



EDD Performance against 2014/5 Annual Performance Plan (APP)

Presentation to the Portfolio Committee
Economic Development
4 November 2014



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Economic Development Department
REPUBLIC OF SOUTH AFRICA



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Presentation Outline

- Transition to new APP
- Structure of the report
- Second quarter performance
- Second quarter financials 2014/5
- Annexure: First quarter report against new APP

Transition to the APP

- The second quarter of the 2014/5 financial year was the first full quarter of the 5th Administration and a transitional quarter for EDD to delivery on the APP tabled in Parliament on 27 June 2014.
- For EDD, this meant
 - Considerable time spent on determining the actual outputs against the targets in the APP, and designing projects to ensure implementation of work streams that will deliver such outputs.
 - Allocations of staff against such projects for the duration of this financial year
 - Restructuring our budget programme structure from 2015-16 to align with the 6 EDD Strategic Objectives identified for this MTSF period
 - Starting a process of re-shaping the department to ensure we have the systemic and personnel capacities required for the new phase of our development

Structure of the report

- This is the first report on the APP tabled in June 2014.
- The APP tabled in June 2014 has 22 KPIs as opposed to the 34 of the APP tabled in March, with a stronger emphasis on outcomes rather than processes.
- We only report here on KPIs where a target was set for the quarter or where we delivered against a KPI even if there was target
- KPIs 1, 13, 17 and 20 had no target or planned outcome for the second quarter, but a deliverable was achieved against KPI 1
- As indicated when we reported on the first quarter in September, we have included in an annexure slides on the targets set in the APP tabled in June 2014 for the first quarter.
- Only six KPIs in the revised APP had targets in the first quarter

KPI 1

Key Performance Indicator	Q2 Target	Q2 Actual
Coordinate and support implementation of selected jobs drivers	0	1

Work completed on KPI 1:

- Various interventions were made around the mining value chain, which is a Jobs Driver in the New Growth Path, to promote the capacity to beneficiate raw materials locally and address critical social issues:
 - EDD engaged at Ministerial level with legal experts and partner departments as well as ITAC to avoid a legal challenge to new regulations on scrap metal. This was successful and the applicant withdrew the case against the Ministry
 - EDD obtained a legal opinion on the pricing of mineral products under the MPRDA amendments, which entailed a Ministerial level meeting with legal advisors as well as engagement with DMR, the dti and NT
 - EDD drafted a report for the Presidency on migrant labour in the platinum belt and how it relates to workplace conflict, in collaboration with TIPS and SWOP

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 2: Participation in Cluster and Outcome 4 processes within government to facilitate achievement of economic outcomes of the MTSF	1	1

Work completed on KPI 2

- Two Cluster meetings were attended by the Ministry during the quarter.
- In addition, EDD was tasked by the Cluster to coordinate preparation of a discussion document infrastructure and economic development.
- After obtaining inputs from relevant departments, EDD drafted a discussion document on how infrastructure supports inclusive growth, with a review of some key trade-offs, opportunities and risks.
- The main ways infrastructure supports economic development were identified as:
 - Provision of key inputs, which must be of adequate quality and affordable, to both established and emerging enterprise;
 - Generation of demand for capital goods, stimulating technological innovation; and
 - Direct provision of employment especially in the construction phase and in maintenance, which in turn has a stimulus effect on the economy as a whole.

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 3: Strengthen implementation of the New Growth Path as part of achieving the National Development Plan goals by 2030	1	3

Work completed on KPI 3:

1. At Dirco’s Heads of Mission Conference on 25 August 2014, the Minister presented a strategic vision on how South Africa’s missions abroad can support domestic economic development through efforts with infrastructure and industrialisation
 - The focus was on expanding markets for South African products as well as accessing technology and capital from abroad as appropriate
 - The presentation had reference to the National Infrastructure Plan,
2. The Ministry was part of the development of the approach on the BRICS Development Bank, which influenced the final decision of the BRICS Summit to locate the first operation offices of the Bank in South Africa.
3. The terms of reference for the ongoing research and policy dialogue work with UNDESA on financialisation of the South Africa economy were developed,. The work will focus on 3 outputs:
 - Research on the implications of financialisation for jobs, industrialisation and inclusive growth;
 - Research on infrastructure investment and associated industrial capacity expansion and diversification as strategies for stimulating growth;
 - Research to identify non-traditional and/or innovative funding models , mechanisms and instruments to leverage private capital in support of infrastructure projects.

