

Department of Mineral Resources

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PRESENTATION TO THE SELECT COMMITTEE ON LAND AND MINERAL RESOURCES ON THE 2016/ 17 ANNUAL PERFORMANCE PLAN (APP)

03 May 2016



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OUTLINE OF THE PRESENTATION

1. Strategic overview.
 - Mandate, vision and mission.
 - Situational analysis.
 - Overview of the 2016-2017 budget and Medium Term Expenditure Framework (MTEF) estimates.
2. Programme and sub-programme plans.
 - Strategic objectives , annual and quarterly targets.
3. Links to other plans.
 - Public entities.
4. Conclusion.



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MANDATE

Constitutional mandate

- The department's mandate is found in section 24 of the Constitution of South Africa (Act No. 108 of 1996).

Legislative mandate

- Mineral and Petroleum Resources Development Act (Act No. 28 of 2002) and the Mine Health and Safety Act (Act No. 29 of 1996) provide the regulatory framework for the promotion and regulation of the industry, as well as the equitable access to and the sustainable development of the nation's mineral resources and related matters.



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VISION

Vision 2030

A leader in the transformation of South Africa through economic growth and sustainable development by 2030.

Vision 2019

A global competitive, sustainable and meaningful transformed mining and mineral sector.



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MISSION AND VALUES

Mission

Promote and regulate the minerals and mining sector for transformation, growth and development, and ensure that all South Africans derive sustainable benefit from the country's mineral wealth.

Values

- Batho Pele (people first).
- Ethics.
- Honesty.
- Integrity.
- Accountability.
- Professionalism.
- Ubuntu.



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SITUATIONAL ANALYSIS

Sector performance:

- The mining industry remains the foundation of the country's economy and will be central to achieving government's objectives as expressed in the National Development Plan (NDP) and the nine point plan.
- The Depressed global economic environment continues to create challenges in the industry and will affect overall performance of the industry including job creation and investment in the industry.



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SITUATIONAL ANALYSIS

Sector performance:

The following milestones have been achieved:

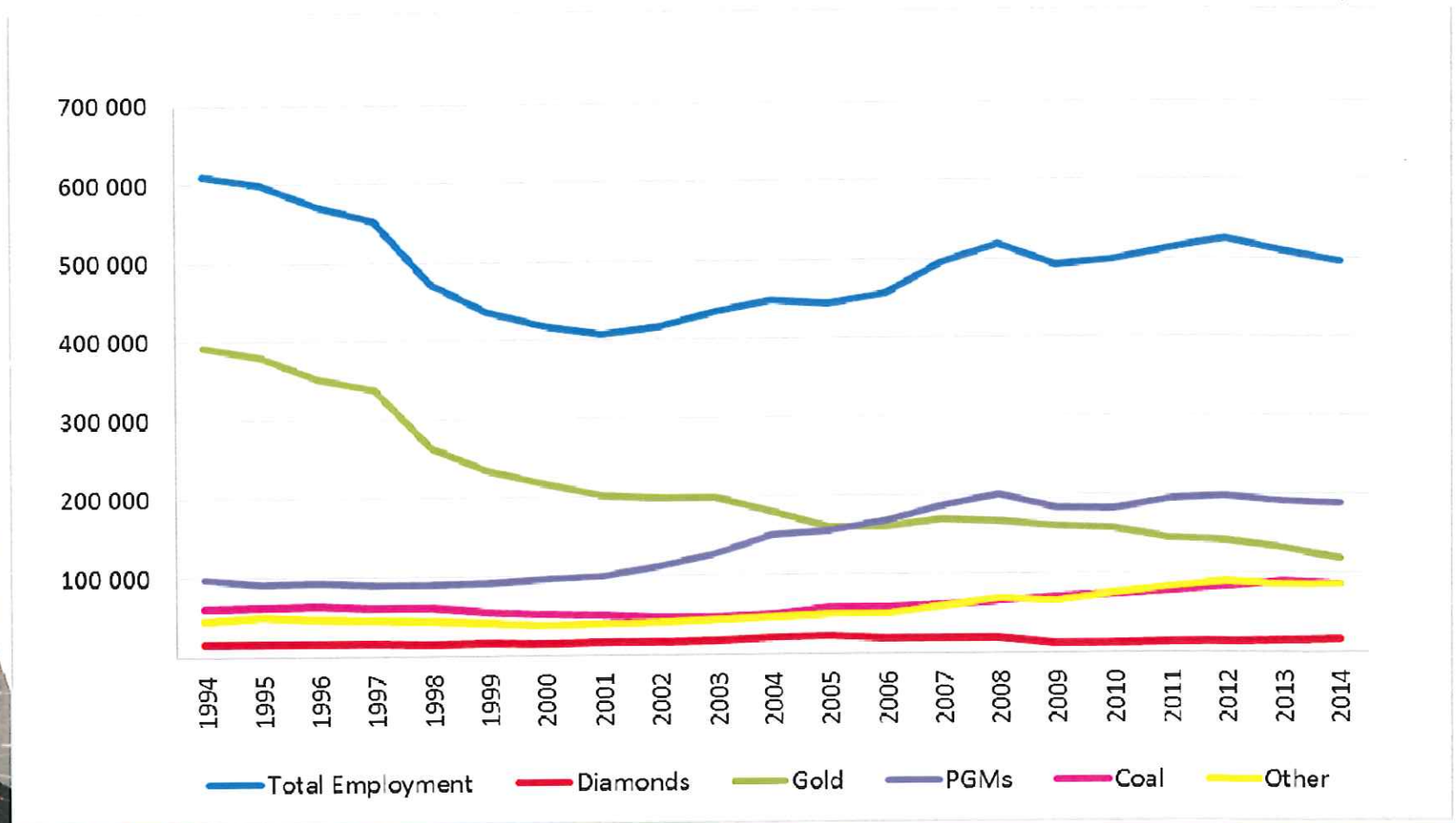
- Gross fixed capital formation in the mining industry increased from R18 billion in 2004 to R87 billion in 2014.
- Foreign direct investment in the mining industry grew considerably, from R112 billion in 2004 to R377 billion in 2014.
- Employment in the mining industry grew from 448 909 in 2004 to 495 592 in 2014 (tentative data for 2015 is about 477 321, at end of quarter 3).
- Whilst more still needs to be done, employment of women in the mining industry is steadily increasing, from well below 1% across all levels to marginally above 10% in 2014.
- Gross sales of primary minerals appreciated from R125.3 billion in 2004 to R395 billion in 2014.



