

DEFENCE

Budget summary

R million	2024/25				2025/26	2026/27
	Current payments	Transfers and subsidies	Payments for capital assets	Total	Total	Total
MTEF allocation						
Administration	5 422.5	56.9	29.3	5 508.6	5 775.1	6 058.8
Force Employment	3 668.4	205.6	114.2	3 988.1	4 083.9	4 225.5
Landward Defence	16 195.4	780.0	11.2	16 986.6	17 528.5	18 211.8
Air Defence	5 972.4	504.9	64.6	6 541.9	6 829.5	7 153.0
Maritime Defence	3 405.2	990.9	47.7	4 443.8	4 652.7	4 959.0
Military Health Support	5 688.5	35.5	92.5	5 816.6	6 098.8	6 379.9
Defence Intelligence	807.3	317.2	3.9	1 128.4	1 177.7	1 233.6
General Support	5 463.1	1 497.4	435.9	7 396.4	7 629.3	8 015.8
Total expenditure estimates	46 622.7	4 388.4	799.2	51 810.4	53 775.6	56 237.4

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		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Number of reserve force person days per year	Administration	Priority 6: Social cohesion and safer communities	3 355 353	3 237 118	2 818 497	1 989 953	1 997 872	1 997 872	1 997 872
Percentage compliance with the Southern African Development Community standby force pledge per year	Force Employment	Priority 7: A better Africa and world	88% (28/32)	100% (32)	88% (28/32)	100%	100%	100%	100%
Percentage compliance with external operations per year	Force Employment		100% (2)	100% (2)	67% (2/3)	100%	100%	100%	100%

Table 23.1 Performance indicators by programme and related priority (continued)

Indicator	Programme	MTSF priority	Audited performance			Estimated performance	MTEF targets		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage compliance with internal operations per year	Force Employment	Priority 6: Social cohesion and safer communities	100% (4)	100% (4)	100% (4)	100%	100%	100%	100%
Number of joint, interdepartmental, interagency and multinational military exercises conducted per year	Force Employment		0	1	4	1	2	3	4
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		3	4	2	4	4	4	4
Number of hours flown per year	Air Defence		13 726	15 216	12 059	12 000	12 000	12 000	12 000
Number of hours at sea per year	Maritime Defence		6 818	7 614	2 770	8 000	8 000	8 000	8 000

Expenditure overview

Over the medium term, the department will continue to protect the sovereignty of South Africa and its territorial integrity through internal and external operations. This entails prioritising border safeguarding, maintaining infrastructure, and providing support to the South African Police Service and other peace-support operations.

Due to the labour-intensive nature of its work, spending on compensation of employees remains the department's main spending area, accounting for an estimated 64.8 per cent (R138.9 billion) of total expenditure. This includes an additional allocation of R7.6 billion over the next 3 years to cater for adjustments arising from the 2023/24 public sector wage agreement and for the deployment of South African National Defence Force members in support of the South African Police Service during the 2024 national and provincial elections. Despite this additional allocation, the budget for compensation of employees remains under pressure. To minimise the impact of the shortfall, the department will continue to manage commuted overtime, recruit new members through the military skills development system only every alternate calendar year, reduce its number of personnel through natural attrition, and cap annual increases for regimental and operational allowances.

Cabinet-approved budget reductions amounting to R5.3 billion over the MTEF period include reductions on transfers to the Armaments Corporation of South Africa of R155.6 million in 2024/25, R162.7 million in 2025/26 and R170.2 million in 2026/27. To minimise the impact of these reductions, the department plans to continue to increase its use of technology – such as unmanned aerial vehicles, thermal cameras, and night vision and long-range cameras – in its operations. It also plans to review its programmes to identify inefficiencies, redundancies and areas where costs can be cut without compromising core defence capabilities critical to national security.

Guarding South Africa's borders and supporting the police

To safeguard the integrity of South Africa's borders, the department will continue to prioritise the acquisition of vehicles and technology that will serve as a force multiplier. This approach is expected to increase the range of the borderline under protection and help in preventing illegal border crossings, smuggling and other activities that could compromise national security. The department will also continue to support the South African Police Service to address internal security challenges. These activities are carried out through allocations in the *Support to the People* subprogramme in the *Force Employment* programme, which has a budget of R3.9 billion over the next 3 years.

Maintaining infrastructure

To provide for day-to-day and preventative maintenance and emergency repairs, and to augment the shortfall within municipal services, R1.9 billion over the MTEF period is reallocated from the *Administration* programme to the *General Support* programme. This reallocation is mainly due to a budget shortfall in the *General Support* programme after the Department of Public Works and Infrastructure allowed departments to perform day-to-day maintenance and repairs of up to R1 million without the necessary funding from that department. The shortfall in municipal services is mainly due to historical arrears to municipalities after the devolution of the responsibility to pay and manage municipal accounts moved from the Department of Public Works and Infrastructure to client departments with effect from 1 April 2020.

Supporting peace in the region

As part of the country's commitment to regional stability, the department will continue its peacekeeping efforts in the Democratic Republic of the Congo and Mozambique. To address the deteriorating security and humanitarian situation in the eastern part of the Democratic Republic of the Congo and the pending withdrawal of the United Nations mission there, an additional 2 900 South African National Defence Force members are expected to be deployed in that country in 2024/25 at a projected cost of R2.4 billion. The cost of deployment in Mozambique is R850 million in 2024/25. Allocations for peace support operations are within the *Regional Security* subprogramme in the *Force Employment* programme, which has a budget of R2.6 billion over the MTEF period.

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	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24		2024/25	2025/26	2026/27	2023/24 - 2026/27	
Programme 1	5 325.0	5 367.1	6 071.3	5 560.2	1.5%	10.6%	5 508.6	5 775.1	6 058.8	2.9%	10.7%
Programme 2	4 660.9	4 117.1	5 012.4	5 190.2	3.7%	9.0%	3 988.1	4 083.9	4 225.5	-6.6%	8.2%
Programme 3	17 186.6	16 372.1	17 732.0	16 215.2	-1.9%	32.2%	16 986.6	17 528.5	18 211.8	3.9%	32.2%
Programme 4	7 684.8	5 881.2	6 763.5	7 416.7	-1.2%	13.2%	6 541.9	6 829.5	7 153.0	-1.2%	13.0%
Programme 5	4 737.5	4 133.4	4 662.6	4 475.9	-1.9%	8.6%	4 443.8	4 652.7	4 959.0	3.5%	8.6%
Programme 6	5 487.1	5 525.7	5 979.6	5 611.3	0.7%	10.8%	5 816.6	6 098.8	6 379.9	4.4%	11.2%
Programme 7	1 130.9	778.3	1 114.0	1 033.3	-3.0%	1.9%	1 128.4	1 177.7	1 233.6	6.1%	2.1%
Programme 8	7 873.2	6 601.0	7 261.3	6 965.5	-4.0%	13.7%	7 396.4	7 629.3	8 015.8	4.8%	14.0%
Subtotal	54 086.2	48 775.9	54 596.7	52 468.2	-1.0%	100.0%	51 810.4	53 775.6	56 237.4	2.3%	100.0%
Total	54 086.2	48 775.9	54 596.7	52 468.2	-1.0%	100.0%	51 810.4	53 775.6	56 237.4	2.3%	100.0%
Change to 2023 Budget estimate							764.8	771.0	804.4		

Table 23.2 Vote expenditure trends and estimates by programme 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 (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Current payments	44 441.5	44 342.9	47 184.4	44 713.0	0.2%	86.1%	46 622.7	48 854.2	51 125.9	4.6%	89.3%
Compensation of employees	32 759.9	33 717.0	34 660.9	31 829.3	-1.0%	63.3%	34 181.1	35 652.6	37 284.1	5.4%	64.8%
Goods and services ¹	11 681.6	10 625.9	12 523.5	12 883.6	3.3%	22.7%	12 441.6	13 201.6	13 841.8	2.4%	24.4%
of which:					0.0%	0.0%				0.0%	0.0%
Computer services	741.6	753.5	854.1	978.6	9.7%	1.6%	931.8	978.2	1 000.9	0.8%	1.8%
Contractors	1 656.3	1 215.4	1 377.0	1 900.5	4.7%	2.9%	1 757.5	1 865.5	1 943.9	0.8%	3.5%
Agency and support/outsourced services	880.3	774.8	1 037.8	766.4	-4.5%	1.6%	831.1	870.4	896.7	5.4%	1.6%
Inventory: Food and food supplies	1 554.2	1 413.5	1 571.8	1 462.2	-2.0%	2.9%	1 395.7	1 404.4	1 483.3	0.5%	2.7%
Operating leases	2 209.4	1 379.8	1 965.5	1 386.2	-14.4%	3.3%	1 139.8	1 220.2	1 292.2	-2.3%	2.4%
Property payments	709.0	1 539.5	1 361.3	2 056.9	42.6%	2.7%	2 354.0	2 414.7	2 533.9	7.2%	4.4%
Transfers and subsidies¹	8 169.0	3 401.2	5 786.0	6 904.7	-5.5%	11.6%	4 388.4	4 218.9	4 377.6	-14.1%	9.3%
Provinces and municipalities	0.1	0.2	0.2	0.2	13.3%	0.0%	0.2	0.2	0.3	8.9%	0.0%
Departmental agencies and accounts	6 277.4	1 666.0	2 800.2	3 701.3	-16.1%	6.9%	2 731.9	2 497.5	2 568.8	-11.5%	5.4%
Foreign governments and international organisations	22.1	55.5	133.4	294.3	136.9%	0.2%	-	-	-	-100.0%	0.1%
Public corporations and private enterprises	1 708.3	1 480.1	1 478.9	1 446.3	-5.4%	2.9%	1 400.0	1 464.6	1 531.7	1.9%	2.7%
Non-profit institutions	9.8	7.8	3.4	10.7	2.9%	0.0%	11.9	11.3	11.8	3.4%	0.0%
Households	151.1	191.7	1 370.0	1 452.0	112.6%	1.5%	244.4	245.3	265.1	-43.3%	1.0%
Payments for capital assets	1 466.7	1 028.9	1 619.6	850.5	-16.6%	2.4%	799.2	702.5	733.9	-4.8%	1.4%
Buildings and other fixed structures	864.4	416.1	748.3	380.9	-23.9%	1.1%	393.7	391.4	407.7	2.3%	0.7%
Machinery and equipment	502.9	562.9	582.4	457.3	-3.1%	1.0%	382.9	289.0	303.3	-12.8%	0.7%
Heritage assets	-	-	212.9	-	0.0%	0.1%	-	-	-	0.0%	0.0%
Specialised military assets	-	-	-	6.6	0.0%	0.0%	21.0	20.4	21.3	48.2%	0.0%
Biological assets	-	0.3	-	0.0	0.0%	0.0%	0.0	0.0	0.0	2.4%	0.0%
Software and other intangible assets	99.4	49.7	75.9	5.7	-61.5%	0.1%	1.5	1.7	1.6	-34.8%	0.0%
Payments for financial assets	9.0	3.0	6.8	-	-100.0%	0.0%	-	-	-	0.0%	0.0%
Total	54 086.2	48 775.9	54 596.7	52 468.2	-1.0%	100.0%	51 810.4	53 775.6	56 237.4	2.3%	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 (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R thousand											
Households											
Social benefits											
Current	145 981	167 661	1 357 290	1 451 997	115.1%	12.9%	244 401	245 313	265 071	-43.3%	11.1%
Employee social benefits	145 981	167 661	1 357 290	1 451 997	115.1%	12.9%	244 401	245 313	265 071	-43.3%	11.1%
Other transfers to households											
Current	5 165	23 997	12 664	-	-100.0%	0.2%	-	-	-	-	-
Claims against the state	5 165	23 997	12 664	-	-100.0%	0.2%	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	6 277 419	1 666 004	2 800 195	3 701 281	-16.1%	59.5%	2 731 886	2 497 450	2 568 750	-11.5%	57.8%
Safety and Security Sector	28 624	29 935	31 917	25 552	-3.7%	0.5%	25 531	26 297	27 086	2.0%	0.5%
Education and Training Authority											
Claims against the state	1	-	-	-	-100.0%	-	-	-	-	-	-
Communication	5	13	35	128	194.7%	-	463	478	501	57.6%	-
Special defence account	6 243 889	1 630 556	2 762 243	3 669 601	-16.2%	59.0%	2 699 892	2 465 675	2 537 163	-11.6%	57.2%
Castle Control Board	4 900	5 500	6 000	6 000	7.0%	0.1%	6 000	5 000	4 000	-12.6%	0.1%
Provinces and municipalities											
Municipal bank accounts											
Current	137	169	165	199	13.3%	-	241	239	257	8.9%	-
Employee social benefits	2	2	1	-	-100.0%	-	-	-	-	-	-
Vehicle licences	135	167	164	199	13.8%	-	241	239	257	8.9%	-
Non-profit institutions											

Table 23.3 Vote transfers and subsidies trends and estimates (continued)