This research will feed into a high level policy platform.

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 4 : Spatial, local and/or provincial initiatives completed to support inclusive growth and job creation, national economic priorities and promote greater accountability institutions	1	1

Work completed on KPI 4:

- Assessments of five provincial APPs has been completed (Gauteng, KZN, Eastern Cape, Free State and Mpumalanga)
- The assessments include analysis of growth, investment and employment trends
- Findings include:
 - Most provincial APPs are aligned with the New Growth Path and the National Development Plan at least conceptually
 - They are not yet however aligned with Outcome 4 on inclusive growth in the new MTSP
 - They do not have many practical targets for inclusive growth
 - EDD should explore developing some standard KPIs for this purpose
- In an example of the partnership approach EDD is developing with the provinces, on 29 August 2014 the Minister with the Premier of Gauteng launched an incubation hub in Diepsloot.
 - The hub provides step-by-step support for small companies, starting with rent-free facilities and business support services, gradually building up to normal tenancy in the site.
 - It is an interesting example of a private-sector-led initiative to support small business
 - The Minister of Small Business Development and the Mayor of Johannesburg also participated in the event

KPIs 5, 6 and 7

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 5: Cabinet-level quarterly progress reports on Strategic Integrated Projects	15	18
KPI 6: Infrastructure projects unblocked, fast-tracked or facilitated	2	2
KPI 7: Implementation of Cabinet and PICC strategic decisions on infrastructure (including policy, funding, users, development impact or capacity-development areas)	1	2

Work completed on KPI 5:

- 18 SIP Construction Reports reviewed in June 2014 to cover issues that formed the core of briefings within Cabinet processes.

Work completed on KPI 6:

- EDD facilitated the unblocking of the following Water Use Licence Applications:
 1. Rustenburg Bus Rapid Transport (BRT)
 2. SANRAL N4

Work completed on KPI 7:

1. Operationalisation of the Infrastructure Development Act including appointment of members of governance structures (Secretariat, Manco and Council)
2. Publication of an in-depth report on “Skills For and Through SIPs” (with DHET)

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 8: Provide a secretariat and coordination function for PICC (Council, Secretariat, Manco and Coordinators meetings)	4	18

Work completed on KPI 8:

- During the quarter, the PICC commenced work under the new Infrastructure Development Act. A number of structures were activated and key priorities of the new administration were actively pursued. More meetings were required than anticipated to implement the Act.
 - Two PICC Council meetings on 19 August and 12 September
 - Three PICC MANCO meetings on 1 August, 6 August and 3 September
 - Ten PICC Secretariat meetings on 17, 24, 31 July; 14, 21, 28 August; 2, 4, 11, 18 September
 - Three SIP Coordinators Forum meetings on 25 July, 5 September and 26 September

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 9: Facilitate, fast track and/or unblock investment initiatives	2	5

Work completed on KPI 9:

1. Potato processing industry: The potato processing industry was destabilised by a surge in imports. EDD facilitated interaction with ITAC to fast-track consideration of an application for increased duty. Based on the evidence before it, ITAC decided to increase the duty. The IDC offered a loan to a processing company in the Eastern Cape to expand production to supply Spur. The result was an expansion of local productive capacity.
2. Nestle complained of water and electricity cuts in Babelegi near Tshwane as a result of cable theft, which led to R47 million losses in the period from January to 5 March 2014. EDD convened a meeting of COGTA, **the dti** and Eskom in July 2014 to discuss the challenges. As a result of the intervention, mitigation measures were put in place in the area, including better policing of hot spots.