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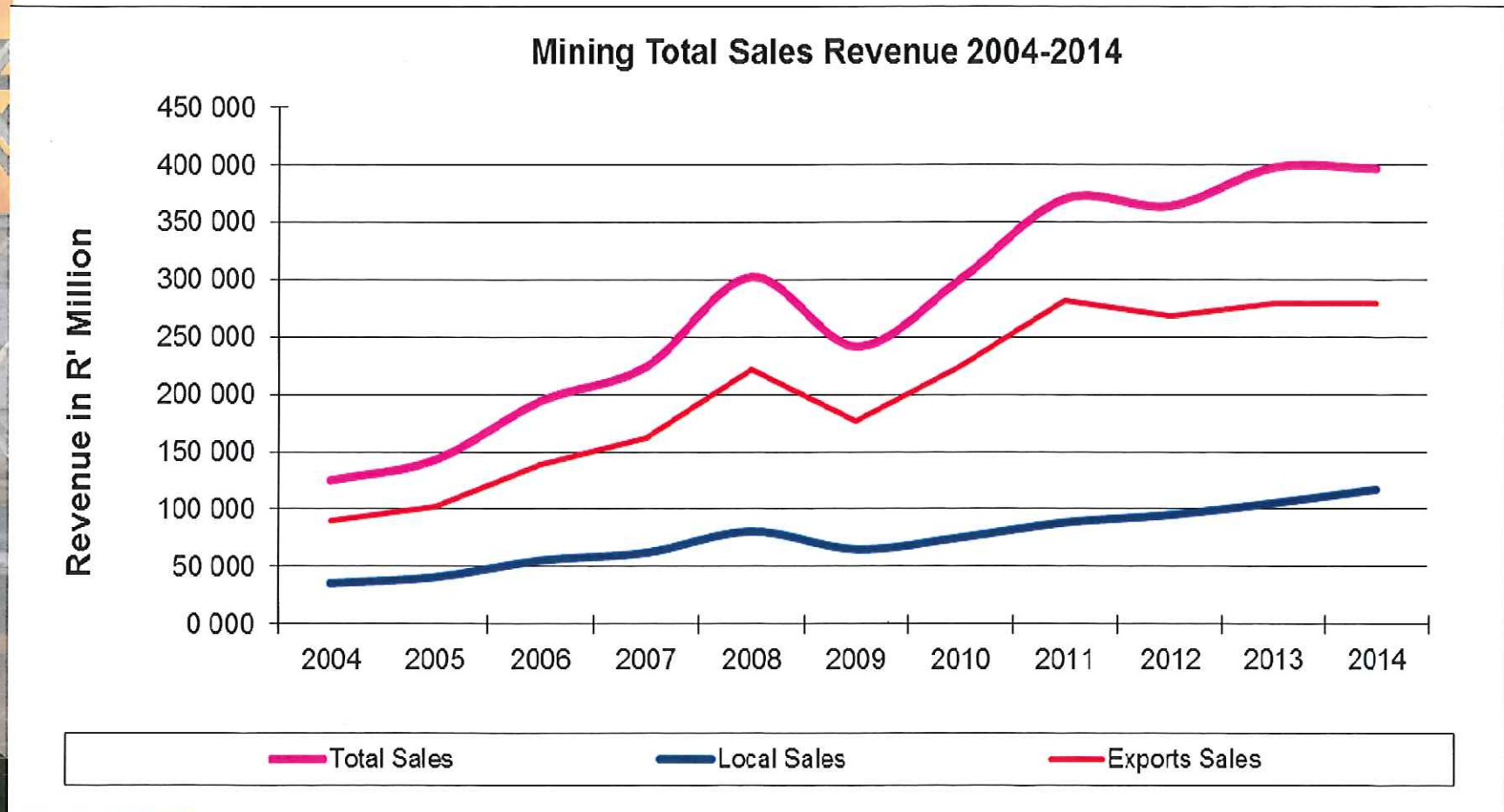
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PERFORMANCE OF THE MINING INDUSTRY



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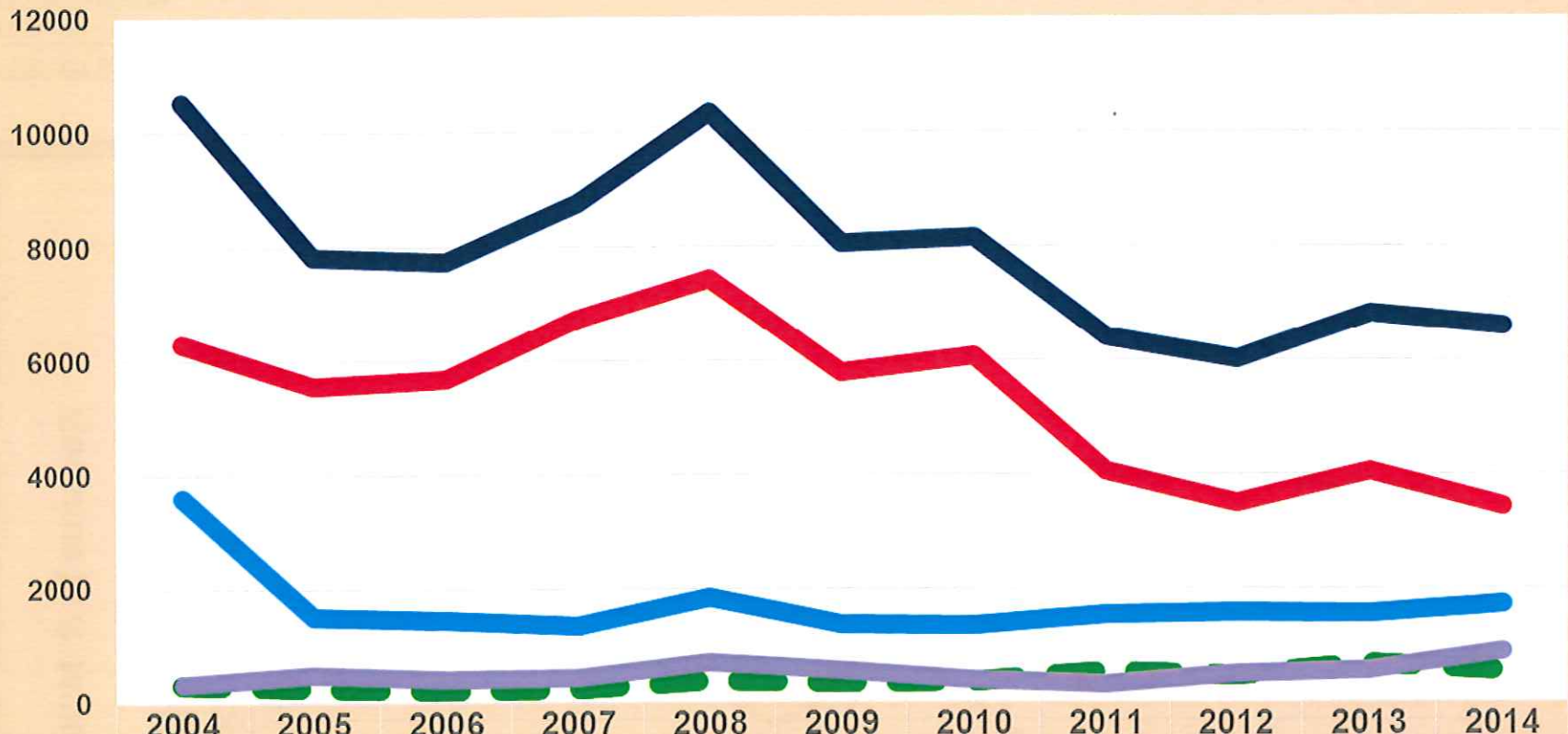
PERFORMANCE OF THE MINING INDUSTRY



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OCCUPATIONAL DISEASES BY COMMODITY



	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Gold	6293	5557	5682	6731	7426	5777	6063	4052	3486	4035	3425
Platinum	3594	1505	1448	1347	1837	1371	1350	1517	1565	1544	1717
Coal	309	256	217	239	386	344	356	521	456	671	556
Other	330	504	403	436	695	548	391	304	496	560	879
All Mines	10526	7822	7750	8753	10344	8040	8160	6394	6003	6810	6577

