PeArh & culture 161013



UPDATE ON PROGRESS WITH REGARD TO THE IMPLEMENTATION OF THE SETTLEMENT AGREEMENT BETWEEN THE DEPARTMENT OF ARTS AND CULTURE AND THE SOUTH AFRICAN ROADIES ASSOCIATION

## 10 October 2016

## 1. Summary report on progress to date

ACTIVITY	ACTION BY	STATUS	TIMEFRAMES
PROPOSAL: LIVE EVENTS	DAC	Payments:	N/A
TECHNICAL AND PRODUCTION		The final payment for the 1 <sup>st</sup> year 2016/17 has been made.	
SERVICES (LETPC) FOR		The next transaction is the first payment for the 2 <sup>nd</sup> year 2017/18.	
2016/17/18.			
		Note: Other activity related.	
		The sector practitioners attending the LETPC 2016 called for a skills	31 March 2017
		audit to be conducted in the sector. In response to the latter, the	
		Department committed to conduct a feasibility study into the "Human	
		Capital Development" programme of the Events Technical and	
		Production Services sector strategy. This process has been included	
		as part of the feasibility study for a dedicated live events & technical	
		services training institution.	

ACTIVITY	ACTION BY	STATUS	TIMEFRAMES
INTERNATIONAL INTERACTION	SARA	First Payment for 3 <sup>rd</sup> Year programme:	2nd Payment Due
<b>PROGRAMME</b> for 2016/17		The 1 <sup>st</sup> payment for the final 2016/17 cycle of the International	at end of
Activities		Interactions Programme was transferred.	Financial year as
			per MOA.
NATIONAL ARTS COUNCIL	DAC	Ongoing:	
(NAC)		The investigation has been completed and the report is going through	Ongoing.
		the necessary approval processes in order to communicate the	
Investigation into allegations.		outcome to SARA and the NAC.	
RENOVATIONS FOR SARA			
BUILDING			
Funding allocation for Building	DAC	Ring-fenced funds:	Funds set aside
Renovations Proposal.		The Department confirmed an amount of R15 million allocated	for
		towards funding the SARA building renovations proposal in	implementation in
		formal correspondence to SARA.	2016/17
Invalorementation of Duilding	DAC	Outraine	
Implementation of Building	DAC &	Ongoing	
Renovations Proposal.	SARA		, , , , , ,
		The two parties reached an impasse on the approach of implementing	No firm
		the building renovations. In this case the DAC proposed to transfer the	commitment can
		allocated funds to SARA to coordinate and appoint Project Manager	be made.
		supported by a professional team of relevant expertise in the built	
		environment.	

ACTIVITY	ACTION BY	STATUS	TIMEFRAMES
		SARA declined the proposal and a protracted exchange of letters and	
		discussions ensued, Subsequently a meeting was called by the	
		Portfolio Committee which was held on the 3 <sup>rd</sup> May 2016 whereby the	
		DAC and SARA made presentations.	
		The Honourable members asked on what basis did DAC agreed to	
		fund SARA on those agreed items?	
		The meeting resolved that the two parties should find ways of working	
		together and find common ground. It was also queried on what basis	
		DAC agreed to fund SARA. As such the DAC was required to provide	
		a Legal Opinion to respond to the latter.	
		Presentation of Legal Opinion to the PC: Completed:	
		The DAC followed up on the request for DAC to provide the Portfolio	
		Committee with a Legal Opinion in relation to the DAC's funding of	
		SARA's Building Renovations and the Settlement Agreement,	
		between DAC and SARA.	

ACTIVITY	ACTION BY	STATUS	TIMEFRAMES
		In this regard the DAC consulted with the Office Of The State Attorney	
		which has since submitted a report on the matter. A copy has been	
		provided to the Portfolio Committee attached to correspondence	
		signed by the Acting DG on 10 August 2016.	
		The legal opinion report provides numerous issues around whether or	
		not is the DAC obliged to embark on acquisition of third party	
		immovable property.	
Backstage Academy Proposal	SARA	Feasibility study:	
•		A public tender for a study on human capital needs and the feasibility	31 March 2017
		of establishing a dedicated training institution for the live events and	
		technical production sector has been advertised.	
Relations between SARA and	DAC and		
	DAC and	Ongoing:	
DAC	SARA		_
		Relations between the parties remain strained and the DAC has on	Ongoing
		two occasions cautioned SARA with regard to its means, methods and	
		tone of communication given the stipulations in the Settlement	
		Agreement.	

. . .

\*\*