KPI 9, continued

3. Phosphate Pricing: Phosphate prices had been capped by the competition authorities in 2007. Due to changes in the industry, the capped price caused losses to producers, and a company in North West Province would have to close its plant in Phalaborwa, with the loss of some 300 jobs. The company advised that the capped price was R200 below the cost of production. At the request of the company, the EDD asked the competition authorities to review the matter urgently. In the event, the authorities found that the cap had lapsed and the companies were able to charge an economically viable price.
4. The Silvapen company is developing a bio-fuel ethanol project in KwaZulu Natal. It faced months of delay in securing a lease agreement for rural land from the Department of Rural Development in Richards Bay. EDD's intervention in July 2014 resulted in the lease agreement being signed in September 2014.
5. The IDC was mandated by the Ministers of Economic Development and Science and Technology to establish a pilot plant for Ketlaphela, a new pharmaceutical plant that will produce active pharmaceutical ingredients in a major technological advance for South Africa. The DST however first wanted to test the potential for private investment through a tender process. In the event, there was only one unacceptable response. Because the bidding process was complex, however, there were delays in finalising it. EDD engaged with the DST to formally process the tender document and inform the bidder that their proposal was unsuccessful, opening the door for the IDC to initiate its work.

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 10: Improve the efficiencies of DFIs and ensure world-class institutions through strategic guidance and Departmental work	1	3

Work completed on KPI 10:

1. The Minister engaged with the IDC on its corporate plan, and on four occasions in the quarter provided strategic guidance on key issues.
2. The Minister also engaged on the IDC's annual financial results, with public release of the data on 18 September 2014. At the time of the release, it was announced that an international ratings agency had upgraded the IDC's credit rating. This is significant for the IDC's ability to become a world-class financial institution.
3. The department completed an evaluative report on IDC/sefa funding and turnaround times.
 - While sefa has reduced its turnaround time compared to 2013, its turnaround times for bridging loans in the second quarter averaged 24 days against the annual target of 10 days; on the direct lending it averaged 48 days against the annual target of 20 days.
 - IDC turnaround time was 34 days against the target of 40 days.

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 11: Measure and expand the level of industrial funding available across government and DFIs.	1	1

Work completed on KPI 11:

- A baseline report on the levels of government and DFI industrial funding that outlines funding by IDC, sefa, NEF and provincial DFIs was submitted to DG and Minister.
- The report found that total industrial funding, including DFIs and incentives, came to R20 billion.
 - The IDC, sefa and the NEF disbursed around R12 billion rand in 2014.
 - Provincial DFIs tend to focus on investment promotion. In 2013, the latest available data, they provided R500 million in industrial financing, mostly through the Ithala Bank in KwaZulu Natal and the Eastern Cape Development Corporation.
 - The dti and DAFF provided R7,6 billion in incentives of various kinds in 2014.
- In the second quarter, IDC funding approvals totalled R2,2 billion and disbursements R1,9 billion; sefa funding approvals came to R163,7 million and disbursements to R164,9 million

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 12 : Monitor and facilitate the improvement of the jobs impact of industrial funding, administered through DFIs and/or government departments	1	3

Work completed on KPI 12:

1. The Minister conducted a site visit to Chic Shoes, a major shoe factory, and opened its new premises on 16 September 2014, as part of the EDD's work to support job creation and evaluate the impact of government measures.
 - The company was started by a black woman in 2004 and now employs 300 workers, with plans to expand to over 500 in the coming two years.
 - It has received support from the IDC as well as a production incentive grant
2. Evaluative report on the jobs created or saved by the IDC and sefa was completed and submitted to the DG and Minister.
 - The IDC estimates that it created or saved 1609 jobs directly in the second quarter, while sefa's estimated direct jobs impact was 1315
 - The indirect job impact is much larger, but cannot be reliably quantified
3. The Minister worked closely with the IDC on a report identifying the IDC's impact on industrial development, using case studies of projects.