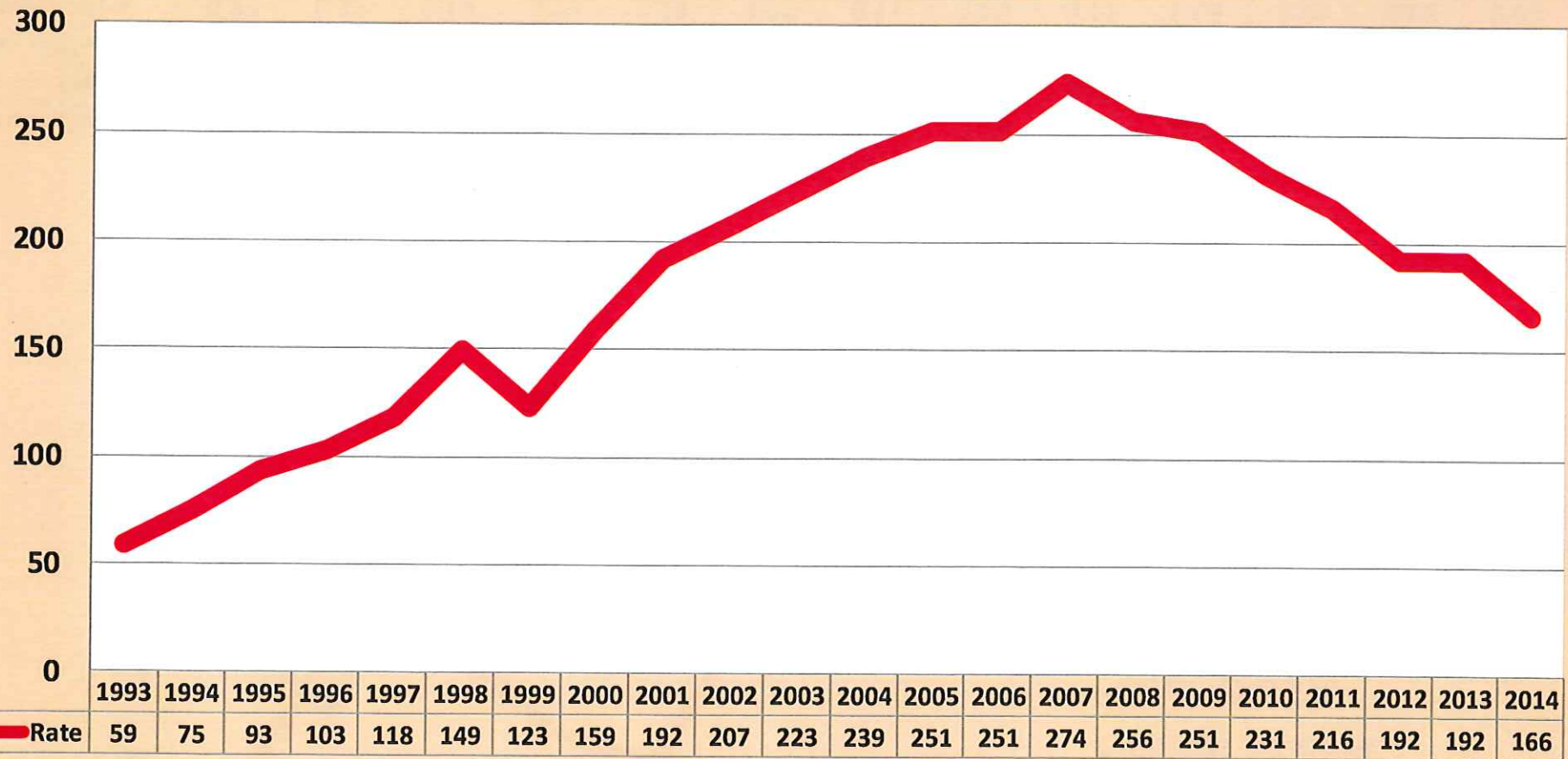


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Post-mortem Reports: Prevalence of Tuberculosis (TB) 1993 to 2014

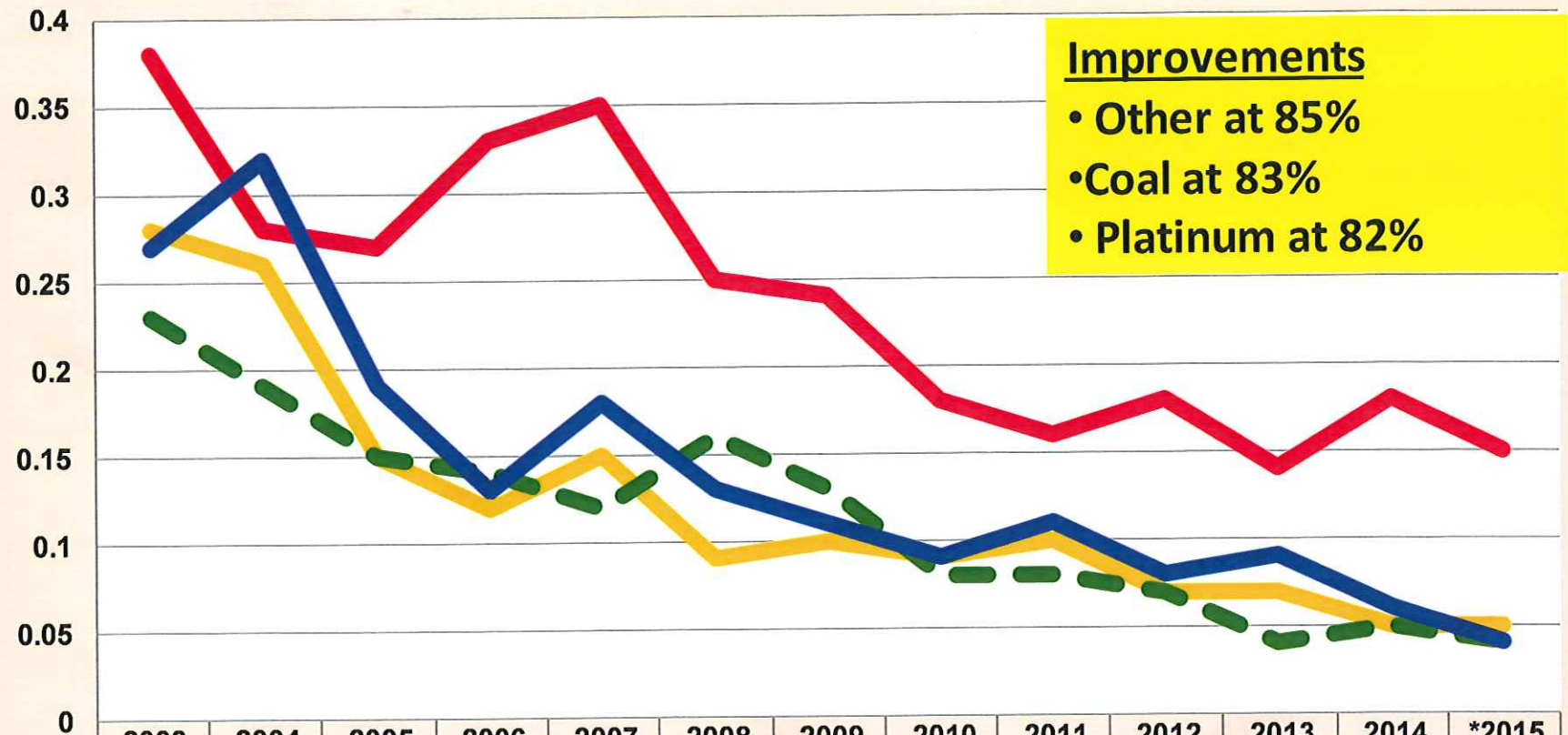


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***Source of Post-mortem Reports : NIOH Annual Pathology Reports**