R thousand	Audited outcome			Adjusted appropriation 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Current	9 811	7 753	3 446	10 679	2.9%	0.1%	11 932	11 349	11 803	3.4%	0.2%
Reserve Force Council	8 995	7 527	3 355	9 822	3.0%	0.1%	11 432	10 829	11 262	4.7%	0.2%
St John Ambulance Brigade	816	226	91	857	1.6%	-	500	520	541	-14.2%	-
Public corporations and private enterprises											
Other transfers to public corporations											
Current	43	63	67	-	-100.0%	-	-	-	-	-	-
Claims against the state	43	63	67	-	-100.0%	-	-	-	-	-	-
Subsidies on products and production											
Current	1 378 186	1 480 055	1 478 501	1 446 251	1.6%	23.8%	1 399 984	1 464 582	1 531 681	1.9%	29.4%
Armaments Corporation of South Africa	1 378 186	1 480 055	1 478 501	1 446 251	1.6%	23.8%	1 399 984	1 464 582	1 531 681	1.9%	29.4%
Other transfers to private enterprises											
Current	330 114	-	283	-	-100.0%	1.4%	-	-	-	-	-
Claims against the state	330 114	-	283	-	-100.0%	1.4%	-	-	-	-	-
Foreign governments and international organisations											
Current	22 139	55 493	133 421	294 299	136.9%	2.1%	-	-	-	-100.0%	1.5%
Southern African Development Community Secretariat	-	45 555	133 421	294 299	-	2.0%	-	-	-	-100.0%	1.5%
Foreign governments and international organisations	22 139	9 938	-	-	-100.0%	0.1%	-	-	-	-	-
Total	8 168 995	3 401 195	5 786 032	6 904 706	-5.5%	100.0%	4 388 444	4 218 933	4 377 562	-14.1%	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 2024	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		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost				
Defence	70 217	-	71 313	34 660.9	0.5	69 591	31 829.3	0.5	70 939	34 181.1	0.5	72 172	35 652.6	0.5	73 446	37 284.1	0.5	1.8%	100.0%
Salary level	70 217	-	71 313	34 660.9	0.5	69 591	31 829.3	0.5	70 939	34 181.1	0.5	72 172	35 652.6	0.5	73 446	37 284.1	0.5	1.8%	100.0%
1 - 6	42 946	-	43 922	14 347.2	0.3	42 683	13 005.1	0.3	42 980	13 615.9	0.3	44 194	14 142.1	0.3	45 443	14 786.3	0.3	2.1%	61.3%
7 - 10	24 621	-	24 758	13 643.6	0.6	24 499	13 294.3	0.5	25 343	14 141.6	0.6	25 366	14 436.7	0.6	25 397	14 719.4	0.6	1.2%	35.2%
11 - 12	2 085	-	2 076	2 122.2	1.0	1 896	1 917.5	1.0	2 042	2 150.8	1.1	2 039	2 182.3	1.1	2 031	2 260.3	1.1	2.3%	2.8%
13 - 16	563	-	555	958.1	1.7	511	894.4	1.8	572	1 007.6	1.8	572	1 016.8	1.8	572	1 030.3	1.8	3.8%	0.8%
Other	2	-	2	3 589.9	0.5	2	2 718.0	0.5	2	3 265.1	0.5	2	3 874.7	0.5	2	4 487.8	0.5	-0.0%	0.0%
Programme	70 217	-	71 313	34 660.9	0.5	69 591	31 829.3	0.5	70 939	34 181.1	0.5	72 172	35 652.6	0.5	73 446	37 284.1	0.5	1.8%	100.0%
Programme 1	3 890	-	3 479	2 221.1	0.6	3 311	1 964.3	0.6	4 043	2 226.6	0.6	4 052	2 330.6	0.6	4 040	2 447.8	0.6	6.9%	5.4%
Programme 2	2 264	-	2 051	2 788.3	1.4	2 160	2 650.6	1.2	2 433	2 624.4	1.1	2 408	2 659.6	1.1	2 427	2 744.0	1.1	4.0%	3.3%
Programme 3	34 830	-	36 267	14 980.1	0.4	35 831	13 392.0	0.4	34 983	14 255.3	0.4	35 904	14 927.4	0.4	36 872	15 622.5	0.4	1.0%	50.2%
Programme 4	8 939	-	9 145	4 312.9	0.5	8 837	3 976.6	0.4	9 107	4 306.6	0.5	9 264	4 490.1	0.5	9 397	4 699.2	0.5	2.1%	12.8%
Programme 5	5 663	-	5 872	2 603.4	0.4	5 642	2 372.9	0.4	5 870	2 671.2	0.5	6 043	2 785.4	0.5	6 203	2 913.2	0.5	3.2%	8.3%
Programme 6	6 998	-	7 047	4 204.8	0.6	6 749	4 008.8	0.6	6 829	4 238.6	0.6	6 830	4 425.9	0.6	6 820	4 627.3	0.7	0.3%	9.5%
Programme 7	1 053	-	1 024	479.6	0.5	1 004	598.4	0.6	1 055	671.9	0.6	1 066	700.8	0.7	1 084	733.5	0.7	2.6%	1.5%
Programme 8	6 580	-	6 428	3 070.9	0.5	6 057	2 865.7	0.5	6 620	3 186.4	0.5	6 605	3 332.8	0.5	6 602	3 496.6	0.5	2.9%	9.0%

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

	Audited outcome			Adjusted estimate	Revised estimate	Average growth rate (%)	Average: Receipt item/ Total (%)	Medium-term receipts estimate			Average growth rate (%)	Average: Receipt item/ Total (%)
	2020/21	2021/22	2022/23					2023/24	2020/21 - 2023/24	2024/25		
R thousand												
Departmental receipts	923 605	1 145 567	1 263 531	1 256 490	1 256 490	10.8%	100.0%	1 319 314	1 345 701	1 372 952	3.0%	100.0%
Sales of goods and services produced by department	397 483	721 395	498 112	479 222	479 222	6.4%	45.7%	503 182	513 246	523 510	3.0%	38.1%
Administrative fees	14	6	9	29	29	27.5%	–	30	31	32	3.3%	–
of which:												
Request for information: Receipt	14	6	9	29	29	27.5%	–	30	31	32	3.3%	–
Other sales	397 469	721 389	498 103	479 193	479 193	6.4%	45.7%	503 152	513 215	523 478	3.0%	38.1%
of which:												
Rental capital assets	131 899	–	–	14 464	14 464	-52.1%	3.2%	112 016	114 256	116 541	100.5%	6.7%
Sale of goods	18 056	373 226	420 414	106 682	106 682	80.8%	20.0%	15 187	15 491	15 800	-47.1%	2.9%
Services rendered	247 514	348 163	77 689	358 047	358 047	13.1%	22.5%	375 949	383 468	391 137	3.0%	28.5%
Sales of scrap, waste, arms and other used current goods	642	491	937	1 611	1 611	35.9%	0.1%	1 692	1 726	1 761	3.0%	0.1%
of which:												
Sales: Scrap and waste	642	491	937	1 611	1 611	35.9%	0.1%	1 692	1 726	1 761	3.0%	0.1%
Transfers received	421 144	358 953	639 820	657 865	657 865	16.0%	45.3%	690 758	704 573	718 664	3.0%	52.4%
Fines, penalties and forfeits	1 547	1 077	1 178	1 392	1 392	-3.5%	0.1%	1 462	1 491	1 521	3.0%	0.1%
Interest, dividends and rent on land	4 283	3 341	5 049	4 567	4 567	2.2%	0.4%	4 795	4 891	4 989	3.0%	0.4%
Interest	4 283	3 341	5 049	4 567	4 567	2.2%	0.4%	4 795	4 891	4 989	3.0%	0.4%
Sales of capital assets	5 947	2 557	18 408	31 697	31 697	74.7%	1.3%	33 282	33 948	34 966	3.3%	2.5%
Transactions in financial assets and liabilities	92 559	57 753	100 027	80 136	80 136	-4.7%	7.2%	84 143	85 826	87 541	3.0%	6.4%
Total	923 605	1 145 567	1 263 531	1 256 490	1 256 490	10.8%	100.0%	1 319 314	1 345 701	1 372 952	3.0%	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 (%)	
	2020/21	2021/22	2022/23				2023/24	2020/21 - 2023/24	2024/25			2025/26
R million												
Ministry	86.7	74.3	59.1	125.4	13.1%	1.5%	135.6	141.3	148.1	5.7%	2.4%	
Departmental Direction	36.7	35.6	39.7	46.4	8.2%	0.7%	51.1	54.2	59.9	8.8%	0.9%	
Policy and Planning	103.8	96.3	115.7	138.9	10.2%	2.0%	144.7	151.5	159.2	4.7%	2.6%	
Financial Services	376.0	371.7	396.1	423.9	4.1%	7.0%	473.8	494.6	518.2	6.9%	8.3%	
Human Resources Support Services	885.8	910.0	1 045.2	1 048.6	5.8%	17.4%	1 009.5	1 057.9	1 112.3	2.0%	18.5%	
Legal Services	310.7	338.0	391.3	368.5	5.8%	6.3%	404.3	422.9	443.8	6.4%	7.2%	
Inspection and Audit Services	131.8	139.0	155.0	144.7	3.2%	2.6%	161.9	169.5	178.2	7.2%	2.9%	
Acquisition Services	68.1	72.1	84.1	71.5	1.7%	1.3%	75.8	81.4	87.3	6.9%	1.4%	
Communication Services	105.8	83.4	47.6	117.7	3.6%	1.6%	125.8	130.7	134.3	4.5%	2.2%	
South African National Defence Force Command and Control	177.9	192.1	206.8	181.8	0.7%	3.4%	202.5	212.0	222.5	6.9%	3.6%	
Religious Services	13.3	17.8	23.1	20.2	14.9%	0.3%	22.2	23.2	24.3	6.4%	0.4%	
Defence Reserve Direction	30.3	28.2	27.4	37.1	6.9%	0.6%	40.3	42.1	44.1	6.0%	0.7%	
Defence Foreign Relations	222.0	220.3	319.8	20.2	-55.0%	3.5%	19.7	20.5	21.5	2.0%	0.4%	
Office Accommodation	2 776.0	2 788.2	3 160.3	2 815.2	0.5%	51.7%	2 641.6	2 773.4	2 905.2	1.1%	48.6%	
Total	5 325.0	5 367.1	6 071.3	5 560.2	1.5%	100.0%	5 508.6	5 775.1	6 058.8	2.9%	100.0%	
Change to 2023 Budget estimate				–			(99.5)	(92.1)	(77.3)			

Table 23.6 Administration 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 (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Current payments	5 229.7	5 279.2	5 793.6	5 299.5	0.4%	96.8%	5 422.5	5 684.9	5 965.9	4.0%	97.7%
Compensation of employees	2 060.0	2 102.6	2 221.1	1 964.3	-1.6%	37.4%	2 226.6	2 330.6	2 447.8	7.6%	39.2%
Goods and services	3 169.6	3 176.5	3 572.4	3 335.3	1.7%	59.4%	3 195.9	3 354.4	3 518.2	1.8%	58.5%
<i>of which:</i>											
Advertising	55.4	45.2	7.6	74.8	10.5%	0.8%	78.9	80.3	83.4	3.7%	1.4%
Computer services	63.3	59.4	60.1	81.1	8.6%	1.2%	87.5	91.5	99.9	7.2%	1.6%
Operating leases	2 205.3	1 372.4	1 945.1	1 335.1	-15.4%	30.7%	1 088.5	1 165.9	1 243.4	-2.3%	21.1%
Property payments	617.8	1 457.4	1 277.8	1 501.1	34.4%	21.7%	1 580.7	1 636.0	1 688.9	4.0%	28.0%
Travel and subsistence	69.2	75.8	98.4	116.4	18.9%	1.6%	98.9	103.7	115.5	-0.3%	1.9%
Operating payments	18.4	23.8	30.1	44.3	34.0%	0.5%	66.5	68.3	69.4	16.2%	1.1%
Transfers and subsidies	54.2	61.6	172.8	230.6	62.1%	2.3%	56.9	57.1	60.0	-36.2%	1.8%
Provinces and municipalities	0.0	0.1	0.1	0.1	9.6%	-	0.1	0.1	0.1	14.0%	-
Departmental agencies and accounts	28.6	29.9	31.9	25.6	-3.7%	0.5%	25.5	26.3	27.1	2.0%	0.5%
Public corporations and private enterprises	0.0	-	-	9.7	509.2%	-	-	-	-	-100.0%	-
Non-profit institutions	9.0	7.5	3.4	9.8	3.0%	0.1%	11.4	10.8	11.3	4.7%	0.2%
Households	16.5	24.1	137.5	185.4	124.2%	1.6%	19.8	19.9	21.6	-51.2%	1.1%
Payments for capital assets	37.1	25.5	103.3	30.0	-6.8%	0.9%	29.3	33.1	32.9	3.0%	0.5%
Buildings and other fixed structures	-	1.2	26.7	0.1	-	0.1%	0.1	0.1	0.1	2.0%	-
Machinery and equipment	36.6	24.2	69.6	27.5	-9.1%	0.7%	28.3	32.0	31.9	5.0%	0.5%
Software and other intangible assets	0.5	0.0	7.1	2.5	68.6%	-	0.9	1.1	0.9	-27.8%	-
Payments for financial assets	4.1	0.9	1.6	-	-100.0%	-	-	-	-	-	-
Total	5 325.0	5 367.1	6 071.3	5 560.2	1.5%	100.0%	5 508.6	5 775.1	6 058.8	2.9%	100.0%
Proportion of total programme expenditure to vote expenditure	9.8%	11.0%	11.1%	10.6%	-	-	10.6%	10.7%	10.8%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	16.4	21.0	137.5	185.4	124.4%	1.6%	19.8	19.9	21.6	-51.2%	1.1%
Employee social benefits	16.4	21.0	137.5	185.4	124.4%	1.6%	19.8	19.9	21.6	-51.2%	1.1%
Other transfers to households											
Current	0.0	3.1	-	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.0	3.1	-	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	28.6	29.9	31.9	25.6	-3.7%	0.5%	25.5	26.3	27.1	2.0%	0.5%
Safety and Security Sector	28.6	29.9	31.9	25.6	-3.7%	0.5%	25.5	26.3	27.1	2.0%	0.5%
Education and Training Authority											
Communication	0.0	0.0	0.0	0.0	35.7%	-	0.0	0.0	0.0	-	-
Provinces and municipalities											
Municipal bank accounts											
Current	0.0	0.1	0.1	0.1	9.6%	-	0.1	0.1	0.1	14.0%	-
Employee social benefits	0.0	0.0	0.0	-	-100.0%	-	-	-	-	-	-
Vehicle licences	0.0	0.1	0.1	0.1	11.4%	-	0.1	0.1	0.1	14.0%	-
Non-profit institutions											
Current	9.0	7.5	3.4	9.8	3.0%	0.1%	11.4	10.8	11.3	4.7%	0.2%
Reserve Force Council	9.0	7.5	3.4	9.8	3.0%	0.1%	11.4	10.8	11.3	4.7%	0.2%
Public corporations and private enterprises											
Other transfers to public corporations											
Current	0.0	-	-	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.0	-	-	-	-100.0%	-	-	-	-	-	-
Subsidies on products and production											
Current	-	-	-	9.7	-	-	-	-	-	-100.0%	-
Armaments Corporation of South Africa	-	-	-	9.7	-	-	-	-	-	-100.0%	-