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 14: Strengthen administrative efficiency of trade and competition authorities and ensure world-class institutions through strategic guidance and Departmental work	1	4

Work completed on KPI 14:

1. Draft Tariff Investigations Regulations:
 - A meeting was held between the ITAC, the dti and EDD to review draft amendments to the Tariff Investigations Regulations with the aim of aligning the Tariff Investigation Regulations closely to current trade and industrial policies (New Growth Path, SACU, WTO) as well as reflecting ITAC’s enhanced investigative procedures and administrative efficiency.
 - EDD obtained legal advice from the State Law Advisor.
2. The Minister participated in the internal strategic session of the Competition Commission on 4 August 2014 on the future and direction of competition policy, which informed the Commission’s strategic planning
3. A keynote speech on government’s approach to competition policy was unveiled at the Competition Commission’s Eighth Annual Conference on Competition Law, Economics & Policy on 4 September 2014. Key areas in the speech included the focus on critical developmental outcomes, an active policy of combating cartels by expanding the legal toolbox available to the Commission, and a better evaluation of the employment impact.
4. Acting Deputy Commissioners were appointed to support the work of the Commission. They are Mr Hardin Ratshishisu and Advocate Oliver Josie.

KPIs 15 and 16

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 15: Evaluate and strengthen the jobs, inclusive growth and developmental impact of economic regulators	1	2
KPI 16: Reduce red-tape and unnecessary restrictions on enterprises and/or improve impact assessment of government/regulatory measures	1	1

Work completed on KPI 15:

- Progress report on AFGRI Development Fund was prepared and submitted to DG and Minister.
 - The report covered an overview of emerging farmer training, expenditure so far, and the use of the Land Bank facility for emerging farmers
 - In terms of the 40% discount on storage costs for emerging farmers, a total of 213 farmers have benefitted since April 2014
 - It also reviewed assistance to poultry farmers, including that 14% of chickens slaughtered by Afgri are provided by emerging farmers .
- Refined quarterly dashboards on performance of trade and competition authorities were developed. Dashboard on Q1 performance of entities was submitted to DG and Minister.

Work completed on KPI 16:

- The Socio-Economic Impact Assessment System is being introduced to ensure that impact assessments align with national priorities around inclusive growth.
- EDD conducted SEIAS training for the City of Tshwane and Ekurhuleni Municipalities.
- An MOU between The City of Tshwane, EDD and DPME to implement SEIAS on the Informal Trading/Street Trading By-Laws was drafted and signed by EDD.

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 18: Support local procurement of goods and services and/or implementation of the Local Procurement Accord	1	1

Work completed on KPI 18:

- An updated report on the implementation of the Local Procurement Accord was prepared. This was utilised in preparation of the presentation on the Implementation of the Accords to Portfolio Committee on 16 September 2014. this is not counting toward targets
- The Minister conducted a site visit to AMAN, a factory that is seeking to produce anti-theft cabling systems for the state infrastructure programme. He engaged with the management and discussed how to unblock some challenges.

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 19: Support the development of the green economy and green jobs and/or implementation of the Green Economy Accord	1	1

Work completed on KPI 19:

- As part of the work with the Alexandra Renewal initiative, the Minister launched the concept of the Green Skills Hub in Alexandra, with participation by all stakeholders.
 - The Hub’s main functions will be: to provide training in the identified areas; to support and incubate small, medium and micro enterprise (SMME) in the Green Economy; to provide business linkages within the business; to provide the private sector with relevant skills through the placement of qualified personnel; to support localisation of the green economy; to develop a Science Centre for research and experiments for school children
 - The IDC has committed R5 million for the establishment of the Hub.
- EDD compiled and produced an initial report on the implementation of the Green Economy Accord. The report showed significant progress in the achievement of government targets.