Fatality Frequency Rate by Commodity per million hours worked 2003 – 2015*



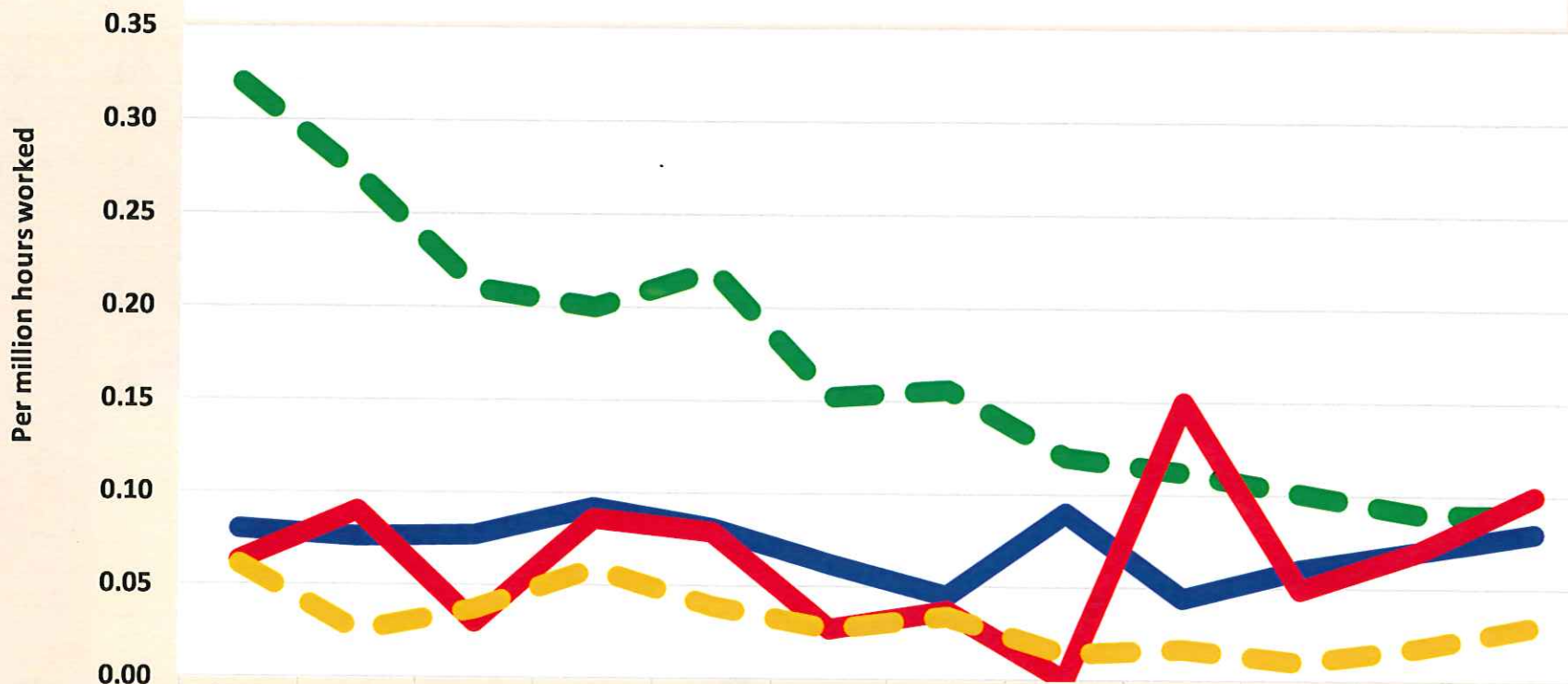
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	*2015
■ Gold	0.38	0.28	0.27	0.33	0.35	0.25	0.24	0.18	0.16	0.18	0.14	0.18	0.15
■ Platinum	0.28	0.26	0.15	0.12	0.15	0.09	0.10	0.09	0.10	0.07	0.07	0.05	0.05
■ Coal	0.23	0.19	0.15	0.14	0.12	0.16	0.13	0.08	0.08	0.07	0.04	0.05	0.04
■ Other	0.27	0.32	0.19	0.13	0.18	0.13	0.11	0.09	0.11	0.08	0.09	0.06	0.04



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Comparison of Fatality Rates per million hours worked All Mines



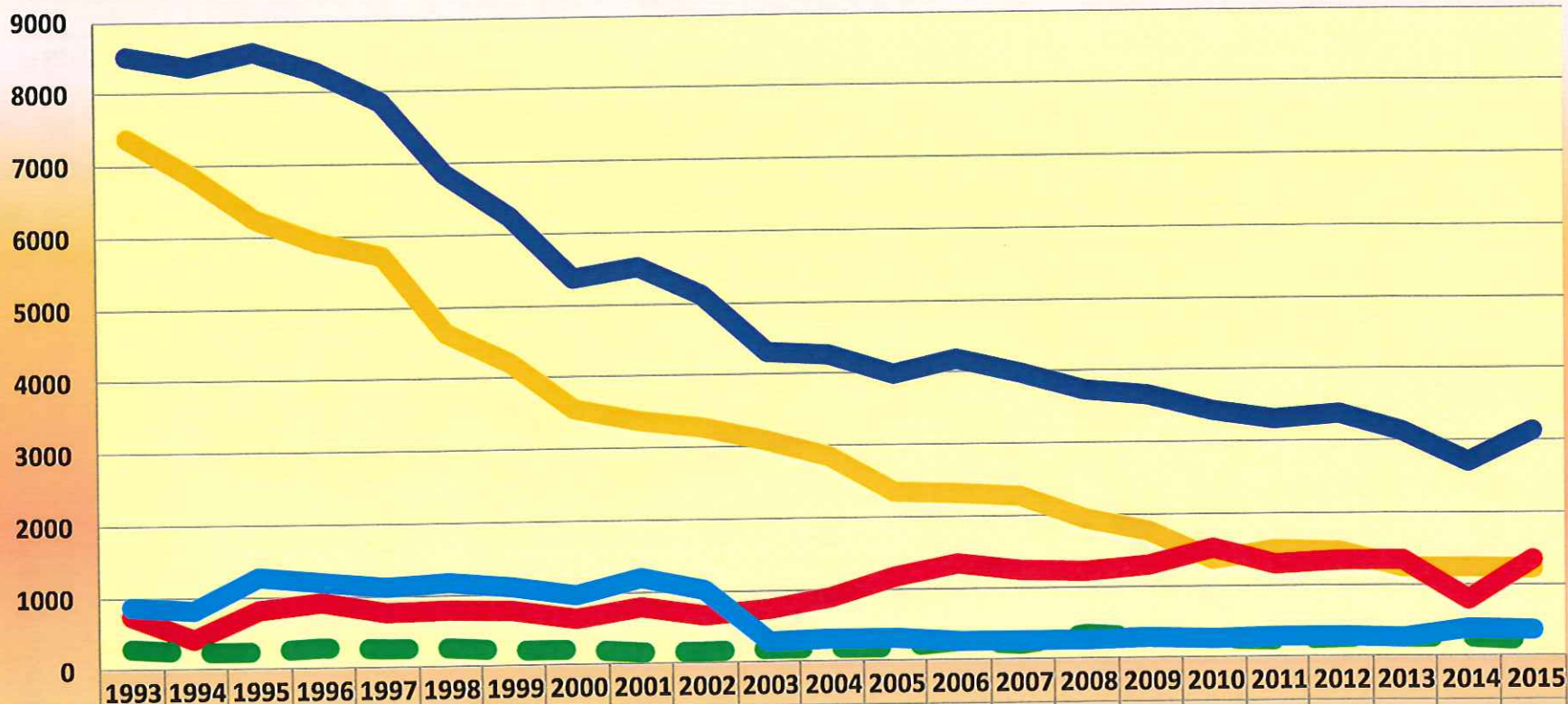
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
South Africa	0.32	0.27	0.21	0.20	0.22	0.15	0.16	0.12	0.11	0.10	0.09	0.09
USA	0.08	0.08	0.08	0.09	0.08	0.06	0.04	0.09	0.04	0.06	0.07	0.08
Canada (Ontario)	0.06	0.09	0.03	0.09	0.08	0.03	0.04	0.00	0.15	0.05	0.07	0.1
Australia	0.06	0.02	0.04	0.06	0.04	0.03	0.03	0.01	0.02	0.01	0.02	0.03



