

Vote 26

Military Veterans

Adjusted budget summary

R thousand	2022/23			Adjusted appropriation
	Appropriation	Adjustments appropriation		
		Decrease	Increase	
Amount to be appropriated	666 376	(9 804)	9 804	666 376
<i>of which:</i>				
Current payments	436 932	–	4 304	441 236
Transfers and subsidies	209 206	–	5 500	214 706
Payments for capital assets	20 238	(9 804)	–	10 434
Executive authority	Minister of Defence and Military Veterans			
Accounting officer	Director-General for Military Veterans			
Website	www.dmv.gov.za			

Vote purpose

Formulate policies and standards aimed at providing a comprehensive delivery system to military veterans and their dependants in recognition of their role in the democratisation of South Africa.

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 military veterans provided with newly built houses per year	Socioeconomic Support	Priority 5: Spatial integration, human settlements and local government	355	19	–
Number of bursaries provided to military veterans and their dependants per year	Socioeconomic Support	Priority 3: Education, skills and health	3 500	423	–
Total number of military veterans with access to health care services	Socioeconomic Support		19 700	19 242	–
Number of military veteran memorial sites facilitated per year	Empowerment and Stakeholder Management	Priority 6: Social cohesion and safer communities	3	0	–

Progress

By mid-year, 19 newly built houses were provided to military veterans against an annual target of 355. This slow progress was mainly due to the department's dependence on provincial departments of human settlements for the delivery of houses. The department is working on the implementation of service-level agreements with the various provincial departments to expedite this performance.

In the first half of 2022/23, the department provided 423 bursaries to military veterans and their dependants against an annual target of 3 500. More beneficiaries are expected to be enrolled in January 2023 in line with the start of the academic year.

Over the same period, the department provided health care services to 19 242 military veterans against an annual target of 19 700. This relatively high output was due to improved collaboration between the department and South African Military Health Services. Although the department did not erect any military veteran memorial sites in the first half of 2022/23, it expects to achieve the annual target of 3 in the fourth quarter of 2022/23.

Adjusted estimates

Programme		2022/23							Adjusted Appropriation
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation		
		Roll- overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		Other adjustments ¹	
Administration	133 311	-	-	16 000	-	-	-	16 000	149 311
Socioeconomic Support	378 620	-	-	(9 000)	-	-	-	(9 000)	369 620
Empowerment and Stakeholder Management	154 445	-	-	(7 000)	-	-	-	(7 000)	147 445
Total	666 376	-	-	-	-	-	-	-	666 376
Economic classification									
Current payments	436 932	-	-	4 304	-	-	-	4 304	441 236
Compensation of employees	129 757	-	-	-	-	-	-	-	129 757
Goods and services	307 175	-	-	4 304	-	-	-	4 304	311 479
Transfers and subsidies	209 206	-	-	5 500	-	-	-	5 500	214 706
Foreign governments and international organisations	600	-	-	-	-	-	-	-	600
Households	208 606	-	-	5 500	-	-	-	5 500	214 106
Payments for capital assets	20 238	-	-	(9 804)	-	-	-	(9 804)	10 434
Machinery and equipment	9 191	-	-	196	-	-	-	196	9 387
Heritage assets	100	-	-	-	-	-	-	-	100
Software and other intangible assets	10 947	-	-	(10 000)	-	-	-	(10 000)	947
Total	666 376	-	-	-	-	-	-	-	666 376

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							Adjusted appropriation
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation		
		Roll- overs	Unforeseeable /Unavoidable	Virements and shifts	Amounts announced in the budget	Declared unspent funds		Other adjustments	
Management	7 166	-	-	6 510	-	-	-	6 510	13 676
Corporate Services	71 746	-	-	1 973	-	-	-	1 973	73 719
Financial Administration	14 785	-	-	3 899	-	-	-	3 899	18 684
Internal Audit	11 393	-	-	1 078	-	-	-	1 078	12 471
Strategic Planning, Policy Development, and Monitoring and Evaluation	15 405	-	-	(2 460)	-	-	-	(2 460)	12 945
Office Accommodation	12 816	-	-	5 000	-	-	-	5 000	17 816
Total	133 311	-	-	16 000	-	-	-	16 000	149 311
Economic classification									
Current payments	129 739	-	-	15 839	-	-	-	15 839	145 578
Compensation of employees	46 272	-	-	16 000	-	-	-	16 000	62 272
Goods and services	83 467	-	-	(161)	-	-	-	(161)	83 306
Transfers and subsidies	-	-	-	100	-	-	-	100	100
Households	-	-	-	100	-	-	-	100	100
Payments for capital assets	3 572	-	-	61	-	-	-	61	3 633
Machinery and equipment	2 672	-	-	61	-	-	-	61	2 733
Software and other intangible assets	900	-	-	-	-	-	-	-	900
Total	133 311	-	-	16 000	-	-	-	16 000	149 311