KPIs 21 and 22

Key Performance Indicator	Q2 Target	Q2 Actual
KPI 21: Enhance youth empowerment (employment, skills or entrepreneurship) and/or implementation of the Youth Employment Accord	1	1
KPI 22: National, sector and workplace economic development partnerships facilitated with social partners, covering commitments to work together on economic goals, improve social equity and productivity, reduce workplace conflict, and/or promote greater innovation /entrepreneurship	1	0

Work completed on KPI 21:

- A substantial assessment of the implementation of the youth employment accord was prepared for the Ministry. On that basis, a publication on successes of the youth employment accord has been drafted.
- The Minister addressed a Harambee conference on youth as part of efforts by the state. Harambee is an initiative sponsored by the private sector and government that provides work placement and job-readiness training for young people. The EDD's participation formed part of the effort to communicate to the private sector the co-responsibility to increase youth employment and youth empowerment. During the conference, case studies were highlighted of successful partnerships as well as challenges that must be addressed.

Work completed on KPI 22:

- Work is still underway but has not been completed.

Programme 1: Administration

- There are no indicators set in the APP for the administration programme.
- EDD Manco meets regularly and receives reports on financial expenditure, HR management, ICT implementation, Communication strategy, risk management, Internal Audit findings, security management, and the Audit Heat map process.

EDD FINANCIALS TO THE 2ND Quarter 2014/15

- The Department has spent R157 317 000
- This is 94% of the quarterly allocation of R167 963 000
- The following tables present programme budgets in standard and economic classification

Q2 Financial Performance Total per Programme

Programmes	Q2 Projected Budget	Actual Expenditure	Variance	% Spent
	R'000	R'000	R'000	%
Administration	18 806	19 256	(450)	102%
Economic Policy Development	5 210	2 558	2 652	49%
Economic Planning and Coordination- baseline	11 259	4 369	6 890	39%
Economic Planning and Coordination- transfers	128 948	128 948	0	100%
Socio Economic Development and Social Dialogue	3 740	2 186	1 554	58%
Total excluding Transfers	39 015	28 369	10 646	73%
Total including Transfers	167 963	157 317	10 646	94%

Q2 Financial Performance Total per Econ Classification

Expenditure per Classification	Q2 Projected Budget	Actual Expenditure	Variance	% Spent
	R'000	R'000	R'000	%
Compensation of Employees	26 930	17 723	9 207	66%
Goods and Services	11 923	9 784	2 139	82%
Transfers and Subsidies	128 948	128 948	0	100%
Households	0	66	66	*
Payment of Capital Goods	162	796	(634)	492%
Total expenditure	167 963	157 317	10 646	94%

Q2 Financial Performance: Variance reasons

- **Compensation of employees:** Core vacant posts that will be filled in line with the re-aligned Strategic Objectives and APP.
- **Goods and services:** Accruals (services rendered but not yet invoiced as at 30 September 2014), office accommodation; pre-payments made in line with MoU's but still to be accounted for
- **Capital:** Finance leases (photocopiers & cell phone contracts) planned for under goods and services – funds to be shifted.

Administration – Q2 Financial Performance per – Programme and Econ Classification

	Q2 Projected Budget	Actual Expenditure	Variance	% Spent
Programme expenditure	R'000	R'000	R'000	%
Administration	18 806	19 256	(450)	102%
Expenditure per Classification	R'000	R'000	R'000	%
Compensation of Employees	10 540	9 701	839	92%
Goods and Services	8 104	8 835	(731)	109%
Households	-	46	(46)	*
Payment of Capital Goods	162	674	(572)	416%
Total	18 806	19 256	(450)	102%

Administration – Q2 Financial Performance per Programme and Econ Classification

- **Goods and services:** Payment of office accommodation invoices received in September for the previous quarter.
- Office accommodation costs for August to October 2014, invoices received in October, co-sourced internal audit services not yet invoiced; advance cleared once invoices are received.
- **Household transfers:** Leave credits paid out, funds will be shifted from COE to accommodate the deficit.
- **Capital:** Finance lease costs that were planned for in goods and services but charged to capital in line with the Modified Cash Standard issued by AGSA – Funds will be shifted during the AENE to augment the overspending
- Funds have been shifted to accommodate this need.