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Mine Injuries by Commodity rates per million hours worked 1993 to 2015



	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
All	8515	8347	8553	8296	7850	6844	6253	5371	5525	5116	4301	4254	3983	4189	3973	3738	3650	3438	3299	3367	3126	2700	3116
Gold	7368	6888	6243	5909	5707	4648	4202	3549	3374	3288	3079	2861	2338	2318	2274	1937	1760	1379	1498	1477	1252	1243	1228
Platinum	736	415	819	905	755	785	765	638	797	659	738	892	1155	1348	1233	1213	1299	1515	1283	1345	1344	796	1331
Coal	279	240	235	285	270	255	207	213	170	161	188	187	181	266	205	333	295	273	241	269	263	267	207
Other	868	804	1256	1197	1118	1156	1079	971	1184	1008	296	314	309	257	261	255	296	271	277	276	267	394	350



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Actual Fatalities and Rates per Region

	2013		2014		% CHANGE IN RATES
	FATALITY	RATE	FATALITY	RATE	
All mines	93	0.09	84	0.09	0.0
Western Cape	0	0.00	0	0.00	0.0
Northern Cape	2	0.02	1	0.01	-50
Free State	8	0.10	11	0.15	50
Eastern Cape	1	0.21	0	0.00	-100
KwaZulu-Natal	9	0.27	3	0.09	-67
Mpumalanga	11	0.06	9	0.05	-17
Limpopo	6	0.05	6	0.05	0.0
Gauteng	21	0.12	30	0.18	50
North West: Klerksdorp	5	0.11	3	0.08	-27
North West: Rustenburg	30	0.09	21	0.08	-11



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ORGANISATIONAL ENVIRONMENT

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PROGRAMME	SUBPROGRAMME
Administration	1.1 Ministry 1.2 Corporate Services 1.3 Department Management 1.4 Financial Administration 1.5 Internal Audit
Mine Health and Safety Inspectorate	2.1 Mine Health and Safety (Regions) 2.2 Governance Policy and Oversight
Mineral Regulation	3.1 Mineral Regulation and Administration 3.2 Management Mineral Regulation
Mineral Policy and Promotion	4.1 Mining and Minerals Policy 4.2 Mineral Promotion 4.3 Economic Advisory Services 4.4 Mine Environmental Management



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OVERVIEW OF THE 2016-19 BUDGET

(Page 22-24)

Programme	Audited Outcome	Adjusted Appropriation	Medium-Term Expenditure Estimates		
	R'000	2014/15	2015/16	2016/17	2017/18
Programme 1 Administration	315,220	308,870	310,868	322,085	338,742
Programme 2 Mine Health and Safety	167,492	184,431	184,934	191,080	198,285
Programme 3 Mineral Regulation	237,659	263,715	270,786	426,588	452,021
Programme 4 Policy and Promotion	754,786	881,526	902,489	907,491	835,546
Total	1,475,157	1,638.542	1,669,077	1,847,244	1,824,594



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OVERVIEW OF THE 2016-19 BUDGET

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Economic classification	Audited Outcome	Adjusted Appropriation	Medium-Term Expenditure Estimates		
			2016/17	2017/18	2018/19
R'000	2014/15	2015/16	2016/17	2017/18	2018/19
Compensation of Employees	484,620	548,440	572,130	579,130	604,785
Goods and services	255,154	251,661	259,235	276,213	290,577
Transfers and Subsidies	723,731	826,919	824,090	980,127	916,775
Payments for capital assets	11,652	11,522	13,622	11,774	12,457
Total	1,475,157	1,638,542	1,669,077	1,847,244	1,824,594



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OVERVIEW OF THE 2016-19 BUDGET

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Expenditure trends:

The overall budget of the department increases at an annual average growth rate of 3.7% over the medium term:

- Mine Health and Safety increases by an annual growth rate of 2.4 % over the medium term which is partly due to the transfer payments to Mine Health and Safety Council which ceased in 2014/15 and will resume in 2017/18 and outer years.
- The Mineral Regulation budget increases by an annual average of 19.7%, this is attributed to the Petroleum Agency South Africa (PASA) additional allocation of R305.127 million.
- The Mineral Policy and Promotions decreases by 1.8% in 2018/19 as a result of the discontinuation of the Economic Support and Competitiveness Package (ESCP) allocations attributed to the Council for Geoscience (CGS) and Mintek. (ESCP was a 5 year project ending 2018/19)



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OVERVIEW OF THE 2016-19 BUDGET

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Expenditure trends:

Compensation of employees will represent 34.3% (R572.130 million) of the 2016/2017 total budget of R1.669 billion and 32.9 % (R1.756 billion) of the R5.341 billion over the Medium Term Expenditure Framework(MTEF):

- The Mineral Regulation, Mine Health and Safety and Mineral Policy and Promotion programmes constitute 69.6% (R1.223 billion) of the total compensation of employees budget of R1.756 billion over the medium term.
- The higher contribution to compensation of employees is due to the labour intensive nature of inspections and technical expertise required for the job.



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OVERVIEW OF THE 2016-19 BUDGET

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Expenditure trends:

Goods and Services represents 15.5% (R259.235 million) of the 2016/2017 total budget of R1.669 billion and 15.5% (R825.661 million) of the R5.341 billion over the Medium Term Expenditure Framework(MTEF):

- The main cost driver is the subsistence and travelling costs which is 24.8% (R204.980 million) of the goods and services budget and this is mainly for monitoring compliance and inspections.
- Followed by operating leases at 13.3% (R110.083 million) of the total budget for goods and services. Included in the operating leases are office accommodation.
- Contractors represents 12 % (R99.209 million) of the total budget for goods and services.



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OVERVIEW OF THE 2016-19 BUDGET

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Expenditure trends:

Transfer Payments will constitute 49.4% (R824.090 million) of 2016/2017 total budget of R1.669 billion or 50.9% (R2.721 billion) of the of the R5.341 billion budget over the Medium Term Expenditure Framework(MTEF):

- Mine Health and Safety Council is funded under programme 2, there is no allocation for 2016/2017 but the baseline of R12.681 million is still maintained over the MTEF.
- The South African Diamond and Precious Metals Regulator is funded under programme 3, R53.205 million is allocated in 2016/2017 and R168.175 million over the MTEF
- The Petroleum Agency of South Africa was added in the MTEF under Programme 3. R305.127 million has been allocated over the MTEF commencing in 2017/18. Once the regulations are finalised the responsibility to report on PASA financial matters will rest with the Department.