Programme 2: Socioeconomic Support

Subprogramme		2022/23								
		Adjustments appropriation								
		Amounts								
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	announced in the budget	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation	
Database and Benefits Management	32 815	–	–	(2 430)	–	–	–	(2 430)	30 385	
Health Care and Wellbeing Support	115 080	–	–	(1 209)	–	–	–	(1 209)	113 871	
Socioeconomic Support Management	230 725	–	–	(5 361)	–	–	–	(5 361)	225 364	
Total	378 620	–	–	(9 000)	–	–	–	(9 000)	369 620	
Economic classification										
Current payments	163 827	–	–	(4 335)	–	–	–	(4 335)	159 492	
Compensation of employees	43 199	–	–	(9 000)	–	–	–	(9 000)	34 199	
Goods and services	120 628	–	–	4 665	–	–	–	4 665	125 293	
Transfers and subsidies	202 905	–	–	5 200	–	–	–	5 200	208 105	
Households	202 905	–	–	5 200	–	–	–	5 200	208 105	
Payments for capital assets	11 888	–	–	(9 865)	–	–	–	(9 865)	2 023	
Machinery and equipment	1 841	–	–	135	–	–	–	135	1 976	
Software and other intangible assets	10 047	–	–	(10 000)	–	–	–	(10 000)	47	
Total	378 620	–	–	(9 000)	–	–	–	(9 000)	369 620	

Programme 3: Empowerment and Stakeholder Management

Subprogramme		2022/23								
		Adjustments appropriation								
		Amounts								
R thousand	Appropriation	Roll-overs	Unforeseeable /Unavoidable	Virements and shifts	announced in the budget	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation	
Provincial Offices and Stakeholder Relations	65 883	–	–	(10 265)	–	–	–	(10 265)	55 618	
Empowerment and Skills Development	61 567	–	–	5 596	–	–	–	5 596	67 163	
Heritage, Memorials, Burials and Honours	26 995	–	–	(2 331)	–	–	–	(2 331)	24 664	
Total	154 445	–	–	(7 000)	–	–	–	(7 000)	147 445	
Economic classification										
Current payments	143 366	–	–	(7 200)	–	–	–	(7 200)	136 166	
Compensation of employees	40 286	–	–	(7 000)	–	–	–	(7 000)	33 286	
Goods and services	103 080	–	–	(200)	–	–	–	(200)	102 880	
Transfers and subsidies	6 301	–	–	200	–	–	–	200	6 501	
Foreign governments and international organisations	600	–	–	–	–	–	–	–	600	
Households	5 701	–	–	200	–	–	–	200	5 901	
Payments for capital assets	4 778	–	–	–	–	–	–	–	4 778	
Machinery and equipment	4 678	–	–	–	–	–	–	–	4 678	
Heritage assets	100	–	–	–	–	–	–	–	100	
Total	154 445	–	–	(7 000)	–	–	–	(7 000)	147 445	

Details of adjustments to the 2022 Estimates of National Expenditure

Virements and shifts within the vote

Programmes					
1. Administration					
2. Socioeconomic Support					
3. Empowerment and Stakeholder Management					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(161)	Programme 1		161
Goods and services	Stationery, printing and office supplies	(61)	Machinery and equipment	Computers, office equipment	61
	Catering ¹	(100)	Households	Leave gratuities ¹	100
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(24 375)	Programme 1		9 000
Compensation of employees	Reallocation of funds incorrectly allocated in the 2022 ENE	(9 000)	Compensation of employees	Salaries and wages	9 000
			Programme 2		15 375
Goods and services	Computer services	(50)	Machinery and equipment	Audio-visual equipment	50
	Contractors ¹	(5 200)	Households	Compensation for injuries ¹	5 200
	Travel and subsistence	(105)	Machinery and equipment	Computers, office equipment	105
Software and other intangible assets	Software licences	(10 000)	Goods and services	Fleet services, travel and subsistence	10 000
Machinery and equipment	Reallocation of funds incorrectly allocated in the 2022 ENE	(20)	Goods and services	Transport	20
Shifts within the programme as a percentage of the programme budget		4.1%			
Virements to other programmes as a percentage of the programme budget		2.4%			
Programme 3		(7 200)	Programme 1		7 000
Compensation of employees	Reallocation of funds incorrectly allocated in 2022 AENE	(7 000)	Compensation of employees	Salaries and wages	7 000
			Programme 3		200
Goods and services	Venues and facilities ¹	(200)	Households	Leave gratuities ¹	200
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme budget		4.5%			
Total		(31 736)			31 736