Personnel information

Table 23.7 Administration personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024		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		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27									
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost					
Administration		3 890	–	–	3 479	2 221.1	0.6	3 311	1 964.3	0.6	4 043	2 226.6	0.6	4 052	2 330.6	0.6	4 040	2 447.8	0.6	6.9%	100.0%
1 – 6	1 513	–	1 306	457.0	0.3	1 276	425.4	0.3	1 611	509.0	0.3	1 613	545.4	0.3	1 607	588.8	0.4	8.0%	39.5%		
7 – 10	1 829	–	1 663	1 034.4	0.6	1 580	903.8	0.6	1 852	918.3	0.5	1 857	963.1	0.5	1 855	1 035.7	0.6	5.5%	46.3%		
11 – 12	415	–	394	467.7	1.2	356	412.2	1.2	448	525.3	1.2	449	540.8	1.2	446	540.4	1.2	7.8%	11.0%		
13 – 16	131	–	114	178.2	1.6	97	148.2	1.5	130	195.8	1.5	131	202.3	1.5	130	204.8	1.6	10.3%	3.2%		
Other	2	–	2	83.8	0.5	2	74.7	0.5	2	78.2	0.5	2	79.0	0.5	2	78.0	0.5	–	0.1%		

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 2027
 - ensuring full participation in the number of peace missions instructed by the president by March 2027
 - conducting 9 joint interdepartmental, interagency and multinational military force preparation exercises, excluding Special Forces exercises, by March 2027
 - 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 safeguarding borders, helping during disasters, and conducting 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 (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2020/21	2021/22	2022/23		2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	Average Expenditure/ Total (%)
R million											
Strategic Direction	157.3	171.0	199.5	185.0	5.6%	3.8%	190.1	197.4	217.2	5.5%	4.5%
Operational Direction	368.2	394.4	446.9	413.9	4.0%	8.6%	460.6	485.4	515.2	7.6%	10.7%
Special Operations	1 541.8	1 172.8	1 099.6	1 002.7	-13.4%	25.4%	1 171.2	1 226.6	1 274.9	8.3%	26.7%
Regional Security	673.0	852.9	1 956.7	2 395.6	52.7%	31.0%	842.6	886.2	888.0	-28.2%	28.7%
Support to the People	1 920.6	1 526.0	1 309.7	1 193.1	-14.7%	31.3%	1 323.6	1 288.3	1 330.2	3.7%	29.4%
Total	4 660.9	4 117.1	5 012.4	5 190.2	3.7%	100.0%	3 988.1	4 083.9	4 225.5	-6.6%	100.0%
Change to 2023							(302.9)	(45.0)	(92.5)		
Budget estimate											
Economic classification											
Current payments	3 795.9	3 505.0	4 103.2	4 051.0	2.2%	81.4%	3 668.4	3 750.1	3 889.0	-1.4%	87.8%
Compensation of employees	2 891.0	2 701.1	2 788.3	2 650.6	-2.9%	58.1%	2 624.4	2 659.6	2 744.0	1.2%	61.1%
Goods and services	904.9	804.0	1 314.9	1 400.4	15.7%	23.3%	1 044.0	1 090.4	1 145.0	-6.5%	26.8%
<i>of which:</i>											
Contractors	133.3	106.5	96.6	218.2	17.9%	2.9%	202.0	209.5	218.8	0.1%	4.9%
Fleet services (including government motor transport)	23.4	16.1	19.5	55.7	33.4%	0.6%	59.5	63.4	65.0	5.3%	1.4%
Inventory: Food and food supplies	389.7	281.1	389.0	300.8	-8.3%	7.2%	186.8	190.4	193.7	-13.7%	5.0%
Inventory: Fuel, oil and gas	65.6	84.3	104.9	105.2	17.0%	1.9%	96.2	102.2	109.5	1.3%	2.4%
Travel and subsistence	140.3	166.9	302.0	316.7	31.2%	4.9%	209.2	217.9	218.7	-11.6%	5.5%
Operating payments	18.4	7.8	291.4	192.9	118.8%	2.7%	74.7	78.5	81.1	-25.1%	2.4%
Transfers and subsidies	712.3	391.3	760.2	1 001.9	12.0%	15.1%	205.6	241.0	235.1	-38.3%	9.6%
Provinces and municipalities	0.0	0.0	0.0	0.0	22.4%	-	0.0	0.0	0.0	20.0%	-
Departmental agencies and accounts	692.8	326.0	572.1	660.5	-1.6%	11.9%	186.1	220.6	213.9	-31.3%	7.3%
Foreign governments and international organisations	-	45.6	133.4	294.3	-	2.5%	-	-	-	-100.0%	1.7%
Public corporations and private enterprises	10.3	10.3	9.7	-	-100.0%	0.2%	10.2	10.7	11.1	-	0.2%
Households	9.2	9.5	45.0	47.1	72.1%	0.6%	9.2	9.7	10.0	-40.3%	0.4%
Payments for capital assets	152.7	220.6	149.0	137.3	-3.5%	3.5%	114.2	92.8	101.4	-9.6%	2.5%
Buildings and other fixed structures	8.0	4.7	7.3	7.1	-3.9%	0.1%	20.1	17.5	18.7	37.8%	0.4%
Machinery and equipment	144.7	215.9	141.7	129.0	-3.7%	3.3%	74.8	55.0	61.5	-21.9%	1.8%
Specialised military assets	-	-	-	1.1	-	-	19.2	20.3	21.2	166.4%	0.4%
Payments for financial assets	0.0	0.1	0.1	-	-100.0%	-	-	-	-	-	-
Total	4 660.9	4 117.1	5 012.4	5 190.2	3.7%	100.0%	3 988.1	4 083.9	4 225.5	-6.6%	100.0%
Proportion of total programme expenditure to vote expenditure	8.6%	8.4%	9.2%	9.9%	-	-	7.7%	7.6%	7.5%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	9.0	9.4	44.6	47.1	73.6%	0.6%	9.2	9.7	10.0	-40.3%	0.4%
Employee social benefits	9.0	9.4	44.6	47.1	73.6%	0.6%	9.2	9.7	10.0	-40.3%	0.4%
Other transfers to households											
Current	0.2	0.1	0.3	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.2	0.1	0.3	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	692.8	326.0	572.1	660.5	-1.6%	11.9%	186.1	220.6	213.9	-31.3%	7.3%
Communication	-	-	0.0	0.1	-	-	0.1	0.1	0.1	6.4%	-
Special defence account	692.8	326.0	572.0	660.5	-1.6%	11.9%	186.1	220.5	213.8	-31.3%	7.3%
Provinces and municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	0.0	22.4%	-	0.0	0.0	0.0	20.0%	-
Vehicle licences	0.0	0.0	0.0	0.0	22.4%	-	0.0	0.0	0.0	20.0%	-
Public corporations and private enterprises											
Subsidies on products and production											
Current	10.3	10.3	9.7	-	-100.0%	0.2%	10.2	10.7	11.1	-	0.2%
Armaments Corporation of South Africa	10.3	10.3	9.7	-	-100.0%	0.2%	10.2	10.7	11.1	-	0.2%
Foreign governments and international organisations											
Current	-	45.6	133.4	294.3	-	2.5%	-	-	-	-100.0%	1.7%
Southern African Development Community Secretariat	-	45.6	133.4	294.3	-	2.5%	-	-	-	-100.0%	1.7%

Personnel information

Table 23.9 Force Employment personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024		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		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Force Employment																			
Salary level	2 264	–	2 051	2 788.3	1.4	2 160	2 650.6	1.2	2 433	2 624.4	1.1	2 408	2 659.6	1.1	2 427	2 744.0	1.1	4.0%	100.0%
1 – 6	1 148	–	1 027	377.5	0.4	1 150	435.7	0.4	1 332	519.5	0.4	1 323	515.6	0.4	1 337	518.2	0.4	5.2%	54.5%
7 – 10	1 030	–	937	562.5	0.6	948	593.0	0.6	1 022	655.6	0.6	1 008	649.0	0.6	1 012	651.2	0.6	2.2%	42.3%
11 – 12	68	–	68	68.9	1.0	47	51.2	1.1	62	69.3	1.1	60	67.0	1.1	61	68.1	1.1	9.1%	2.4%
13 – 16	18	–	19	25.7	1.4	15	20.7	1.4	17	24.0	1.4	17	24.0	1.4	17	24.0	1.4	4.3%	0.7%
Other	–	–	–	1 753.6	–	–	1 550.0	–	–	1 356.1	–	–	1 404.0	–	–	1 482.5	–	–	–