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OVERVIEW OF THE 2016-19 BUDGET

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Expenditure trends:

Transfer Payments will constitute 49.4% (R824.090 million) of 2016/2017 total budget of R1.669 billion or 50.9% (R2.721 billion) of the of the R5.341 billion budget over the Medium Term Expenditure Framework(MTEF): **(Cont'd)**.....

The Council for Geoscience, Mintek and small scale mining transfers to IDC is funded under programme 4.

- R371 416 million is allocated in 2016/2017 and R1.069 billion over the MTEF for Mintek.
- R378.598 million is allocated in 2016/2017 and R1.052 billion over the MTEF for Council of Geo-science (CGS).
- R27.434 million is allocated in 2016/2017 and R86.712 million over the MTEF for Industrial Development Corporation (IDC).



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OVERVIEW OF THE 2016-19 BUDGET

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Expenditure trends:

Capital expenditure will represent a small percentage of the 2016/2017 budget at 0.8% (R13.622 million) or 0.7% (R37.853 million) of R5.341 billion budget over the Medium Term Expenditure Framework(MTEF):

- The majority of the capital budget is under Programme 1.
- Machinery and equipment represents 67.8% (R25.679 million) of the total budget for capital assets; and those are computer hardware and systems (laptops and desktops).
- Building and other fixed structures represents 32.2% (R12.174 million) of the total budget. This relates to tenants installation for building at regional offices.



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PART B: PROGRAMME AND SUBPROGRAMME PLANS

PROGRAMME 1-4

Pages 27 -87 of the Annual Performance
Plan



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PROGRAMME 1

CORPORATE SERVICES

Pages (27 - 45)



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PROGRAMME 1

CORPORATE SERVICES

PURPOSE:

The provision of strategic support and management services to the Ministry and the Department of Mineral Resources.



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CORPORATE SERVICES STRATEGIC OBJECTIVES

1. Contribute to skills development.
2. Sustainable development of vulnerable groups.
3. Communicate Department of Mineral Resources (DMR) programmes with internal and external stakeholders.
4. Provide adequate facilities for effective service delivery.
5. Develop, review and improve internal processes/guidelines/procedures.
6. Provide legal support and advisory services.
7. Improve turnaround times.
8. Implement national strategies.
9. Comply with Human Resources (HR) and Occupational Health and Safety (OHS) legislative framework.
10. Attract, develop and retain skills.



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CORPORATE SERVICES

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Contribute to skills development.	78 Mining career awareness initiatives.	19	18
	83 bursaries acquired and recipients from poor backgrounds identified to study towards mining-qualifications.	23	20
Sustainable development of vulnerable groups.	36 Facilitation of projects for women, youth and people with disabilities.	6	7



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CORPORATE SERVICES

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	CAREER AWARENESS PROGRAMMES 2014/2015	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Contribute to skills development.	<p>Mining career awareness initiatives were conducted in the following Provinces</p> <ul style="list-style-type: none"> • Eastern Cape • Free State • Gauteng • KwaZulu Natal • North West • Western Cape 	19	18



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CORPORATE SERVICES

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Improve turnaround times.	100% Adherence to Service Level Agreements.	100%	100%
	100% Adherence to defined turnaround times.	100%	100%
Implement national strategies.	100% Employee and contractor screening	100%	100%
	540 Vetting Files Completed Vetting of employees.	120	120
	40 Strategic Plans for Gender Equality implemented	New Measure	10
	44 Employee Health, Safety and Wellness programmes implemented.	20	8



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CORPORATE SERVICES

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Comply with HR and Occupational Health and Safety legislative framework.	100% Human Resource Development Plan and Workplace Skills Plan (WSP) updated and submitted timeously.	100%	100%
	Actions implemented to ensure timeous submission of financial disclosures timeously.	New Measure	5
	Actions implemented to ensure timeous submission of Performance Agreements.	New Measure	4



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CORPORATE SERVICES

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Attract, develop and retain skills.	Number of human resource development initiatives aligned to the National Skills Development Strategy (NSDS).	14	18
	10% Maintain vacancy rate at acceptable level.	14%	10%
	20 affirmative action measures implemented.	4	4



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PROGRAMME 1

Financial administration
(pages 46-54)



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PROGRAMME 1

Financial Administration

PURPOSE:

The provision of strategic support and management services to the Ministry and the Department of Mineral Resources.



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FINANCIAL ADMINISTRATION STRATEGIC OBJECTIVES

1. Provide efficient services to internal and external customers.
2. Implement processes and systems.
3. Manage financial resources.
4. Promote corporate governance.



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FINANCIAL ADMINISTRATION

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Provide efficient services to internal and external customers.	95% average systems availability.	99.5%	95%%
	95% achievement of Service Level Agreement (SLA).	97.95%	95%
	3.5 average customer satisfaction score (1-5 index).	3.4	3.5
	100% of financial reports delivered on schedule.	99.26%	100%
	100% of suppliers paid within 30 days.	99.57%	100%



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FINANCIAL ADMINISTRATION

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Implement processes and systems.	100% implementation of the Master Systems Plan (cumulative).	100%	100%



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FINANCIAL ADMINISTRATION

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Manage financial resources	≤2% variance on allocated budget.	≤2% variance	≤2% variance
	Number of incidents of irregular expenditure (0).	One incidents of irregular expenditure	No incidents
	100% implementation of asset management plan (revised target from reduction of disposal prior to end of lifespan).	52.58% reduction in assets disposed off prior to end of lifespan. (Revised measure.)	100% implementation of asset management plan.



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FINANCIAL ADMINISTRATION

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Promote corporate governance.	100% implementation of management action plan (Internal Audit).	100%	100%
	100% implementation of management action plan (External Audit).	100%	100%
	100% adherence to compliance framework.	100%	100%
	100% implementation of risk management plans.	100%	100%
	100% Implementation of Information and Communications Technology (ICT) Governance Initiatives.	New measure	100%



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PROGRAMME 2


MINE HEALTH AND SAFETY

Pages (54 - 62)



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PROGRAMME 2

MINE HEALTH AND SAFETY

PURPOSE

Execute the Department's mandate to safeguard the health and safety of the mine workers and people affected by mining activities.

OBJECTIVE

Reduce mining-related deaths, injuries and ill health through the formulation of national policy and legislation, the provision of advice, and the application of systems that monitor, audit and enforce compliance in the mining sector.



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MINE HEALTH AND SAFETY STRATEGIC OBJECTIVES

1. Promote Health and Safety.
2. Contribute to skills development.
3. Implement Service Level Agreements (SLAs).
4. Develop and review internal processes.
5. Improve turnaround times.
6. Promote corporate governance.