Economic Policy – Q2 Financial Performance per Programme and Econ Classification

Programme expenditure	Q2 Projected Budget	Actual Expenditure	Variance	% Spent
	R'000	R'000	R'000	%
Economic Policy Development	5 210	2 558	2 652	49%
Expenditure per Classification	R'000	R'000	R'000	%
Compensation of Employees	4 267	2 373	1 894	56%
Goods and Services	943	141	802	15%
Households transfers		3	(3)	*
Payment of Capital Goods	-	41	(41)	*
Total	5 210	2 558	2 652	49%

Economic Planning – Q2 Financial Performance per –Programme and Econ Classification

Programme expenditure	Q2 Projected Budget	Actual Expenditure	Variance	% Spent
	R'000	R'000	R'000	%
Economic Planning & Coordination	11 259	4 369	6 890	39%
Economic Planning & Coordination	128 948	128 948	0	100%
Expenditure per Classification	R'000	R'000	R'000	%
Compensation of Employees	9 314	3 746	5 568	40%
Goods and Services	1 945	542	1 403	28%
Transfers and Subsidies	128 948	128 948	0	100%
Households		17	(17)	*
Payment of Capital Goods		64	(64)	*
Total	140 207	133 317	6 890	95%

Economic Dev & Dialogue – Q2 Financial Performance per Prog & Econ Classification

	Q2 Projected Budget	Actual Expenditure	Variance	% Spent
Programme expenditure	R'000	R'000	R'000	%
Economic Development & Social Dialogue	3 740	2 186	1 554	58%
Expenditure per Classification	R'000	R'000	R'000	%
Compensation of Employees	2 809	1 902	907	68%
Goods and Services	931	266	665	29%
Payment of Capital Goods		18	(18)	*
Total	3 740	2 186	1 554	58%

Economic Policy – Q2 Financial Performance per Programme and Econ Classification

- **Compensation of employees:** vacant posts to be filled in line with the revised strategic objectives and APP
- **Goods and services:** Spending to improve with the implementation of the revised APP.
- **Household transfers:** Leave credits paid out to officials. Fund shifts to be accommodated with the approved adjusted estimates of national expenditure (AENE)
- **Capital:** Labour saving devices payments planned for in Goods and services. Shifts have been catered for in the AENE.

Q2 Variance explanations per programme

- Administration – Accruals for block G accommodation (August to October), received in October 2014 –R1.3 million
- Core programmes slow spending during the quarter, implementation of the revised APP that was adopted in June will result in core critical posts being identified and filled once approval is granted.
- Economic Policy Development - Software approval granted in October – R360k

Q2 Remedies for under spending

1. Reprioritised savings realised from vacant posts to:

- Support the second phase of the innovative building technologies (IBT)- R1.612 million
- Support small businesses by increasing sefa allocation by R26.6 million
- Support the relocation of EDD from multiple buildings into one block within the dti campus – estimated at R3.5 million
- New transfer to PSETA – R323 thousand
- Clear the R5.5 million advance issued to Brand SA, a meeting planned for August to resolve the contingent liability
- Proposed a budget reprioritisation to sefa of R26 million realised from savings

2. Invoices received in October for services rendered before and during Sept

- Accruals (August, Sept and Oct) amounting to R1.3 million,

3. Fill critical core posts

Annexure: First quarter performance against revised APP



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First Quarter Performance

Key Performance Indicator	Q1 Target	Q1 Actual
KPI 2: Participation in Cluster and Outcome 4 processes within government to facilitate achievement of economic outcomes of the MTSF	1	2
KPI 5: Cabinet-level quarterly progress reports on Strategic Integrated Projects	15	18