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 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 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 (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Strategic Direction	467.2	450.7	522.7	590.8	8.1%	3.0%	546.1	567.8	571.6	-1.1%	3.3%
Infantry Capability	6 716.0	6 276.3	6 888.1	6 248.3	-2.4%	38.7%	6 150.6	6 310.9	6 586.4	1.8%	36.7%
Armour Capability	568.6	607.2	628.3	552.3	-1.0%	3.5%	617.4	653.3	682.1	7.3%	3.6%
Artillery Capability	770.3	631.4	631.4	553.3	-10.4%	3.8%	615.9	654.5	683.9	7.3%	3.6%
Air Defence Artillery Capability	547.6	467.6	476.2	540.7	-0.4%	3.0%	513.9	605.6	519.3	-1.3%	3.2%
Engineering Capability	983.5	1 020.0	1 061.4	932.8	-1.7%	5.9%	1 035.5	1 090.6	1 138.3	6.9%	6.1%
Operational Intelligence	274.4	291.4	308.7	254.6	-2.5%	1.7%	292.9	318.0	332.8	9.3%	1.7%
Command and Control Capability	228.0	255.4	284.4	229.5	0.2%	1.5%	263.4	277.5	290.0	8.1%	1.5%
Support Capability	4 573.0	4 097.8	4 532.3	4 244.9	-2.5%	25.8%	4 654.4	4 603.0	4 849.2	4.5%	26.6%
General Training Capability	570.3	664.6	709.4	603.5	1.9%	3.8%	674.6	724.1	756.0	7.8%	4.0%
Signal Capability	1 487.8	1 609.7	1 689.2	1 464.6	-0.5%	9.3%	1 621.9	1 723.3	1 802.2	7.2%	9.6%
Total	17 186.6	16 372.1	17 732.0	16 215.2	-1.9%	100.0%	16 986.6	17 528.5	18 211.8	3.9%	100.0%
Change to 2023 Budget estimate							921.6	665.4	576.2		
Economic classification											
Current payments	15 634.7	16 150.9	16 992.8	15 375.8	-0.6%	95.0%	16 195.4	16 959.5	17 735.0	4.9%	96.1%
Compensation of employees	14 009.4	14 446.6	14 980.1	13 392.0	-1.5%	84.2%	14 255.3	14 927.4	15 622.5	5.3%	84.4%
Goods and services	1 625.3	1 704.3	2 012.7	1 983.8	6.9%	10.9%	1 940.1	2 032.1	2 112.5	2.1%	11.7%
of which:											
Computer services	38.9	40.3	37.0	41.7	2.3%	0.2%	50.4	46.4	47.8	4.7%	0.3%
Contractors	76.6	44.2	44.6	220.0	42.1%	0.6%	147.4	136.2	155.5	-10.9%	1.0%
Inventory: Food and food supplies	777.8	750.1	755.7	780.1	0.1%	4.5%	812.0	805.6	843.6	2.6%	4.7%
Inventory: Fuel, oil and gas	182.6	172.2	231.6	470.7	37.1%	1.6%	403.7	469.2	491.5	1.5%	2.7%
Travel and subsistence	254.3	498.7	602.0	261.4	0.9%	2.4%	221.7	275.2	286.0	3.0%	1.5%
Training and development	32.9	27.6	30.7	30.5	-2.4%	0.2%	47.6	46.9	49.1	17.2%	0.3%
Transfers and subsidies	1 464.3	195.0	648.2	820.9	-17.5%	4.6%	780.0	556.3	463.7	-17.3%	3.8%
Provinces and municipalities	0.0	0.0	0.0	0.0	1.9%	-	0.0	0.0	0.0	22.4%	-
Departmental agencies and accounts	1 393.4	114.7	229.6	311.5	-39.3%	3.0%	691.2	464.2	364.8	5.4%	2.7%
Public corporations and private enterprises	15.0	6.0	0.4	1.7	-51.2%	-	1.1	1.1	1.1	-13.8%	-
Households	55.9	74.3	418.3	507.7	108.7%	1.6%	87.6	90.9	97.8	-42.2%	1.1%
Payments for capital assets	86.8	25.6	88.8	18.5	-40.3%	0.3%	11.2	12.8	13.1	-10.7%	0.1%
Buildings and other fixed structures	1.7	2.3	0.9	0.6	-28.1%	-	0.2	0.5	0.7	3.7%	-
Machinery and equipment	85.2	22.7	87.6	17.8	-40.6%	0.3%	11.0	12.2	12.4	-11.3%	0.1%
Specialised military assets	-	-	-	-	-	-	0.0	-	-	-	-
Software and other intangible assets	-	0.6	0.3	0.0	-	-	0.0	0.0	0.0	-	-
Payments for financial assets	0.8	0.5	2.2	-	-100.0%	-	-	-	-	-	-
Total	17 186.6	16 372.1	17 732.0	16 215.2	-1.9%	100.0%	16 986.6	17 528.5	18 211.8	3.9%	100.0%
Proportion of total programme expenditure to vote expenditure	31.8%	33.6%	32.5%	30.9%	-	-	32.8%	32.6%	32.4%	-	-

Table 23.10 Landward Defence 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			2023/24				2024/25	2025/26	2026/27		
R million	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2023/24 - 2026/27	
Households											
Social benefits											
Current	51.4	58.1	408.8	507.7	114.5%	1.5%	87.6	90.9	97.8	-42.2%	1.1%
Employee social benefits	51.4	58.1	408.8	507.7	114.5%	1.5%	87.6	90.9	97.8	-42.2%	1.1%
Other transfers to households											
Current	4.4	16.2	9.5	-	-100.0%	-	-	-	-	-	-
Claims against the state	4.4	16.2	9.5	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 393.4	114.7	229.6	311.5	-39.3%	3.0%	691.2	464.2	364.8	5.4%	2.7%
Communication	-	0.0	-	0.0	-	-	0.0	0.0	0.0	-22.0%	-
Special defence account	1 393.4	114.7	229.6	311.4	-39.3%	3.0%	691.2	464.2	364.7	5.4%	2.7%
Provinces and municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	0.0	1.9%	-	0.0	0.0	0.0	22.4%	-
Vehicle licences	0.0	0.0	0.0	0.0	1.9%	-	0.0	0.0	0.0	22.4%	-
Public corporations and private enterprises											
Other transfers to public corporations											
Current	-	-	0.1	-	-	-	-	-	-	-	-
Claims against the state	-	-	0.1	-	-	-	-	-	-	-	-
Subsidies on products and production											
Current	14.9	6.0	-	1.7	-51.1%	-	1.1	1.1	1.1	-13.8%	-
Armaments Corporation of South Africa	14.9	6.0	-	1.7	-51.1%	-	1.1	1.1	1.1	-13.8%	-
Other transfers to private enterprises											
Current	0.1	-	0.3	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.1	-	0.3	-	-100.0%	-	-	-	-	-	-

Personnel information

Table 23.11 Landward Defence personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024		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 2022/23			Revised estimate 2023/24			Medium-term expenditure estimate								2023/24 - 2026/27			
		Number	Cost	Unit cost	Number	Cost	Unit cost	2024/25		2025/26		2026/27							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Landward Defence	34 830	-	36 267	14 980.1	0.4	35 831	13 392.0	0.4	34 983	14 255.3	0.4	35 904	14 927.4	0.4	36 872	15 622.5	0.4	1.0%	100.0%
Salary level																			
1 – 6	26 027	-	27 295	8 849.6	0.3	27 015	8 112.5	0.3	25 960	8 180.7	0.3	26 855	8 432.9	0.3	27 790	8 687.7	0.3	0.9%	74.9%
7 – 10	8 578	-	8 739	4 592.1	0.5	8 601	4 411.3	0.5	8 805	4 661.0	0.5	8 832	4 674.2	0.5	8 863	4 686.3	0.5	1.0%	24.4%
11 – 12	189	-	196	181.6	0.9	187	163.8	0.9	183	166.8	0.9	183	167.5	0.9	184	169.6	0.9	-0.5%	0.5%
13 – 16	36	-	37	46.6	1.3	28	35.7	1.3	35	46.1	1.3	35	46.2	1.3	35	46.2	1.3	7.7%	0.1%
Other	-	-	-	1 310.2	-	-	668.7	-	-	1 200.6	-	-	1 606.7	-	-	2 032.8	-	-	-

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 capabilities.

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 light utility helicopters, medium transport helicopters and combat support helicopters crewed by appropriately qualified personnel.
- *Transport and Maritime Capability* provides and sustains transport and maritime aircraft crewed by appropriately qualified personnel.
- *Air Combat Capability* provides and sustains 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 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 logistics support capabilities to provide support to multiple defence systems 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 (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Strategic Direction	20.5	24.0	28.8	24.8	6.6%	0.4%	74.0	29.7	26.7	2.4%	0.6%
Operational Direction	166.1	80.8	184.3	154.7	-2.3%	2.1%	56.4	102.8	99.3	-13.7%	1.5%
Helicopter Capability	1 398.8	874.8	1 085.4	765.8	-18.2%	14.9%	755.3	796.8	845.6	3.4%	11.3%
Transport and Maritime Capability	933.4	458.1	536.5	1 708.2	22.3%	13.1%	495.4	540.0	609.3	-29.1%	12.0%
Air Combat Capability	717.6	189.2	403.7	458.9	-13.8%	6.4%	649.4	677.3	701.1	15.2%	8.9%
Operational Support and Intelligence Capability	362.3	387.2	414.6	352.9	-0.9%	5.5%	402.3	411.5	428.9	6.7%	5.7%
Command and Control Capability	673.0	408.1	430.8	390.6	-16.6%	6.9%	403.7	424.7	466.0	6.1%	6.0%
Base Support Capability	2 254.0	2 271.2	2 406.8	2 414.6	2.3%	33.7%	2 306.9	2 346.6	2 438.8	0.3%	34.0%
Command Post	61.6	68.4	82.1	72.7	5.7%	1.0%	103.0	107.4	111.5	15.4%	1.4%
Training Capability	450.8	473.7	458.8	443.4	-0.6%	6.6%	462.4	514.2	565.1	8.4%	7.1%
Technical Support Services	647.0	645.8	731.5	630.3	-0.9%	9.6%	833.3	878.5	860.7	10.9%	11.5%
Total	7 684.8	5 881.2	6 763.5	7 416.7	-1.2%	100.0%	6 541.9	6 829.5	7 153.0	-1.2%	100.0%
Change to 2023							222.2	233.4	254.7		
Budget estimate											
Economic classification											
Current payments	5 840.5	5 533.8	6 000.7	5 673.4	-1.0%	83.1%	5 972.4	6 272.1	6 579.9	5.1%	87.7%
Compensation of employees	4 120.0	4 179.7	4 312.9	3 976.6	-1.2%	59.8%	4 306.6	4 490.1	4 699.2	5.7%	62.5%
Goods and services	1 720.5	1 354.1	1 687.8	1 696.9	-0.5%	23.3%	1 665.7	1 782.0	1 880.7	3.5%	25.1%
of which:											
Minor assets	6.0	4.5	4.1	19.6	48.3%	0.1%	62.9	58.5	92.0	67.4%	0.8%
Contractors	1 120.9	799.7	921.4	938.4	-5.8%	13.6%	982.7	1 007.5	1 036.0	3.4%	14.2%
Inventory: Food and food supplies	109.0	112.0	112.8	85.0	-8.0%	1.5%	98.1	102.4	124.5	13.6%	1.5%
Inventory: Fuel, oil and gas	123.5	100.7	182.3	161.7	9.4%	2.0%	71.8	120.1	115.2	-10.7%	1.7%
Consumable supplies	28.0	20.7	21.4	23.0	-6.4%	0.3%	41.0	106.2	110.5	68.8%	1.0%
Travel and subsistence	63.7	79.1	139.0	59.6	-2.2%	1.2%	55.3	58.5	61.3	1.0%	0.8%
Transfers and subsidies	1 804.3	266.0	719.5	1 727.8	-1.4%	16.3%	504.9	530.8	544.6	-31.9%	11.8%
Provinces and municipalities	0.0	0.0	0.0	0.0	7.7%	—	0.0	0.0	0.0	11.9%	—
Departmental agencies and accounts	1 453.7	242.6	502.8	1 456.6	0.1%	13.2%	462.8	489.6	502.1	-29.9%	10.4%
Public corporations and private enterprises	330.0	—	—	—	-100.0%	1.2%	—	—	—	—	—
Households	20.5	23.4	216.8	271.2	136.4%	1.9%	42.1	41.3	42.5	-46.1%	1.4%

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 (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Payments for capital assets	39.4	81.2	42.5	15.5	-26.7%	0.6%	64.6	26.6	28.4	22.4%	0.5%
Buildings and other fixed structures	4.3	2.9	0.6	0.3	-60.4%	-	0.5	0.5	0.5	22.5%	-
Machinery and equipment	35.1	78.1	42.0	15.2	-24.3%	0.6%	64.1	26.1	27.9	22.4%	0.5%
Biological assets	-	0.2	-	-	-	-	-	-	-	-	-
Software and other intangible assets	-	0.0	-	-	-	-	-	-	-	-	-
Payments for financial assets	0.7	0.1	0.8	-	-100.0%	-	-	-	-	-	-
Total	7 684.8	5 881.2	6 763.5	7 416.7	-1.2%	100.0%	6 541.9	6 829.5	7 153.0	-1.2%	100.0%
Proportion of total programme expenditure to vote expenditure	14.2%	12.1%	12.4%	14.1%	-	-	12.6%	12.7%	12.7%	-	-
Details of transfers and subsidies											
Households											
Social benefits											
Current	20.3	22.3	216.5	271.2	137.4%	1.9%	42.1	41.3	42.5	-46.1%	1.4%
Employee social benefits	20.3	22.3	216.5	271.2	137.4%	1.9%	42.1	41.3	42.5	-46.1%	1.4%
Other transfers to households											
Current	0.3	1.0	0.3	-	-100.0%	-	-	-	-	-	-
Claims against the state	0.3	1.0	0.3	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 453.7	242.6	502.8	1 456.6	0.1%	13.2%	462.8	489.6	502.1	-29.9%	10.4%
Communication	0.0	0.0	0.0	0.0	71.0%	-	0.3	0.3	0.3	214.8%	-
Special defence account	1 453.7	242.6	502.8	1 456.6	0.1%	13.2%	462.5	489.3	501.8	-29.9%	10.4%
Provinces and municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	0.0	7.7%	-	0.0	0.0	0.0	11.9%	-
Vehicle licences	0.0	0.0	0.0	0.0	7.7%	-	0.0	0.0	0.0	11.9%	-
Public corporations and private enterprises											
Other transfers to private enterprises											
Current	330.0	-	-	-	-100.0%	1.2%	-	-	-	-	-
Claims against the state	330.0	-	-	-	-100.0%	1.2%	-	-	-	-	-