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MINE HEALTH AND SAFETY

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Promote Health and Safety.	20% Annual reduction in occupational fatalities.	26%	20%
	20% Annual reduction in occupational injuries.	14%	20%
	10% Annual reduction in occupational diseases (including Tuberculosis).	3%	10%
	80% of accident investigations to be completed (initiated vs. completed).	90%	80%
	80% of accident inquiries to be completed (initiated vs. completed).	67%	80%



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MINE HEALTH AND SAFETY

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Promote Health and Safety.	40000 Health and Safety Inspections to be conducted.	8 555	8 000
	1980 Health and Safety Audits to be conducted.	523	396
	Annual Mine Health and Safety (MHS) report to be submitted.	1	1
	200 Tripartite workshops to be conducted.	62	40



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MINE HEALTH AND SAFETY

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Contribute to skills development.	100% Implementation of certificate of competency model to improve pass rate on the Government Certificate of Competency in mining.	100%	100%
Implement Service Level Agreements (SLAs).	100% Implementation and adherence to existing SLAs.	100%	100%
Develop and review internal processes.	100% of identified internal processes developed, reviewed and Implemented.	100%	100%



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MINE HEALTH AND SAFETY

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Improve Turnaround Times	80% adherence to prescribed timeframes for medical appeals.	127%	80%
	100% adherence to prescribed timeframes for Chief Inspector of Mines appeals.	100%	100%
	100% adherence to prescribed timeframes for Mineral and Petroleum Resources Development Act (MPRDA) applications.	103%	100%
	80% adherence to prescribed timeframes for administrative tasks.	88%	80%



MINE HEALTH AND SAFETY

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Promote Corporate governance.	100% Implementation of Management Action Plan (Internal Audit).	100%	100%
	100% Implementation of Management Action Plan (External Audit).	100%	100%
	100% adherence to compliance framework.	100%	100%
	100% implementation of risk management plans.	100%	100%



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PROGRAMME 3 MINERAL REGULATION

This section can be read in conjunction with
pages 63-73 of the Tabled Annual
Performance Plan



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PURPOSE AND OBJECTIVE

Purpose

To regulate the minerals and mining sectors to ensure economic development, employment and ensure transformation and environmental compliance.

Objective

To transform the minerals and mining sectors into one that competitively contributes to the sustainable development in the country.



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MINERAL REGULATIONS STRATEGIC OBJECTIVES

1. Promote Job Creation.
2. Promote Sustainable Resource Use and Management.
3. Reduce State environmental liability and financial risk.
4. Implement transformation policies / legislation.
5. Monitor and enforce compliance.
6. Improve turnaround times.



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MINERAL REGULATIONS

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Promote job creation.	600 Number of Social and Labour Plan (SLP) development projects.	133	120
	35 Number of Black Industrialist created through procurement.	New measure	5
	35 000 Number of jobs created through mining.	5338	7000
Promote sustainable resource use and management.	100 % of approved environmental authorisations (EA's) relative to rights issued.	100%	100%
	100% of approved SLP relative to rights issued.	100%	100%
	100% of evaluated work programmes.	100%	100%



MINERAL REGULATIONS

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Reduce State environmental liability and financial risk.	100 % of closure certificates issued.	100%	100%
	50 % of investigations finalised.	New measure	50%
	60% of environmental complaints closed/referred to competent authorities.	New measure	60%
Implement transformation policies/legislation.	750 number of consultation/engagements with communities.	263	150
	750 number of rights/permits issued to HDSA.	203	150
	45 number of Industry workshops conducted.	16	9



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MINERAL REGULATIONS

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Improved turn around times.	70 % adherence to prescribed timeframes.	70.4%	70%
Monitor and enforce compliance.	750 number of legal compliance inspections.	253	150
	2125 number of work programmes inspections.	520	425
	1060 number of SLP inspections.	268	212
	6375 number of environmental authorisation inspections.	1856	1275



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SLP project - Copper Sunset Sand Mines - wastewater plant and toilets at Kopanelang Primary School (FREE STATE)



**SLP PROJECT- Thabang Gasa High School and flushing abluion facilities by Afrimat
Aggregate: Ulundi (KZN)**



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SLP PROJECT - TRONOX (PTY) LTD ABALONE FARMING SMME PROJECT IN VREDENDAL WESTERN CAPE)



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SLP PROJECT - AFRISAM RESOURCE LEARNING CENTRE IN WESBANK COMMUNITY (WESTERN CAPE)



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**SLP PROJECT – SASOL MINING – Leandra Fire Station
(Mpumalanga)**



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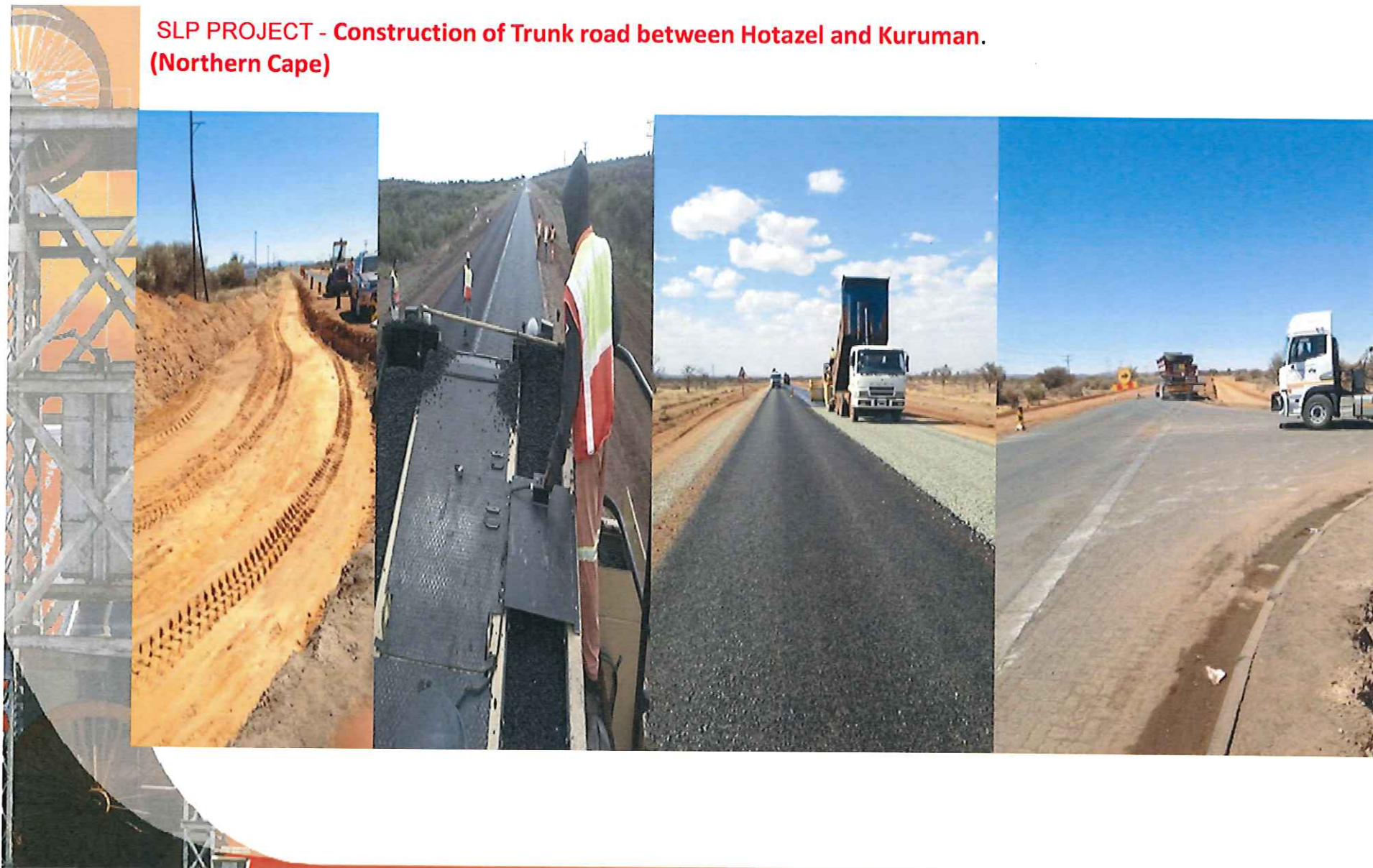
SLP PROJECT - Gold One Clinic in Ekurhuleni (Gauteng)



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**SLP PROJECT - Construction of Trunk road between Hotazel and Kuruman.
(Northern Cape)**



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SLP PROJECT - Emmanuel Haven Hydroponics Project, Motherwell by various Nelson Mandela Bay Mining companies (Eastern Cape)



SLP PROJECT - SAMANCOR Doornbosch mine Construction of additional classrooms at Mangabane Primary School (Limpopo)



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SLP PROJECT - AngloGold Ashanti COMPUTER CENTRE, LIBRARY, SCIENCE LABORATORIES AND FIVE CLASSROOMS IN THE MATLOSANA AREAS NORTH WEST (07 SCHOOLS IMPACTED)



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PROGRAMME 4


MINERAL POLICY AND PROMOTION

Pages (74-87)



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PROGRAMME 4

POLICY AND PROMOTION

PURPOSE:

To formulate mineral-related policies and promote the mining and minerals industry of South Africa, making it attractive to investors.

