	-	-	-	145 211	
<b>Payments for capital assets</b>	<b>28 155</b>	-	-	-	-	-	-	-	<b>28 155</b>	
Buildings and other fixed structures	17	-	-	-	-	-	-	-	17	
Machinery and equipment	28 138	-	-	-	-	-	-	-	28 138	
<b>Total</b>	<b>6 201 291</b>	-	-	-	-	-	<b>333 234</b>	<b>333 234</b>	<b>6 534 525</b>	

**Programme 5: Maritime Defence**

Subprogramme		2022/23							
		Adjustments appropriation					Total	Adjusted	
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments	adjustments appropriation	appropriation
Maritime Direction	770 641	-	-	-	-	-	-	-	770 641
Maritime Combat Capability	1 676 268	-	-	-	-	-	-	-	1 676 268
Maritime Logistic Support Capability	1 185 801	-	-	-	-	-	-	-	1 185 801
Maritime Human Resources and Training Capability	514 528	-	-	-	-	-	-	-	514 528
Base Support Capability	515 174	-	-	-	-	-	-	-	515 174
<b>Total</b>	<b>4 662 412</b>	-	-	-	-	-	-	-	<b>4 662 412</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>3 472 163</b>	-	-	-	-	-	-	-	<b>3 472 163</b>
Compensation of employees	2 392 183	-	-	-	-	-	-	-	2 392 183
Goods and services	1 079 980	-	-	-	-	-	-	-	1 079 980
<b>Transfers and subsidies</b>	<b>1 183 206</b>	-	-	-	-	-	-	-	<b>1 183 206</b>
Departmental agencies and accounts	738 173	-	-	-	-	-	-	-	738 173
Public corporations and private enterprises	340 152	-	-	-	-	-	-	-	340 152
Households	104 881	-	-	-	-	-	-	-	104 881
<b>Payments for capital assets</b>	<b>7 043</b>	-	-	-	-	-	-	-	<b>7 043</b>
Machinery and equipment	6 388	-	-	-	-	-	-	-	6 388
Software and other intangible assets	655	-	-	-	-	-	-	-	655
<b>Total</b>	<b>4 662 412</b>	-	-	-	-	-	-	-	<b>4 662 412</b>

**Programme 6: Military Health Support**

Subprogramme		2022/23							
		Adjustments appropriation					Total	Adjusted	
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments	adjustments appropriation	appropriation
Strategic Direction	318 264	-	-	-	-	-	-	-	318 264
Mobile Military Health Support	182 487	-	-	-	-	-	-	-	182 487
Area Military Health Service	2 048 769	-	-	-	-	-	-	-	2 048 769
Specialist/Tertiary Health Service	2 224 213	-	-	-	-	-	-	-	2 224 213
Military Health Product Support Capability	390 186	-	-	-	-	-	-	-	390 186
Military Health Training Capability	361 707	-	-	-	-	-	-	-	361 707
<b>Total</b>	<b>5 525 626</b>	-	-	-	-	-	-	-	<b>5 525 626</b>
<b>Economic classification</b>									
<b>Current payments</b>	<b>5 359 291</b>	-	-	-	-	-	-	-	<b>5 359 291</b>
Compensation of employees	3 852 143	-	-	-	-	-	-	-	3 852 143
Goods and services	1 507 148	-	-	-	-	-	-	-	1 507 148
<b>Transfers and subsidies</b>	<b>156 743</b>	-	-	-	-	-	-	-	<b>156 743</b>
Provinces and municipalities	8	-	-	-	-	-	-	-	8
Departmental agencies and accounts	13	-	-	-	-	-	-	-	13
Non-profit institutions	1 095	-	-	-	-	-	-	-	1 095
Households	155 627	-	-	-	-	-	-	-	155 627
<b>Payments for capital assets</b>	<b>9 592</b>	-	-	-	-	-	-	-	<b>9 592</b>
Machinery and equipment	8 884	-	-	-	-	-	-	-	8 884
Biological assets	40	-	-	-	-	-	-	-	40
Software and other intangible assets	668	-	-	-	-	-	-	-	668
<b>Total</b>	<b>5 525 626</b>	-	-	-	-	-	-	-	<b>5 525 626</b>