Personnel information

Table 23.13 Air Defence personnel numbers and cost by salary level¹

Air Defence Salary level	Number of posts estimated for 31 March 2024		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		2023/24		2024/25		2025/26		2026/27			2023/24 - 2026/27					
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost				Number	Cost	Unit cost		
	8 939	-	9 145	4 312.9	0.5	8 837	3 976.6	0.4	9 107	4 306.6	0.5	9 264	4 490.1	0.5	9 397	4 699.2	0.5	2.1%	100.0%
1 - 6	4 343	-	4 371	1 345.2	0.3	4 257	1 209.3	0.3	4 364	1 230.8	0.3	4 525	1 315.7	0.3	4 662	1 406.3	0.3	3.1%	48.6%
7 - 10	4 289	-	4 469	2 593.9	0.6	4 331	2 462.4	0.6	4 486	2 624.7	0.6	4 482	2 686.9	0.6	4 477	2 730.4	0.6	1.1%	48.6%
11 - 12	282	-	279	271.5	1.0	230	219.8	1.0	231	231.5	1.0	231	239.0	1.0	232	241.4	1.0	0.3%	2.5%
13 - 16	25	-	26	37.2	1.4	19	26.2	1.4	26	36.6	1.4	26	37.1	1.4	26	37.8	1.5	11.0%	0.3%
Other	-	-	-	65.2	-	-	58.9	-	-	183.1	-	-	211.5	-	-	283.3	-	-	-

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 capabilities 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 Logistics 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 maritime combat and support capability requirements are met in terms of qualified personnel.
- *Base Support Capability* provides a general base support capability to ships, submarines, shore units and other identified clients to ensure that the fleet complies with 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 (%)	
	2020/21	2021/22	2022/23	2023/24		2020/21	2023/24	2024/25	2025/26	2026/27	2023/24	2026/27
R million												
Maritime Direction	701.6	772.0	878.1	876.6	7.7%	17.9%	822.0	843.4	884.9	0.3%	18.5%	
Maritime Combat Capability	1 911.6	1 345.0	1 525.6	975.0	-20.1%	32.0%	916.3	958.9	1 097.6	4.0%	21.3%	
Maritime Logistic Support Capability	1 039.7	918.4	972.6	1 529.5	13.7%	24.8%	1 497.2	1 582.1	1 626.4	2.1%	33.6%	
Maritime Human Resources and Training Capability	512.9	492.8	513.3	522.8	0.6%	11.3%	573.0	599.3	655.1	7.8%	12.7%	
Base Support Capability	571.7	605.2	773.1	572.0	–	14.0%	635.2	669.0	695.0	6.7%	13.9%	
Total	4 737.5	4 133.4	4 662.6	4 475.9	-1.9%	100.0%	4 443.8	4 652.7	4 959.0	3.5%	100.0%	
Change to 2023 Budget estimate				–			(539.3)	(584.4)	(518.0)			
Economic classification												
Current payments	2 962.1	3 026.7	3 228.9	3 216.0	2.8%	69.0%	3 405.2	3 668.7	3 847.5	6.2%	76.3%	
Compensation of employees	2 501.9	2 588.3	2 603.4	2 372.9	-1.7%	55.9%	2 671.2	2 785.4	2 913.2	7.1%	58.0%	
Goods and services	460.3	438.5	625.6	843.1	22.4%	13.1%	734.0	883.3	934.3	3.5%	18.3%	
of which:												
Contractors	200.8	153.1	195.6	349.5	20.3%	5.0%	251.8	334.6	342.0	-0.7%	6.9%	
Inventory: Food and food supplies	76.4	69.1	96.2	81.6	2.2%	1.8%	86.7	86.7	91.0	3.7%	1.9%	
Inventory: Fuel, oil and gas	33.9	20.9	39.4	78.8	32.5%	1.0%	44.0	55.9	58.8	-9.3%	1.3%	
Inventory: Other supplies	28.7	33.6	25.1	58.3	26.6%	0.8%	39.1	54.6	94.4	17.4%	1.3%	
Travel and subsistence	32.8	47.8	80.7	60.7	22.7%	1.2%	66.6	66.4	73.9	6.8%	1.4%	
Operating payments	3.8	17.5	29.5	55.9	146.0%	0.6%	58.6	58.7	61.6	3.3%	1.3%	
Transfers and subsidies	1 749.0	1 054.6	1 295.1	1 148.2	-13.1%	29.1%	990.9	977.4	1 104.7	-1.3%	22.8%	
Provinces and municipalities	0.0	0.0	0.0	0.0	6.3%	–	0.0	0.0	0.0	–	–	
Departmental agencies and accounts	1 396.3	711.4	738.2	622.5	-23.6%	19.3%	613.6	588.7	700.6	4.0%	13.6%	
Public corporations and private enterprises	339.5	327.2	340.2	351.2	1.1%	7.5%	355.4	366.0	380.7	2.7%	7.8%	
Households	13.2	16.0	216.8	174.5	136.7%	2.3%	21.9	22.6	23.4	-48.8%	1.3%	
Payments for capital assets	26.2	51.9	138.3	111.7	62.1%	1.8%	47.7	6.6	6.8	-60.7%	0.9%	
Buildings and other fixed structures	2.6	0.6	98.6	–	-100.0%	0.6%	–	–	–	–	–	
Machinery and equipment	22.5	50.4	35.0	103.8	66.5%	1.2%	45.4	5.9	6.1	-61.1%	0.9%	
Specialised military assets	–	–	–	5.4	–	–	1.8	0.1	0.1	-73.9%	–	
Software and other intangible assets	1.1	0.9	4.7	2.5	30.3%	0.1%	0.5	0.6	0.6	-38.1%	–	
Payments for financial assets	0.2	0.2	0.3	–	-100.0%	–	–	–	–	–	–	
Total	4 737.5	4 133.4	4 662.6	4 475.9	-1.9%	100.0%	4 443.8	4 652.7	4 959.0	3.5%	100.0%	
Proportion of total programme expenditure to vote expenditure	8.8%	8.5%	8.5%	8.5%	–	–	8.6%	8.7%	8.8%	–	–	

Table 23.14 Maritime Defence 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			2023/24				2020/21 - 2023/24	2024/25	2025/26		
R million	2020/21	2021/22	2022/23	2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24	2026/27	
Households											
Social benefits											
Current	13.1	15.9	216.5	174.5	136.9%	2.3%	21.9	22.6	23.4	-48.8%	1.3%
Employee social benefits	13.1	15.9	216.5	174.5	136.9%	2.3%	21.9	22.6	23.4	-48.8%	1.3%
Other transfers to households											
Current	0.0	0.1	0.3	–	-100.0%	–	–	–	–	–	–
Claims against the state	0.0	0.1	0.3	–	-100.0%	–	–	–	–	–	–
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	1 396.3	711.4	738.2	622.5	-23.6%	19.3%	613.6	588.7	700.6	4.0%	13.6%
Communication	–	–	–	–	–	–	0.1	0.1	0.1	–	–
Special defence account	1 396.3	711.4	738.2	622.5	-23.6%	19.3%	613.5	588.7	700.5	4.0%	13.6%
Provinces and municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	0.0	6.3%	–	0.0	0.0	0.0	–	–
Vehicle licences	0.0	0.0	0.0	0.0	6.3%	–	0.0	0.0	0.0	–	–
Public corporations and private enterprises											
Subsidies on products and production											
Current	339.5	327.2	340.2	351.2	1.1%	7.5%	355.4	366.0	380.7	2.7%	7.8%
Armaments Corporation of South Africa	339.5	327.2	340.2	351.2	1.1%	7.5%	355.4	366.0	380.7	2.7%	7.8%

Personnel information

Table 23.15 Maritime Defence personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024		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		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27					
Salary level	5 663	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	
1 – 6	3 298	–	3 464	1 149.4	0.3	3 074	858.5	0.3	3 242	949.2	0.3	3 410	998.0	0.3	3 568	1 093.9	0.3
7 – 10	2 193	–	2 228	1 254.6	0.6	2 404	1 312.6	0.5	2 456	1 441.3	0.6	2 461	1 444.2	0.6	2 465	1 444.9	0.6
11 – 12	153	–	161	154.7	1.0	146	127.6	0.9	152	139.5	0.9	152	139.5	0.9	150	137.6	0.9
13 – 16	19	–	19	25.3	1.3	18	22.6	1.3	20	26.3	1.3	20	26.3	1.3	20	26.3	1.3
Other	–	–	–	19.3	–	–	51.7	–	–	114.9	–	–	177.4	–	–	210.5	–

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.
- *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 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
R million											
Strategic Direction	304.4	284.0	271.3	297.5	-0.8%	5.1%	267.5	281.4	293.8	-0.4%	4.8%
Mobile Military Health Support	191.0	201.0	189.2	206.4	2.6%	3.5%	227.0	230.3	240.7	5.3%	3.8%
Area Military Health Service	1 917.1	2 069.5	2 300.7	2 029.8	1.9%	36.8%	2 205.5	2 311.8	2 424.8	6.1%	37.5%
Specialist/Tertiary Health Service	2 195.1	2 256.3	2 433.4	2 327.9	2.0%	40.8%	2 321.8	2 447.3	2 555.0	3.2%	40.4%
Military Health Product Support Capability	385.7	217.5	371.4	387.1	0.1%	6.0%	407.6	428.0	447.4	4.9%	7.0%
Military Health Maintenance Capability	121.7	105.1	-	-	-100.0%	1.0%	-	-	-	-	-
Military Health Training Capability	372.1	392.3	413.5	362.6	-0.9%	6.8%	387.3	400.0	418.3	4.9%	6.6%
Total	5 487.1	5 525.7	5 979.6	5 611.3	0.7%	100.0%	5 816.6	6 098.8	6 379.9	4.4%	100.0%
Change to 2023 Budget estimate				-			248.1	286.5	301.4		
Economic classification											
Current payments	5 384.3	5 480.9	5 685.3	5 385.1	-	97.0%	5 688.5	5 969.9	6 244.3	5.1%	97.4%
Compensation of employees	4 066.3	4 227.8	4 204.8	4 008.8	-0.5%	73.0%	4 238.6	4 425.9	4 627.3	4.9%	72.4%
Goods and services	1 318.0	1 253.2	1 480.5	1 376.3	1.5%	24.0%	1 449.9	1 544.0	1 617.0	5.5%	25.0%
of which:											
Laboratory services	55.8	76.2	78.3	47.0	-5.6%	1.1%	58.1	60.4	63.3	10.5%	1.0%
Agency and support/outsourced services	504.8	542.4	723.5	552.8	3.1%	10.3%	579.0	619.2	641.1	5.1%	10.0%
Inventory: Food and food supplies	99.3	107.7	115.9	112.0	4.1%	1.9%	112.2	112.5	117.0	1.5%	1.9%
Inventory: Medical supplies	116.8	63.0	58.6	102.9	-4.1%	1.5%	109.9	130.6	135.9	9.7%	2.0%
Inventory: Medicine	274.7	242.5	219.0	245.9	-3.6%	4.3%	252.2	264.6	289.0	5.5%	4.4%
Travel and subsistence	47.1	52.8	86.4	58.0	7.2%	1.1%	56.0	58.8	60.9	1.6%	1.0%
Transfers and subsidies	29.7	24.5	141.5	143.0	68.9%	1.5%	35.5	34.2	37.2	-36.1%	1.0%
Provinces and municipalities	0.0	0.0	0.0	0.0	51.8%	-	0.0	0.0	0.0	4.6%	-
Departmental agencies and accounts	12.7	-	-	0.0	-89.9%	0.1%	0.0	0.0	0.0	4.9%	-
Public corporations and private enterprises	0.0	-	-	-	-100.0%	-	-	-	-	-	-
Non-profit institutions	0.8	0.2	0.1	0.9	1.6%	-	0.5	0.5	0.5	-14.2%	-
Households	16.2	24.3	141.4	142.1	106.4%	1.4%	35.0	33.7	36.7	-36.3%	1.0%
Payments for capital assets	71.9	20.0	151.3	83.3	5.0%	1.4%	92.5	94.7	98.4	5.7%	1.5%
Buildings and other fixed structures	0.3	0.3	-	0.0	-64.9%	-	0.0	0.0	0.0	-7.2%	-
Machinery and equipment	71.5	19.6	151.3	82.5	4.9%	1.4%	92.5	94.6	98.3	6.0%	1.5%
Biological assets	-	0.1	-	0.0	-	-	0.0	0.0	0.0	2.4%	-
Software and other intangible assets	-	-	-	0.7	-	-	0.0	0.0	0.0	-69.8%	-
Payments for financial assets	1.2	0.3	1.4	-	-100.0%	-	-	-	-	-	-
Total	5 487.1	5 525.7	5 979.6	5 611.3	0.7%	100.0%	5 816.6	6 098.8	6 379.9	4.4%	100.0%
Proportion of total programme expenditure to vote expenditure	10.1%	11.3%	11.0%	10.7%	-	-	11.2%	11.3%	11.3%	-	-