OBJECTIVE

Through research, provide relevant information to enhance global competitiveness, review policies and formulate legislation to achieve transformation and attract new investment into South Africa's minerals industry.



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POLICY AND PROMOTION STRATEGIC OBJECTIVE

1. Promote investment in the Mining, Minerals and Upstream Petroleum Sectors.
2. Manage and implement mineral resource diplomacy with other countries and institutions.
3. Promote sustainable resource use and management.
4. Facilitate transformation in the Mining Sector through development and review of relevant legislation.
5. Develop and review internal processes.
6. Improve turnaround times.



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MINERAL POLICY AND PROMOTION

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Promote investment in the mining and upstream petroleum sectors.	88 publications / reports.	15	17
	248 investment promotion events/ forums/ workshops.	New Measure	55
	100% Implementation of Ocean Economy Operation Phakisa Plans.	New Measure	100%
	400 of Small, Medium and Micro enterprises (SMME's) supported.	87	80
	40 Social dialogues .	8	8



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MINERAL POLICY AND PROMOTION

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/2017
Promote investment in the mining and upstream petroleum sectors.	% Implementation of Mining Phakisa Initiatives.	New Measure	100%
	100% Implementation of Shale Gas Action Plan Instruments (i.e. Consultation, promotional activities and monitoring).	New Measure	100%
Manage and implement the Mineral Resources Diplomacy with other countries and institutions.	15 international strategic partnerships, i.e. bi- and multilateral agreements signed.	New Measure	3



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MINERAL POLICY AND PROMOTION

STRATEGIC OBJECTIVES AND ANNUAL TARGETS

OBJECTIVE	FIVE YEAR TARGET 2014-2019	ACHIEVED TO DATE (2014/2015 AUDITED)	2016/20 17
Promote Sustainable Resource Use and Management.	25 technical and strategic partnerships implemented.	3	5
	Review Departmental Environmental Management Plan Annually.	New Measure	1
	17 Reports developed on Mine Closure and Derelict & Ownerless mines.	New Measure	4
	250 derelict and ownerless sites rehabilitated.	50	45
	17 Legislative Instruments Reviewed and Amended.	N/A	5*

* Mine Health and Safety Act Bill / Mineral and Petroleum Resources Development Act Bill finalization / Mining Charter Amendment / Petroleum Agency South Africa Bill / African Exploration Mining Finance Corporation Bill (AEMFC Bill)/ Relevant Regulations





LINKS TO OTHER PLANS

PUBLIC ENTITIES

Pages (130 – 136)



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PUBLIC ENTITIES

PURPOSE

To provide related services that support the Department's mandate through funded and non-funded statutory bodies and organisations.

OBJECTIVE

Enhance the Department's ability to achieve its objectives through policies that promote its legislative mandate and lead to the creation of an environment conducive to investment and the improvement of the quality of South African lives.



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PUBLIC ENTITIES

Name of entity	Legislative mandate	2016/2017 budget (R'000)
The Mine Health and Safety Council (MHSC).	The MHSC functions in terms of the Mine Health and Safety Act, (Act No. 29 of 1996) to advise the Minister of Mineral Resources on occupational health and safety legislation and research outcomes focused on ameliorating and promoting occupational health and safety at South African mines.	R nil
The Council for Mineral Technology Research (MINTEK).	Established in terms of the Mineral Technology Act, Act No. 30 of 1989, to fulfil the following main functions: <ul style="list-style-type: none"> • Undertake research, development and technology transfer to promote mineral technology. • Foster the establishment and expansion of industries in the field of minerals and related products. 	R 371 416



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PUBLIC ENTITIES

Name of entity	Legislative mandate	2016/2017 budget (R'000)
The Council for Geoscience (CGS).	Established in terms of the Geoscience Act (Act No. 100 of 1993) to develop and publish world-class geoscience knowledge products and render related services to industry and South African public.	R378 598
The South African Diamond and Precious Metals Regulator (SADPMR).	Established in terms of the Diamond Act of 1986 as amended and the Precious Metals Act (Act No.37 of 2005) to administer the following legislation: <ul style="list-style-type: none"> • Diamond Act of 1986 (as amended) • Precious Metals Act of 2005 • Diamond Export Levy Act of 2007, in collaboration with the South African Revenue Service (SARS) 	R53 205
The State Diamond Trader.	Established in terms of the Diamond Act (Act No. 56 of 1986) as amended, to promote equitable access to and beneficiation of diamond resources and grow South Africa's diamond cutting and polishing industry.	Not funded by appropriation



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Key Focus Areas

- We are providing the regulatory certainty, predictability and sharpening the following legislative instruments:
 - MPRDA Bill, MHSA Bill, AEMFC Bill, PASA Bill and Mining Charter review.
- Accelerate the implementation of the one environment system as part of an integrated mining permitting system.
- Continuous monitoring and enforcement of compliance.
- Support SMMEs through the payment of suppliers within 30 days.



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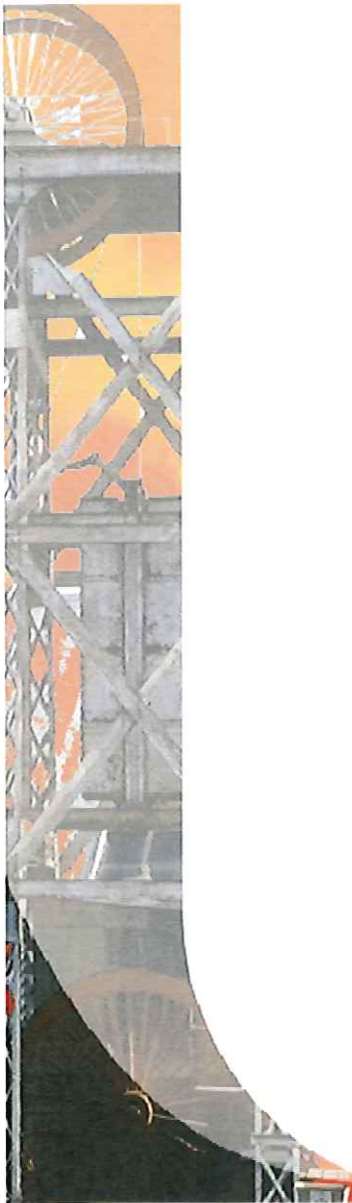
CONCLUSION

- The Department is committed to continue with the journey of ultimately achieving the vision of a globally competitive, sustainable and transformed mining and mineral sector through the implementation of the Annual Performance Plan and maintaining good governance principles.
- We will continue to collaborate with all stakeholders in the implementation of the Annual Performance Plan.



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THANK YOU.



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