**Programme 7: Defence Intelligence**

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments			
Operations	584 012	–	–	–	–	–	–	–	584 012	
Defence Intelligence	567 296	–	–	–	–	–	–	–	567 296	
Support Services										
<b>Total</b>	<b>1 151 308</b>	–	–	–	–	–	–	–	<b>1 151 308</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>549 958</b>	–	–	–	–	–	–	–	<b>549 958</b>	
Compensation of employees	448 658	–	–	–	–	–	–	–	448 658	
Goods and services	101 300	–	–	–	–	–	–	–	101 300	
<b>Transfers and subsidies</b>	<b>601 350</b>	–	–	–	–	–	–	–	<b>601 350</b>	
Provinces and municipalities	22	–	–	–	–	–	–	–	22	
Departmental agencies and accounts	584 012	–	–	–	–	–	–	–	584 012	
Households	17 316	–	–	–	–	–	–	–	17 316	
<b>Total</b>	<b>1 151 308</b>	–	–	–	–	–	–	–	<b>1 151 308</b>	

**Programme 8: General Support**

Subprogramme		2022/23							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments			
Joint Logistic Services	3 364 628	–	–	–	–	–	–	–	3 364 628	
Command and Management	1 043 547	–	–	–	–	–	–	–	1 043 547	
Information Systems										
Military Police	719 429	–	–	–	–	–	–	–	719 429	
Technology Development	133 490	–	–	–	–	–	–	–	133 490	
Departmental Support	1 258 337	–	–	–	–	–	–	–	1 258 337	
<b>Total</b>	<b>6 519 431</b>	–	–	–	–	–	–	–	<b>6 519 431</b>	
<b>Economic classification</b>										
<b>Current payments</b>	<b>4 657 443</b>	–	–	–	–	–	–	–	<b>4 657 443</b>	
Compensation of employees	2 853 449	–	–	–	–	–	–	–	2 853 449	
Goods and services	1 803 994	–	–	–	–	–	–	–	1 803 994	
<b>Transfers and subsidies</b>	<b>1 384 838</b>	–	–	–	–	–	–	–	<b>1 384 838</b>	
Provinces and municipalities	77	–	–	–	–	–	–	–	77	
Departmental agencies and accounts	141 451	–	–	–	–	–	–	–	141 451	
Public corporations and private enterprises	1 128 626	–	–	–	–	–	–	–	1 128 626	
Households	114 684	–	–	–	–	–	–	–	114 684	
<b>Payments for capital assets</b>	<b>477 150</b>	–	–	–	–	–	–	–	<b>477 150</b>	
Buildings and other fixed structures	357 882	–	–	–	–	–	–	–	357 882	
Machinery and equipment	118 836	–	–	–	–	–	–	–	118 836	
Software and other intangible assets	432	–	–	–	–	–	–	–	432	
<b>Total</b>	<b>6 519 431</b>	–	–	–	–	–	–	–	<b>6 519 431</b>	

## Details of adjustments to the 2022 Estimates of National Expenditure

### Unforeseeable and unavoidable expenditure – R193.45 million

#### Programme 2: Force Employment – R193.45 million

An additional R193.45 million is allocated to the vote for the deployment of South African National Defence Force personnel in response to the flooding in KwaZulu-Natal. These funds will be used for operational expenses such as food rations, fuel and logistical support items.

### 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
<b>Programme 2</b>		<b>(59 300)</b>	<b>Programme 2</b>		<b>59 300</b>
Goods and services	Contractors <sup>1</sup>	(59 300)	Foreign governments and international organisations	Southern African Development Community <sup>1</sup>	59 300
Shifts within the programme as a percentage of the programme budget		1.6%			
Virements to other programmes as a percentage of the programme budget		0.0%			
<b>Total</b>		<b>(59 300)</b>			<b>59 300</b>

1. National Treasury approval has been obtained.

### Other adjustments – R1.515 billion

#### Funds shifted between votes

#### Programme 2: Force Employment R755.303 million

R755.303 million is transferred from the Department of Social Development for the extended deployment of the South African National Defence Force in Mozambique. These funds will be used for compensation of employees and for items such as food rations, fuel, ammunition and transport.

#### Self-financing expenditure

Revenue of R760.185 million was generated from reimbursements from the United Nations for South Africa's contribution to peace support operations in the Democratic Republic of the Congo, and from the sale of equipment and spares procured through the special defence account. These funds will be used for operational expenses related to the continued deployment of two Oryx and three Rooivalk helicopters in the Democratic Republic of the Congo, and to provide for the critical elements of the 2015 South African Defence Review such as upgrading prime mission equipment. The revenue is allocated as follows:

#### Programme 2: Force Employment

R358.953 million

#### Programme 3: Landward Defence

R67.998 million



## Programme 4: Air Defence

R333.234 million

## Expenditure outcome for 2021/22 and mid-year expenditure for 2022/23

Programme	2021/22					2022/23				
	Adjusted appropriation	Outcome			Adjusted appropriation/ Total (%)	Actual expenditure				
		Apr 21 - Sep 21	Apr 21 - Sep 21 % of adjusted appropriation	Apr 21 - Mar 22		Apr 21 - Mar 22 % of adjusted appropriation	Adjusted appropriation	Apr 22 - Sep 22	Apr 22 - Sep 22 % of adjusted appropriation	
R thousand										
Administration	5 571 444	2 511 504	45.1	5 367 098	96.3	5 779 304	11.4	2 560 534	44.3	
Force	4 475 118	1 556 346	34.8	4 117 109	92.0	5 007 990	9.9	2 073 869	41.4	
Employment										
Landward	15 194 698	7 944 145	52.3	16 372 057	107.7	15 618 431	30.7	8 253 161	52.8	
Defence										
Air Defence	6 369 608	2 532 813	39.8	5 881 165	92.3	6 534 525	12.9	2 743 864	42.0	
Maritime	4 492 826	1 870 033	41.6	4 133 400	92.0	4 662 412	9.2	2 089 381	44.8	
Defence										
Military Health	5 474 287	2 673 169	48.8	5 525 749	100.9	5 525 626	10.9	2 827 340	51.2	
Support										
Defence	776 301	362 831	46.7	778 294	100.3	1 151 308	2.3	568 113	49.3	
Intelligence										
General Support	6 442 139	3 148 977	48.9	6 601 042	102.5	6 519 431	12.8	3 122 224	47.9	
<b>Total</b>	<b>48 796 421</b>	<b>22 599 818</b>	<b>46.3</b>	<b>48 775 914</b>	<b>100.0</b>	<b>50 799 027</b>	<b>100.0</b>	<b>24 238 486</b>	<b>47.7</b>	
<b>Economic classification</b>										
<b>Current</b>	<b>44 946 888</b>	<b>20 901 996</b>	<b>46.5</b>	<b>44 347 914</b>	<b>98.7</b>	<b>44 469 680</b>	<b>87.5</b>	<b>21 842 613</b>	<b>49.1</b>	
<b>payments</b>										
Compensation of employees	31 014 207	16 100 638	51.9	33 722 043	108.7	30 983 834	61.0	16 887 122	54.5	
Goods and services	13 932 681	4 801 358	34.5	10 625 871	76.3	13 485 846	26.5	4 955 491	36.7	
<b>Transfers and subsidies</b>	<b>3 243 784</b>	<b>1 401 915</b>	<b>43.2</b>	<b>3 396 140</b>	<b>104.7</b>	<b>5 617 872</b>	<b>11.1</b>	<b>1 828 293</b>	<b>32.5</b>	
Provinces and municipalities	164	71	43.3	169	103.0	190	0.0	66	34.7	
Departmental agencies and accounts	1 549 652	552 483	35.7	1 666 004	107.5	2 793 509	5.5	911 289	32.6	
Foreign governments and international organisations	31 469	9 938	31.6	55 493	176.3	139 300	0.3	55 354	39.7	
Public corporations and private enterprises	1 478 555	734 177	49.7	1 480 118	100.1	1 481 079	2.9	737 089	49.8	
Non-profit institutions	10 232	5 140	50.2	7 753	75.8	10 449	0.0	1 371	13.1	
Households	173 712	100 106	57.6	186 603	107.4	1 193 345	2.3	123 124	10.3	
<b>Payments for capital assets</b>	<b>605 749</b>	<b>294 477</b>	<b>48.6</b>	<b>1 028 860</b>	<b>169.8</b>	<b>711 475</b>	<b>1.4</b>	<b>565 855</b>	<b>79.5</b>	
Buildings and other fixed structures	419 707	219 439	52.3	416 052	99.1	428 653	0.8	320 265	74.7	
Machinery and equipment	182 642	73 370	40.2	562 859	308.2	277 636	0.5	222 777	80.2	
Specialised military assets	1 069	32	3.0	–	–	1 096	0.0	490	44.7	
Biological assets	–	70	–	287	–	40	0.0	–	–	
Software and other intangible assets	2 331	1 566	67.2	49 662	2 130.5	4 050	0.0	22 323	551.2	
<b>Payments for financial assets</b>	<b>–</b>	<b>1 430</b>	<b>–</b>	<b>3 000</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 725</b>	<b>–</b>	
<b>Total</b>	<b>48 796 421</b>	<b>22 599 818</b>	<b>46.3</b>	<b>48 775 914</b>	<b>100.0</b>	<b>50 799 027</b>	<b>100.0</b>	<b>24 238 486</b>	<b>47.7</b>	

## Expenditure trends

Total expenditure in 2021/22 was R48.8 billion, 100 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2021/22 was R22.6 billion, 46.3 per cent of the adjusted appropriation, whereas expenditure in the first half of 2022/23 was R24.2 billion, 47.7 per cent of the adjusted appropriation of R50.8 billion. Compared to the first half of 2021/22, expenditure over the same period in 2022/23 increased by R1.6 billion, 7.3 per cent. This was mainly due to unforeseeable and unavoidable expenditure related to the deployment of South African National Defence Force personnel in response to the flooding in KwaZulu-Natal, as well as the extended deployment of personnel in Mozambique as part of Operation Vikela.