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

Details of transfers and subsidies		Audited outcome			Adjusted appropriation	Average growth rate (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
		2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million												
Households												
Social benefits												
Current		16.1	21.7	141.3	142.1	106.9%	1.4%	35.0	33.7	36.7	-36.3%	1.0%
Employee social benefits		16.1	21.7	141.3	142.1	106.9%	1.4%	35.0	33.7	36.7	-36.3%	1.0%
Other transfers to households												
Current		0.1	2.5	0.2	-	-100.0%	-	-	-	-	-	-
Claims against the state		0.1	2.5	0.2	-	-100.0%	-	-	-	-	-	-
Departmental agencies and accounts												
Departmental agencies (non-business entities)												
Current		12.7	-	-	0.0	-89.9%	0.1%	0.0	0.0	0.0	4.9%	-
Claims against the state		0.0	-	-	-	-100.0%	-	-	-	-	-	-
Communication		-	-	-	0.0	-	-	0.0	0.0	0.0	4.9%	-
Special defence account		12.7	-	-	-	-100.0%	0.1%	-	-	-	-	-
Provinces and municipalities												
Municipal bank accounts												
Current		0.0	0.0	0.0	0.0	51.8%	-	0.0	0.0	0.0	4.6%	-
Vehicle licences		0.0	0.0	0.0	0.0	51.8%	-	0.0	0.0	0.0	4.6%	-
Non-profit institutions												
Current		0.8	0.2	0.1	0.9	1.6%	-	0.5	0.5	0.5	-14.2%	-
St John Ambulance Brigade		0.8	0.2	0.1	0.9	1.6%	-	0.5	0.5	0.5	-14.2%	-
Public corporations and private enterprises												
Other transfers to private enterprises												
Current		0.0	-	-	-	-100.0%	-	-	-	-	-	-
Claims against the state		0.0	-	-	-	-100.0%	-	-	-	-	-	-

Personnel information

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

Number of posts estimated for 31 March 2024		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		Unit cost	2023/2		Unit cost	2024/25		Unit cost	2025/26		Unit cost	2026/27		2023/24 - 2026/27			
Number	Cost	Number	Cost		Number	Cost		Number	Cost		Number	Cost		Number	Cost		Number	Cost	
Military Health Support		6 998	4 204.8	0.6	6 749	4 008.8	0.6	6 829	4 238.6	0.6	6 830	4 425.9	0.6	6 820	4 627.3	0.7	0.3%	100.0%	
Salary level																			
1 – 6	2 784	-	2 733	891.2	0.3	2 427	772.9	0.3	2 509	842.5	0.3	2 516	916.2	0.4	2 514	970.2	0.4	1.2%	36.6%
7 – 10	3 218	-	3 302	1 840.0	0.6	3 327	1 802.6	0.5	3 316	1 895.1	0.6	3 311	1 995.4	0.6	3 302	2 060.3	0.6	-0.3%	48.7%
11 – 12	717	-	726	760.0	1.0	706	738.5	1.0	715	778.4	1.1	715	784.2	1.1	715	858.2	1.2	0.4%	10.5%
13 – 16	279	-	286	584.9	2.0	289	589.0	2.0	289	608.9	2.1	288	608.0	2.1	289	615.9	2.1	-	4.2%
Other	-	-	-	128.7	-	-	105.8	-	-	113.7	-	-	122.1	-	-	122.7	-	-	-

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 on an ongoing basis.

Subprogrammes

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

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 (%)	Average Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Operations	642.3	234.0	584.0	299.0	-22.5%	43.4%	312.7	336.6	349.4	5.3%	28.4%
Defence Intelligence Support Services	488.6	544.3	530.0	734.3	14.5%	56.6%	815.7	841.1	884.2	6.4%	71.6%
Total	1 130.9	778.3	1 114.0	1 033.3	-3.0%	100.0%	1 128.4	1 177.7	1 233.6	6.1%	100.0%
Change to 2023 Budget estimate							59.5	61.5	66.3		
Economic classification											
Current payments	482.6	493.1	501.7	720.3	14.3%	54.2%	807.3	835.6	878.5	6.8%	70.9%
Compensation of employees	456.8	468.8	479.6	598.4	9.4%	49.4%	671.9	700.8	733.5	7.0%	59.1%
Goods and services	25.7	24.4	22.1	121.9	68.0%	4.8%	135.4	134.8	145.0	6.0%	11.7%
of which:											
<i>Inventory: Fuel, oil and gas</i>	3.4	3.2	3.3	7.9	32.8%	0.4%	12.0	12.0	12.8	17.5%	1.0%
<i>Operating leases</i>	–	–	–	44.5	–	1.1%	40.1	41.9	44.4	-0.1%	3.7%
<i>Property payments</i>	1.6	0.5	0.4	17.0	118.1%	0.5%	16.5	15.6	16.4	-1.2%	1.4%
<i>Travel and subsistence</i>	4.2	5.2	7.3	14.3	50.2%	0.8%	20.3	19.7	18.9	9.6%	1.6%
<i>Training and development</i>	2.0	3.0	2.2	5.7	41.8%	0.3%	7.5	6.9	12.3	29.5%	0.7%
<i>Operating payments</i>	0.2	0.5	(0.4)	8.5	261.9%	0.2%	8.5	8.9	8.5	-0.1%	0.8%
Transfers and subsidies	646.4	236.7	612.1	313.0	-21.5%	44.6%	317.2	342.1	355.1	4.3%	29.0%
Provinces and municipalities	0.0	0.0	0.0	0.0	6.3%	–	0.0	0.0	0.0	-5.9%	–
Departmental agencies and accounts	641.9	234.0	584.0	299.0	-22.5%	43.4%	312.7	336.6	349.4	5.3%	28.4%
Households	4.5	2.7	28.1	14.0	45.6%	1.2%	4.5	5.5	5.7	-25.7%	0.7%
Payments for capital assets	1.9	48.4	0.1	–	-100.0%	1.2%	3.9	–	–	–	0.1%
Buildings and other fixed structures	1.1	48.4	–	–	-100.0%	1.2%	–	–	–	–	–
Machinery and equipment	0.8	–	0.1	–	-100.0%	–	3.9	–	–	–	0.1%
Payments for financial assets	0.0	0.1	0.2	–	-100.0%	–	–	–	–	–	–
Total	1 130.9	778.3	1 114.0	1 033.3	-3.0%	100.0%	1 128.4	1 177.7	1 233.6	6.1%	100.0%
Proportion of total programme expenditure to vote expenditure	2.1%	1.6%	2.0%	2.0%	–	–	2.2%	2.2%	2.2%	–	–
Details of transfers and subsidies											
Households											
Social benefits											
Current	4.5	2.7	28.0	14.0	45.6%	1.2%	4.5	5.5	5.7	-25.7%	0.7%
Employee social benefits	4.5	2.7	28.0	14.0	45.6%	1.2%	4.5	5.5	5.7	-25.7%	0.7%
Other transfers to households											
Current	–	–	0.0	–	–	–	–	–	–	–	–
Claims against the state	–	–	0.0	–	–	–	–	–	–	–	–
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	641.9	234.0	584.0	299.0	-22.5%	43.4%	312.7	336.6	349.4	5.3%	28.4%
Special defence account	641.9	234.0	584.0	299.0	-22.5%	43.4%	312.7	336.6	349.4	5.3%	28.4%
Provinces and municipalities											
Municipal bank accounts											
Current	0.0	0.0	0.0	0.0	6.3%	–	0.0	0.0	0.0	-5.9%	–
Vehicle licences	0.0	0.0	0.0	0.0	6.3%	–	0.0	0.0	0.0	-5.9%	–

Personnel information

Table 23.19 Defence Intelligence personnel numbers and cost by salary level¹

Salary level	Number of posts estimated for 31 March 2024	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										
			2022/23		Unit cost	2023/2		Unit cost	2024/25		2025/26		2026/27				Unit cost		
			Number	Cost		Number	Cost		Number	Cost	Number	Cost	Number	Cost					
1 053	–	–	1 024	479.6	0.5	1 004	598.4	0.6	1 055	671.9	0.6	1 066	700.8	0.7	1 084	733.5	0.7	2.6%	100.0%
1 – 6	256	–	223	56.0	0.3	208	66.3	0.3	275	96.6	0.4	278	100.1	0.4	297	109.1	0.4	12.6%	25.1%
7 – 10	667	–	674	309.5	0.5	677	410.3	0.6	647	428.5	0.7	656	448.8	0.7	656	470.1	0.7	-1.0%	62.6%
11 – 12	100	–	97	74.1	0.8	93	83.6	0.9	103	97.0	0.9	102	96.9	1.0	101	97.1	1.0	2.8%	9.5%
13 – 16	30	–	30	29.8	1.0	26	27.6	1.1	30	36.8	1.2	30	38.4	1.3	30	39.1	1.3	4.9%	2.8%
Other	–	–	–	10.1	–	–	10.7	–	–	13.0	–	–	16.6	–	–	18.2	–	–	–

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 strategic direction to the department on logistics.
- 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 backlogged 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 Logistics Services* provides logistics services to the department in terms of warehousing for ammunition, main equipment and stores; and 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 (%)		Medium-term expenditure estimate			Average growth rate (%)	
	2020/21	2021/22	2022/23		2023/24	2020/21 - 2023/24	2024/25	2025/26	2026/27	2023/24 - 2026/27	2023/24 - 2026/27
R million											
Joint Logistic Services	4 493.3	3 681.6	3 903.7	3 578.5	-7.3%	54.6%	3 927.7	4 083.5	4 275.3	6.1%	52.9%
Command and Management Information Systems	930.3	939.4	1 158.3	1 063.6	4.6%	14.3%	1 107.9	1 146.8	1 216.9	4.6%	15.1%
Military Police	720.0	742.7	826.2	788.2	3.1%	10.7%	773.5	808.5	849.1	2.5%	10.7%
Technology Development	681.5	–	133.5	315.9	-22.6%	3.9%	411.3	353.6	379.5	6.3%	4.9%
Departmental Support	1 048.1	1 237.4	1 239.6	1 219.3	5.2%	16.5%	1 176.1	1 236.9	1 295.0	2.0%	16.4%
Total	7 873.2	6 601.0	7 261.3	6 965.5	-4.0%	100.0%	7 396.4	7 629.3	8 015.8	4.8%	100.0%
Change to 2023 Budget estimate				–			255.1	245.6	293.8		
Economic classification											
Current payments	5 111.8	4 873.1	4 878.2	4 991.8	-0.8%	69.2%	5 463.1	5 713.3	5 985.7	6.2%	73.8%
Compensation of employees	2 654.4	3 002.2	3 070.9	2 865.7	2.6%	40.4%	3 186.4	3 332.8	3 496.6	6.9%	42.9%
Goods and services	2 457.3	1 870.9	1 807.4	2 126.1	-4.7%	28.8%	2 276.7	2 380.6	2 489.0	5.4%	30.9%
of which:											
Minor assets	50.3	43.9	27.2	103.7	27.3%	0.8%	127.9	151.1	178.6	19.9%	1.9%
Audit costs: External	46.7	64.8	76.6	84.1	21.7%	0.9%	88.3	92.7	96.4	4.7%	1.2%
Computer services	544.5	572.0	666.9	752.4	11.4%	8.8%	718.4	742.5	750.0	-0.1%	9.9%
Contractors	90.0	77.2	84.9	120.9	10.3%	1.3%	116.4	116.8	127.8	1.9%	1.6%
Agency and support/outsourced services	353.2	204.3	297.3	191.0	-18.5%	3.6%	197.4	197.4	197.5	1.1%	2.6%
Property payments	15.6	20.4	20.2	403.8	196.1%	1.6%	561.2	602.4	648.5	17.1%	7.4%
Transfers and subsidies	1 708.9	1 171.4	1 436.5	1 519.4	-3.8%	20.3%	1 497.4	1 480.0	1 577.1	1.3%	20.2%
Provinces and municipalities	0.1	0.1	0.1	0.1	17.7%	–	0.1	0.1	0.1	1.9%	–
Departmental agencies and accounts	658.0	7.4	141.6	325.6	-20.9%	3.9%	439.9	371.4	410.9	8.1%	5.2%
Foreign governments and international organisations	22.1	9.9	–	–	-100.0%	0.1%	–	–	–	–	–
Public corporations and private enterprises	1 013.5	1 136.6	1 128.6	1 083.6	2.3%	15.2%	1 033.3	1 086.7	1 138.7	1.7%	14.5%
Households	15.2	17.4	166.2	110.1	93.4%	1.1%	24.1	21.8	27.4	-37.1%	0.6%
Payments for capital assets	1 050.7	555.7	946.3	454.3	-24.4%	10.5%	435.9	435.9	453.0	-0.1%	5.9%
Buildings and other fixed structures	846.3	355.7	614.3	372.8	-23.9%	7.6%	372.8	372.8	387.8	1.3%	5.0%
Machinery and equipment	106.6	151.9	55.1	81.5	-8.6%	1.4%	63.0	63.1	65.2	-7.2%	0.9%
Heritage assets	–	–	212.9	–	–	0.7%	–	–	–	–	–
Software and other intangible assets	97.8	48.1	63.9	–	-100.0%	0.7%	–	–	–	–	–
Payments for financial assets	1.9	0.8	0.2	–	-100.0%	–	–	–	–	–	–
Total	7 873.2	6 601.0	7 261.3	6 965.5	-4.0%	100.0%	7 396.4	7 629.3	8 015.8	4.8%	100.0%
Proportion of total programme expenditure to vote expenditure	14.6%	13.5%	13.3%	13.3%	–	–	14.3%	14.2%	14.3%	–	–
Details of transfers and subsidies											
Households											
Social benefits											
Current	15.2	16.5	164.1	110.1	93.7%	1.1%	24.1	21.8	27.4	-37.1%	0.6%
Employee social benefits	15.2	16.5	164.1	110.1	93.7%	1.1%	24.1	21.8	27.4	-37.1%	0.6%
Other transfers to households											
Current	0.1	0.9	2.1	–	-100.0%	–	–	–	–	–	–
Claims against the state	0.1	0.9	2.1	–	-100.0%	–	–	–	–	–	–
Departmental agencies and accounts											
Departmental agencies (non-business entities)											
Current	658.0	7.4	141.6	325.6	-20.9%	3.9%	439.9	371.4	410.9	8.1%	5.2%
Communication	0.0	–	–	0.0	44.2%	–	0.0	0.0	0.0	26.0%	–
Special defence account	653.1	1.9	135.6	319.6	-21.2%	3.9%	433.9	366.4	406.9	8.4%	5.1%
Castle Control Board	4.9	5.5	6.0	6.0	7.0%	0.1%	6.0	5.0	4.0	-12.6%	0.1%
Provinces and municipalities											
Municipal bank accounts											
Current	0.1	0.1	0.1	0.1	17.7%	–	0.1	0.1	0.1	1.9%	–
Vehicle licences	0.1	0.1	0.1	0.1	17.7%	–	0.1	0.1	0.1	1.9%	–
Public corporations and private enterprises											
Other transfers to public corporations											
Current	–	0.1	–	–	–	–	–	–	–	–	–
Claims against the state	–	0.1	–	–	–	–	–	–	–	–	–
Subsidies on products and production											
Current	1 013.5	1 136.6	1 128.6	1 083.6	2.3%	15.2%	1 033.3	1 086.7	1 138.7	1.7%	14.5%
Armaments Corporation of South Africa	1 013.5	1 136.6	1 128.6	1 083.6	2.3%	15.2%	1 033.3	1 086.7	1 138.7	1.7%	14.5%
Foreign governments and international organisations											
Current	22.1	9.9	–	–	-100.0%	0.1%	–	–	–	–	–
Foreign governments and international organisations	22.1	9.9	–	–	-100.0%	0.1%	–	–	–	–	–