1. National Treasury approval has been obtained.

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

Programme	2021/22					2022/23			
	Adjusted appropriation	Outcome		Adjusted appropriation	% of	Adjusted appropriation	Adjusted appropriation/Total (%)	Actual expenditure	
		Apr 21 - Sep 21	% of					Apr 22 - Sep 22	% of
R thousand		Apr 21 - Sep 21	adjusted	Apr 21 - Mar 22	adjusted			Apr 22 - Sep 22	adjusted
Administration	132 892	57 820	43.5	134 151	100.9	149 311	22.4	70 238	47.0
Socioeconomic Support	305 254	69 201	22.7	233 880	76.6	369 620	55.5	115 023	31.1
Empowerment and Stakeholder Management	169 242	41 478	24.5	147 564	87.2	147 445	22.1	71 127	48.2
Total	607 388	168 499	27.7	515 595	84.9	666 376	100.0	256 388	38.5

Expenditure outcome for 2021/22 and mid-year expenditure for 2022/23 (continued)

Economic classification	2021/22					2022/23			
	Adjusted appropriation	Outcome			Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure		
		Apr 21 - Sep 21	adjusted % of appropriation	Apr 21 - Mar 22			adjusted % of appropriation	Apr 22 - Sep 22	adjusted % of appropriation
R thousand									
Current payments	375 776	121 201	32.3	358 188	95.3	441 236	66.2	205 377	46.5
Compensation of employees	129 887	57 698	44.4	116 372	89.6	129 757	19.5	57 316	44.2
Goods and services	245 889	63 503	25.8	241 816	98.3	311 479	46.7	148 061	47.5
Transfers and subsidies	188 982	47 220	25.0	129 055	68.3	214 706	32.2	48 220	22.5
Foreign governments and international organisations	–	–	–	31	–	600	0.1	–	–
Households	188 982	47 220	25.0	129 024	68.3	214 106	32.1	48 220	22.5
Payments for capital assets	42 630	61	0.1	28 335	66.5	10 434	1.6	2 791	26.7
Machinery and equipment	41 597	61	0.1	28 335	68.1	9 387	1.4	2 791	29.7
Heritage assets	–	–	–	–	–	100	0.0	–	–
Software and other intangible assets	1 033	–	–	–	–	947	0.1	–	–
Total	607 388	168 499	27.7	515 595	84.9	666 376	100.0	256 388	38.5

Expenditure trends

Total expenditure in 2021/22 was R515.6 million, 84.9 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2021/22 was R168.5 million, 27.7 per cent of the adjusted appropriation, whereas expenditure in the first half of 2022/23 was R256.4 million, 38.5 per cent of the adjusted appropriation of R666.4 million. Compared to the first half of 2021/22, expenditure over the same period in 2022/23 increased by R87.9 million, 52.2 per cent. This is mainly due to an increase in expenditure on travel and subsistence as a result of the presidential task team meetings held across the country.

Departmental receipts

Economic classification	2021/22					2022/23				
	Adjusted estimate	Outcome			Budget estimate	Adjusted estimate	Adjusted estimate/ Total (%)	Actual receipts		
		Apr 21 - Sep 21	adjusted estimate % of	Apr 21 - Mar 22				adjusted estimate % of	Apr 22 - Sep 22	adjusted estimate % of
R thousand										
Departmental receipts	460	214	46.5	585	127.2	445	523	100.0	148	28.3
Sales of goods and services produced by department	50	20	40.0	38	76.0	45	51	9.8	20	39.2
Transactions in financial assets and liabilities	410	194	47.3	547	133.4	400	472	90.2	128	27.1
Total	460	214	46.5	585	127.2	445	523	100.0	148	28.3

Revenue trends

Mid-year revenue in 2021/22 was R214 000, 46.5 per cent of the adjusted estimate, whereas revenue for the first half of 2022/23 was R148 000, 28.3 per cent of the adjusted estimate of R523 000. Compared to the first half of 2021/22, revenue over the same period in 2022/23 decreased by R66 000, 30.8 per cent. This was mainly due to a decrease in credit notes received from the Department of Basic Education for education support benefit, and from travel agencies for officials' travel expenses.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

		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						
Administration										
Households										
Social benefits										
Current	–	–	–	100	–	–	–	100	100	
Household	–	–	–	100	–	–	–	100	100	
Socioeconomic										
Support										
Households										
Social benefits										
Current	36 912	–	–	5 200	–	–	–	5 200	42 112	
Military veterans' benefits	36 912	–	–	5 200	–	–	–	5 200	42 112	
Empowerment and Stakeholder Management										
Households										
Social benefits										
Current	5 701	–	–	200	–	–	–	200	5 901	
Military veterans' benefits	5 701	–	–	200	–	–	–	200	5 901	