## Departmental receipts

R thousand	2021/22					2022/23				
	Adjusted estimate	Outcome		Apr 21 - Mar 22 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts		
		Apr 21 - Sep 21 % of adjusted estimate	Apr 21 - Mar 22 % of adjusted estimate					Apr 22 - Sep 22 % of adjusted estimate	Apr 22 - Sep 22 % of adjusted estimate	
<b>Departmental receipts</b>	<b>1 207 696</b>	<b>628 787</b>	<b>52.1</b>	<b>1 145 567</b>	<b>94.9</b>	<b>1 231 850</b>	<b>1 200 782</b>	<b>100.0</b>	<b>495 289</b>	<b>41.2</b>
Sales of goods and services produced by department	560 611	438 891	78.3	721 395	128.7	469 824	469 825	39.1	256 143	54.5
Sales of scrap, waste, arms and other used current goods	1 548	157	10.1	491	31.7	1 579	1 580	0.1	239	15.1
Transfers received	532 320	164 023	30.8	358 953	67.4	644 966	644 967	53.7	221 507	34.3
Fines, penalties and forfeits	1 338	585	43.7	1 077	80.5	1 365	1 366	0.1	729	53.4
Interest, dividends and rent on land	4 389	1 719	39.2	3 341	76.1	4 477	4 478	0.4	1 848	41.3
Sales of capital assets	30 466	–	–	2 557	8.4	31 075	–	–	–	–
Transactions in financial assets and liabilities	77 024	23 412	30.4	57 753	75.0	78 564	78 566	6.5	14 823	18.9
<b>Total</b>	<b>1 207 696</b>	<b>628 787</b>	<b>52.1</b>	<b>1 145 567</b>	<b>94.9</b>	<b>1 231 850</b>	<b>1 200 782</b>	<b>100.0</b>	<b>495 289</b>	<b>41.2</b>

## Revenue trends

Mid-year revenue in 2021/22 was R628.8 million, 52.1 per cent of the adjusted estimate, whereas revenue for the first half of 2022/23 was R495.3 million, 41.2 per cent of the adjusted estimate of R1.2 billion. Compared to the first half of 2021/22, revenue over the same period in 2022/23 decreased by R133.5 million, 21.2 per cent. This was mainly due to a decrease in reimbursements from the United Nations for the deployment of transport and combat-support helicopters.

## Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	Appropriation	2022/23							Adjusted appropriation
		Adjustments appropriation							
		Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments	Total adjustments appropriation	
<b>Force Employment</b>									
<b>Departmental agencies and accounts</b>									
<b>Departmental agencies (non-business entities)</b>									
<b>Current</b>	<b>163 074</b>	–	–	–	–	–	<b>408 953</b>	<b>408 953</b>	<b>572 027</b>
Special defence account	163 074	–	–	–	–	–	408 953	408 953	572 027
<b>Foreign governments and international organisations</b>									
<b>Current</b>	–	–	–	<b>59 300</b>	–	–	<b>80 000</b>	<b>139 300</b>	<b>139 300</b>
Southern African Development Community Secretariat	–	–	–	59 300	–	–	80 000	139 300	139 300

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

		2022/23							
		Adjustments appropriation							
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
<b>Landward Defence</b>									
<b>Departmental agencies and accounts</b>									
<b>Departmental agencies (non-business entities)</b>									
	<b>Current</b>	<b>161 620</b>	–	–	–	–	<b>67 998</b>	<b>67 998</b>	<b>229 618</b>
	Special defence account	161 620	–	–	–	–	67 998	67 998	229 618
<b>Air Defence</b>									
<b>Departmental agencies and accounts</b>									
<b>Departmental agencies (non-business entities)</b>									
	<b>Current</b>	<b>169 551</b>	–	–	–	–	<b>333 234</b>	<b>333 234</b>	<b>502 785</b>
	Special defence account	169 551	–	–	–	–	333 234	333 234	502 785