Personnel information

Table 23.21 General Support personnel numbers and cost by salary level¹

Number of posts estimated for 31 March 2024		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		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost						
General Support																			
Salary level	6 580	–	6 428	3 070.9	0.5	6 057	2 865.7	0.5	6 620	3 186.4	0.5	6 605	3 332.8	0.5	6 602	3 496.6	0.5	2.9%	100.0%
1 – 6	3 577	–	3 503	1 221.3	0.3	3 276	1 124.5	0.3	3 687	1 287.5	0.3	3 674	1 318.2	0.4	3 668	1 412.2	0.4	3.8%	55.3%
7 – 10	2 817	–	2 746	1 456.5	0.5	2 631	1 398.4	0.5	2 760	1 517.2	0.5	2 759	1 575.1	0.6	2 767	1 640.6	0.6	1.7%	42.2%
11 – 12	161	–	155	143.7	0.9	131	121.0	0.9	148	143.1	1.0	147	147.3	1.0	142	147.8	1.0	2.7%	2.2%
13 – 16	25	–	24	30.4	1.3	19	24.3	1.3	25	33.1	1.3	25	34.5	1.4	25	36.1	1.4	9.6%	0.4%
Other	–	–	–	219.0	–	–	197.5	–	–	205.5	–	–	257.6	–	–	259.9	–	–	–

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		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Percentage of capital requirements from the Department of Defence converted into orders placed per year	Management of defence matériel acquisition		98.2% (R233.3m/ R237.6m)	100% (R90m)	100% (R365.1m)	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	97.5% (R232m/ R238m)	97.9% (R126.6m/ R129.4m)	51.7% (R95.2m/ R184.1m)	95%	95%	95%	95%
Value of defence industrial participation credits awarded in terms of contractually agreed milestones per year	Management of defence matériel acquisition		R95.8m	R260m	R26.6m	R111.3m	R84m	R23m	R23m

Entity overview

The Armaments Corporation of South Africa, which is guided by the Armaments Corporation of South Africa Act (2003), ensures that the South African National Defence Force is equipped with high-quality, reliable and technologically advanced defence matériel. By fulfilling its mission, the corporation contributes to the overall effectiveness and readiness of the defence force while actively enabling the development of the local defence industry by supporting local manufacturers and fostering research and development initiatives. Over the medium term, the corporation will continue to focus on meeting the defence matériel requirements, as well as the defence technology, research and development analysis, and testing and evaluation requirements of the Department of Defence.

The corporation plans to ensure that the procurement of capital assets for the defence force over the MTEF period is cost efficient and meets its operational needs. To sustain the percentage of the department's capital requirements converted into placed orders at 95 per cent in each year over the medium term, the corporation has allocated R727.4 million over the next 3 years for the acquisition of defence matériel.

Over the period ahead, the corporation plans to offer services related to operational research, comprehensive testing and the evaluation of defence systems and capabilities across military and civilian settings. The adoption of cutting-edge technologies such as artificial intelligence and nanotechnology is expected to empower the corporation to carry out its mandate. Accordingly, the corporation aims to maintain the execution of technology requirements to meet contractual milestones at 95 per cent over the period ahead. Consequently, projected expenditure to manage strategic research facilities is estimated to be R1.7 billion over the next 3 years.

The corporation is set to derive 54.7 per cent (R4.4 billion) of its revenue over the MTEF period through transfers from the department, increasing at an average annual rate of 1.9 per cent. To mitigate the impact of Cabinet-approved budget reductions amounting to R488.5 million over the medium term, the corporation aims to improve other revenue streams, such as the commercialisation of intellectual property and commercial income from strategic facilities. As a result, non-tax revenue streams are expected to increase at an average annual rate of 25.9 per cent, from R742.6 million in 2023/24 to R1.5 billion in 2026/27.

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 (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
Administration	622.9	852.5	758.8	855.3	11.1%	39.4%	891.7	932.9	977.1	4.5%	33.3%
Quality assurance	141.2	107.4	109.4	124.9	-4.0%	6.2%	129.1	135.3	142.0	4.4%	4.8%
Management of defence matériel acquisition	288.6	239.7	224.3	219.2	-8.8%	12.5%	231.0	242.2	254.2	5.1%	8.6%
Logistics support	32.8	27.7	47.5	27.8	-5.3%	1.8%	30.0	31.5	33.1	5.9%	1.1%
Management of strategic facilities: Dockyard	328.7	266.4	231.6	513.7	16.1%	16.8%	1 016.2	1 066.3	1 119.1	29.6%	32.8%
Management of strategic facilities: Research and development	452.7	448.0	457.2	468.0	1.1%	23.4%	535.2	559.1	584.7	7.7%	19.4%
Total	1 866.9	1 941.8	1 828.8	2 208.9	5.8%	100.0%	2 833.1	2 967.4	3 110.1	12.1%	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 (%)	Average: Expenditure/ Total (%)	Medium-term expenditure estimate			Average growth rate (%)	Average: Expenditure/ Total (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
Revenue											
Non-tax revenue	613.0	474.3	518.2	742.6	6.6%	28.7%	1 344.4	1 411.6	1 482.2	25.9%	45.3%
Sale of goods and services other than capital assets	370.5	259.7	338.0	560.2	14.8%	18.6%	1 129.1	1 185.5	1 244.8	30.5%	37.3%
Other non-tax revenue	242.5	214.6	180.2	182.4	-9.1%	10.1%	215.3	226.1	237.4	9.2%	8.0%
Transfers received	1 378.2	1 480.1	1 478.5	1 446.3	1.6%	71.3%	1 400.0	1 464.6	1 531.7	1.9%	54.7%
Total revenue	1 991.2	1 954.3	1 996.7	2 188.9	3.2%	100.0%	2 744.4	2 876.2	3 013.9	11.3%	100.0%
Expenses											
Current expenses	1 866.9	1 941.8	1 828.8	2 208.9	5.8%	100.0%	2 833.1	2 967.4	3 110.1	12.1%	100.0%
Compensation of employees	1 123.4	1 145.2	1 071.0	1 145.8	0.7%	57.4%	1 218.8	1 279.7	1 343.7	5.5%	45.3%
Goods and services	649.4	700.5	665.1	954.6	13.7%	37.6%	1 502.3	1 575.6	1 654.4	20.1%	50.6%
Depreciation	94.2	96.1	92.7	108.6	4.9%	5.0%	112.0	112.0	112.0	1.1%	4.1%
Total expenses	1 866.9	1 941.8	1 828.8	2 208.9	5.8%	100.0%	2 833.1	2 967.4	3 110.1	12.1%	100.0%
Surplus/(Deficit)	124.3	12.6	168.0	(20.1)	-154.5%		(88.8)	(91.2)	(96.3)	68.6%	

Table 23.24 Armaments Corporation of South Africa 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 (%)
	2020/21	2021/22	2022/23				2023/24	2024/25	2025/26		
R million											
Cash flow from operating activities	298.8	303.2	126.9	261.3	-4.4%	100.0%	23.3	20.9	15.8	-60.8%	100.0%
Receipts											
Non-tax receipts	531.1	288.3	497.7	698.0	9.5%	24.9%	1 302.0	1 367.1	1 435.4	27.2%	43.6%
Sales of goods and services other than capital assets	370.5	169.6	338.0	560.2	14.8%	17.7%	1 129.1	1 185.5	1 244.8	30.5%	37.3%
Other tax receipts	160.6	118.7	159.6	137.8	-5.0%	7.2%	172.9	181.6	190.6	11.4%	6.3%
Transfers received	1 378.2	1 480.1	1 478.5	1 446.3	1.6%	73.0%	1 400.0	1 464.6	1 531.7	1.9%	54.7%
Financial transactions in assets and liabilities	81.9	21.1	20.5	44.6	-18.4%	2.1%	42.4	44.5	46.8	1.6%	1.7%
Total receipts	1 991.2	1 789.5	1 996.7	2 188.9	3.2%	100.0%	2 744.4	2 876.2	3 013.9	11.3%	100.0%
Payment											
Current payments	1 692.4	1 483.6	1 869.9	1 927.6	4.4%	100.0%	2 721.1	2 855.3	2 998.1	15.9%	100.0%
Compensation of employees	1 123.4	1 204.3	1 071.0	1 145.8	0.7%	66.0%	1 218.8	1 279.7	1 343.7	5.5%	48.5%
Goods and services	569.1	279.3	798.8	781.8	11.2%	33.9%	1 502.3	1 575.6	1 654.4	28.4%	51.5%
Interest and rent on land	-	0.0	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	2.7	-	-	-	-	-	-	-	-	-
Total payments	1 692.4	1 486.3	1 869.9	1 927.6	4.4%	100.0%	2 721.1	2 855.3	2 998.1	15.9%	100.0%
Net cash flow from investing activities	(351.0)	(407.4)	74.4	(350.1)	-0.1%	100.0%	(107.1)	(62.6)	(6.9)	-72.9%	100.0%
Acquisition of property, plant, equipment and intangible assets	(51.2)	(58.3)	(103.4)	(231.7)	65.4%	-11.0%	(396.4)	(247.6)	(186.9)	-6.9%	880.8%
Acquisition of software and other intangible assets	(5.2)	(9.5)	(6.0)	(118.4)	182.9%	7.4%	(10.6)	(15.0)	(10.0)	-56.1%	52.9%
Proceeds from the sale of property, plant, equipment and intangible assets	-	0.1	0.7	-	-	0.2%	-	-	-	-	-
Other flows from investing activities	(294.6)	(339.7)	183.0	-	-100.0%	103.4%	300.0	200.0	190.0	-	-833.7%
Net increase/(decrease) in cash and cash equivalents	(52.3)	(104.3)	201.2	(88.8)	19.3%	-0.3%	(83.8)	(41.7)	8.8	-146.3%	100.0%
Statement of financial position											
Carrying value of assets of which:	1 776.6	1 291.8	1 272.1	1 606.0	-3.3%	44.0%	1 759.8	1 910.3	1 995.2	7.5%	58.0%
Acquisition of assets	(51.2)	(58.3)	(103.4)	(231.7)	65.4%	100.0%	(396.4)	(247.6)	(186.9)	-6.9%	100.0%
Investments	-	-	6.2	0.1	-	-	0.1	0.1	0.1	-	-
Inventory	14.0	14.2	15.8	14.1	0.3%	0.4%	14.4	14.0	13.6	-1.3%	0.4%
Receivables and prepayments	102.4	205.0	492.9	267.9	37.8%	7.9%	468.8	450.1	432.1	17.3%	12.9%
Cash and cash equivalents	812.7	465.7	666.9	622.4	-8.5%	18.9%	183.7	166.5	204.1	-31.0%	9.3%
Taxation	-	3.4	21.3	-	-	0.2%	-	-	-	-	-
Derivatives financial instruments	883.2	1 236.5	1 058.8	682.0	-8.3%	28.6%	781.4	581.4	391.4	-16.9%	19.3%
Total assets	3 588.9	3 216.6	3 534.0	3 192.7	-3.8%	100.0%	3 208.3	3 122.5	3 036.5	-1.7%	100.0%
Accumulated surplus/(deficit)	733.0	785.9	976.4	860.6	5.5%	24.9%	1 053.4	1 266.8	734.6	-5.1%	31.1%
Capital and reserves	2 189.2	1 641.6	1 619.1	1 515.3	-11.5%	51.3%	1 237.6	933.1	1 369.3	-3.3%	40.3%
Capital reserve fund	-	75.0	75.0	75.0	-	1.7%	75.0	75.0	75.0	-	2.4%
Deferred income	84.7	59.6	39.9	32.0	-27.7%	1.6%	21.5	14.2	8.1	-36.7%	0.6%
Trade and other payables	168.3	192.4	365.9	188.9	3.9%	6.7%	325.0	308.7	293.3	15.8%	8.9%
Taxation	17.7	7.1	6.1	-	-100.0%	0.2%	-	-	-	-	-
Provisions	396.0	374.4	368.8	520.8	9.6%	12.4%	495.8	524.7	556.2	2.2%	16.7%
Derivatives financial instruments	-	80.7	82.9	-	-	1.2%	-	-	-	-	-
Total equity and liabilities	3 588.9	3 216.6	3 534.0	3 192.7	-3.8%	100.0%	3 208.3	3 122.5	3 036.5	-1.7%	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 2024			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 funded posts	Number of approved establishment	Number of posts on approved establishment	Actual			Revised estimate			Medium-term expenditure estimate										
			2022/23		2023/24		2024/25		2025/26		2026/27		2023/24 - 2026/27						
			Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number		Cost	Unit cost				
Armaments Corporation of South Africa			1 374	1 071.0	0.8	1 512	1 145.8	0.8	1 541	1 218.8	0.8	1 541	1 279.7	0.8	1 541	1 343.7	0.9	0.6%	100.0%
Salary level	1 512	1 512	1 374	1 071.0	0.8	1 512	1 145.8	0.8	1 541	1 218.8	0.8	1 541	1 279.7	0.8	1 541	1 343.7	0.9	0.6%	100.0%
1 – 6	242	242	242	51.0	0.2	242	49.9	0.2	237	49.5	0.2	237	52.0	0.2	237	54.6	0.2	-0.7%	15.5%
7 – 10	767	767	713	398.6	0.6	767	402.3	0.5	765	412.0	0.5	765	432.6	0.6	765	454.2	0.6	-0.1%	49.9%
11 – 12	164	164	141	150.6	1.1	164	159.6	1.0	173	168.8	1.0	173	177.3	1.0	173	186.1	1.1	1.8%	11.1%
13 – 16	329	329	272	447.6	1.6	329	502.9	1.5	351	542.9	1.5	351	570.0	1.6	351	598.5	1.7	2.2%	22.5%
17 – 22	10	10	6	23.2	3.9	10	31.0	3.1	15	45.7	3.0	15	47.9	3.2	15	50.3	3.4	14.5%	0.9%