Work completed against KPI 2:

- Outcome 4 cycle report for the first quarter (Jan –Mar 2014)
- MTSF 100 days and annual targets analysis conducted to ensure alignment across the state, monitor progress and address blockages for each of the 10 drivers of the NGP

Work completed against KPI 5:

- 18 reports for the quarter to December 2013 were finalised in June, and inputs received for 17 SIPs for the quarter to March 2014.
- Five site visits were conducted during the first quarter to June 2014 to enrich the SIP reports (Mahane SP school, Cornubia Human Settlements, Spring Grove Dam, Ingula Pumped Storage Scheme, and New Multi Product Pipeline).
- A special report was submitted to Cabinet Lekgotla in June 2014

First Quarter Performance – KPIs 6 and 8

Key Performance Indicator	Q1 Target	Q1 Actual
KPI 6: Infrastructure projects unblocked, fast-tracked or facilitated	2	3
KPI 8: Provide a secretariat and coordination function for PICC (Council, Secretariat, Manco and Coordinators meetings)	4	3

Work completed against KPI 6:

1. Hobhouse in Mantsopa in the Free State: The PICC helped to unblock efforts to finalise a bucket eradication project
2. Ngobi in Moretele in the North West: This is a water and sanitation hotspots under SIP 18; the PICC mobilised Eskom to connect electricity to boreholes, which have been commissioned and are functional.
3. Gibson Bay Wind Farm in the Eastern Cape required authorisation under the Subdivision of Agricultural Land Act; the PICC, with support from DAFF, unblocked the application, enabling the wind farm to go ahead

Work completed against KPI 8:

- The EDD provided secretariat functions for two PICC meetings – a Manco meeting on 25 June 2014 and a Secretariat meeting on 19 June 2014
- During May 2014, the Minister provided a strategic overview of the Administration's priorities and how it related to the build programme, to a meeting of the 18 SIP coordinators

First Quarter Performance – KPI 9

Key Performance Indicator	Q1 Target	Q1 Actual
KPI 9: Facilitate, fast track and/or unblock investment initiatives	2	6

Work completed against KPI 9:

1. EDD supported an informal perfume manufacturer, including showing her how to register her business as a company, helping her analyse her costs and introducing her to the Innovation Hub; as a result, her products are now being considered by major retailers
2. EDD enabled Sesli Textiles, a major South African blanket manufacturer, to assist the Textiles Federation on illegal imports
3. EDD is working with a Singapore company, Noble Resources, to develop a major soya processing plant in Lekwa in Mpumalanga; it assisted it in a dispute with the community over employment, and facilitated a meeting with the IDC and the Land Bank on getting black smallholders into the soya-processing value chain
4. The Sihlela Community Project proposed to develop 350 hector forestry plantation that would support 500 families; the Minister assisted it in obtaining a consent order from the DRDLR to shift land to forestry
5. EDD worked with the IDC and KZN-based Mediterranean Textiles on a restructuring project that aims to save industrial capacity and jobs
6. EDD mediated a dispute between an investor and the IDC over the use of an IDC loan, leading to a resolution that avoided litigation

First Quarter Performance – KPI 21

Key Performance Indicator	Q1 Target	Q1 Actual
KPI 21: Enhance youth empowerment (employment, skills or entrepreneurship) and/or implementation of the Youth Employment Accord	1	2

Work completed against KPI 21:

1. EDD undertook in-depth monitoring and evaluation of progress on youth employment initiatives under the Youth Employment Accord. The report for the third quarter of 2013/14 was finalised.
2. The Presidential Youth Indaba Western Cape report back forum was successfully held on 10 April 2014 in Cape Town, with over 400 people attending

THANK YOU



SIYABONGA

REA LEBOHA!

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