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		
			2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27
Gross revenue generated per year	Increased public profile and positive perception across all sectors of the community	Priority 6: Social cohesion and safer communities	R5.7m	R8.7m	R10.8m	R10.9m	R10.7m	R10.2m	R10m
Number of visitors to the Castle of Good Hope per year	Maximising the tourist potential of the Castle of Good Hope		14 522	33 452	73 765	120 000	130 000	170 000	180 000
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	4	7	18	12	12	14	14

Entity overview

The Castle Control Board derives its primary authority from the Castle Management Act (1993), which mandates the preservation and protection of the military and cultural heritage of the Castle of Good Hope. Additionally, certain facets of the board's mandate find their basis in the Defence Endowment Property and Account Act (1922) and the National Heritage Resources Act (1999).

Over the period ahead, the board intends to maximise the heritage tourism potential of the Castle of Good Hope and enhance its accessibility to a wider audience. This entails implementing a strategy to optimise revenue with the goal of ensuring that the Castle of Good Hope becomes self-sustainable over the medium term. Key to this is providing a comprehensive array of visitor services, including the introduction of an enhanced tourist guide script that integrates both tangible and intangible heritage to enrich the experience for tourists. Efforts will also be directed towards improving museum curation and exhibitions, upgrading the information centre and website, and upgrading the curio shop to support the development of young and women entrepreneurs.

Although the board is expected to sustain its operations through self-generated revenue, the department will supplement its income with an additional R15 million over the MTEF period. This measure aims to alleviate the persistent decrease in visitor numbers and, as a result, revenue since the COVID-19 pandemic.

Over the medium term, expenditure is expected to decrease at an average annual rate of 2 per cent, from R10.6 million in 2023/24 to R10 million in 2026/27. This is mainly driven by an estimated 14.5 per cent (R9 million) decrease in spending on goods and services over the medium as part of prudent financial management.

Programmes/Objectives/Activities**Table 23.27 Castle Control Board expenditure trends and estimates by programme/objective/activity**

R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Administration	5.4	6.2	7.4	8.5	16.4%	88.7%	8.9	8.6	8.6	0.4%	83.8%
Ensure the preservation, interpretation and showcasing of the castle's history	0.4	0.5	0.6	1.1	44.4%	8.0%	0.9	1.1	1.0	-4.6%	10.0%
Maximising the tourist potential of the Castle of Good Hope	0.0	0.0	0.0	0.1	167.3%	0.3%	0.2	0.1	0.1	8.8%	1.2%
Increased public profile and positive perception across all sectors of the community	0.0	0.1	0.3	0.8	223.4%	3.0%	0.8	0.3	0.2	-37.3%	5.0%
Total	5.8	6.8	8.4	10.6	22.0%	100.0%	10.7	10.2	10.0	-2.0%	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											
R million	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
Revenue											
Non-tax revenue	1.1	3.2	5.2	4.6	62.4%	36.1%	4.7	5.2	6.0	9.1%	49.5%
Sale of goods and services other than capital assets	0.7	2.8	4.4	3.8	72.9%	29.9%	3.9	4.2	4.9	8.5%	40.6%
Other non-tax revenue	0.3	0.5	0.7	0.8	32.7%	6.3%	0.8	0.9	1.1	11.7%	8.9%
Transfers received	4.9	5.5	6.0	6.0	7.0%	63.9%	6.0	5.0	4.0	-12.6%	50.5%
Total revenue	6.0	8.7	11.2	10.6	21.0%	100.0%	10.7	10.2	10.0	-2.0%	100.0%
Expenses											
Current expenses	5.8	6.8	8.4	10.6	22.0%	100.0%	10.7	10.2	10.0	-2.0%	100.0%
Compensation of employees	3.9	4.7	5.6	6.1	16.0%	65.1%	6.6	6.8	7.0	5.0%	64.1%
Goods and services	1.3	1.5	2.2	4.0	45.6%	27.1%	3.6	2.9	2.5	-14.5%	31.3%
Depreciation	0.7	0.6	0.5	0.5	-6.4%	7.8%	0.5	0.4	0.4	-6.3%	4.7%
Total expenses	5.8	6.8	8.4	10.6	22.0%	100.0%	10.7	10.2	10.0	-2.0%	100.0%
Surplus/(Deficit)	-	2.0	2.8	-	-	-	-	-	-	-	-
Cash flow statement											
Cash flow from operating activities	0.9	2.5	2.8	0.3	-33.6%	100.0%	0.2	0.0	(0.1)	-167.5%	100.0%
Receipts											
Non-tax receipts	0.8	2.8	4.3	3.8	68.0%	31.7%	3.8	4.2	4.8	8.6%	43.4%
Sales of goods and services other than capital assets	0.8	2.7	4.0	3.5	65.8%	29.8%	3.5	3.9	4.4	8.5%	40.0%
Other tax receipts	0.0	0.1	0.3	0.3	105.9%	1.9%	0.3	0.3	0.4	9.7%	3.5%
Transfers received	4.9	5.5	6.0	6.0	7.0%	67.7%	6.0	5.0	4.0	-12.6%	54.5%
Financial transactions in assets and liabilities	-	0.0	0.1	0.1	-	0.6%	0.2	0.2	0.3	45.8%	2.1%
Total receipts	5.7	8.3	10.4	9.9	20.1%	100.0%	10.0	9.4	9.1	-2.5%	100.0%
Payment											
Current payments	4.8	5.8	7.6	9.6	26.2%	100.0%	9.8	9.4	9.2	-1.3%	100.0%
Compensation of employees	3.7	4.7	5.7	6.1	17.9%	74.6%	6.7	6.9	7.1	5.0%	70.6%
Goods and services	1.0	1.1	1.9	3.5	49.7%	25.4%	3.1	2.5	2.1	-15.0%	29.4%
Total payments	4.8	5.8	7.6	9.6	26.2%	100.0%	9.8	9.4	9.2	-1.3%	100.0%
Net cash flow from investing activities	-	(0.0)	(0.2)	(1.9)	-	-	(0.5)	(0.2)	(0.2)	-52.8%	100.0%
Acquisition of property, plant, equipment and intangible assets	-	(0.0)	(0.2)	(1.6)	-	-	(0.4)	(0.2)	(0.2)	-50.0%	88.6%
Acquisition of software and other intangible assets	-	-	-	(0.3)	-	-	(0.2)	-	-	-100.0%	11.4%
Net increase/(decrease) in cash and cash equivalents	0.9	2.5	2.6	(1.6)	-220.9%	17.2%	(0.3)	(0.2)	(0.3)	-44.2%	100.0%

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

Statement of financial position	Audited outcome			Revised estimate 2023/24	Average growth rate (%) 2020/21 - 2023/24	Average: Expenditure/ Total (%) 2020/21 - 2023/24	Medium-term expenditure estimate			Average growth rate (%) 2023/24 - 2026/27	Average: Expenditure/ Total (%) 2023/24 - 2026/27
	2020/21	2021/22	2022/23				2024/25	2025/26	2026/27		
R million											
Carrying value of assets	3.4	2.8	2.5	4.4	9.6%	48.2%	4.9	5.2	5.5	7.5%	51.7%
of which:											
Acquisition of assets	–	(0.0)	(0.2)	(1.6)	–	–	(0.4)	(0.2)	(0.2)	-50.0%	100.0%
Inventory	0.0	0.0	0.0	0.1	197.1%	0.2%	0.1	0.1	0.1	2.7%	0.6%
Receivables and prepayments	0.0	0.1	0.6	0.6	239.9%	3.7%	0.6	0.4	0.3	-24.3%	4.8%
Cash and cash equivalents	1.0	3.5	6.2	4.5	63.8%	47.9%	4.3	4.1	3.8	-5.7%	42.9%
Total assets	4.4	6.5	9.2	9.6	29.6%	100.0%	9.9	9.8	9.6	0.1%	100.0%
Accumulated surplus/(deficit)	3.7	5.7	8.5	8.1	30.4%	86.8%	9.2	9.1	8.9	3.2%	90.9%
Trade and other payables	0.3	0.4	0.4	1.1	55.7%	7.0%	0.3	0.4	0.4	-29.8%	5.6%
Provisions	0.5	0.4	0.4	0.4	-6.1%	6.3%	0.4	0.3	0.3	-6.1%	3.5%
Total equity and liabilities	4.4	6.5	9.2	9.6	29.6%	100.0%	9.9	9.8	9.6	0.1%	100.0%

Personnel information

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

Number of posts estimated for 31 March 2024		Number and cost ¹ of personnel posts filled/planned for on funded establishment											Average growth rate of personnel posts (%) 2023/24 - 2026/27	Average: salary level/ Total (%)					
Number of funded posts	Number of approved establishment posts	Actual 2022/23			Revised estimate 2023/24			Medium-term expenditure estimate											
				Unit cost			Unit cost	2024/25		2025/26		2026/27							
		Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost	Number	Cost	Unit cost			
Castle Control Board																			
Salary level	29	29	27	5.6	0.2	29	6.1	0.2	29	6.6	0.2	29	6.8	0.2	29	7.0	0.2	–	100.0%
1 – 6	25	25	25	4.3	0.2	25	4.5	0.2	25	4.6	0.2	25	4.7	0.2	25	4.9	0.2	–	86.2%
7 – 10	3	3	1	0.3	0.3	3	0.6	0.2	3	1.0	0.3	3	1.1	0.4	3	1.1	0.4	–	10.3%
11 – 12	1	1	1	0.9	0.9	1	1.0	1.0	1	1.0	1.0	1	1.0	1.0	1	1.0	1.0	–	3.4%

1. Rand million.

