

**MINISTRY**

**MINERAL RESOURCES AND ENERGY**

**REPUBLIC OF SOUTH AFRICA**

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**Memorandum from the Parliamentary Office**

**National Assembly: 1180**

Please find attached a response to Parliamentary Questionfor ***written reply*** asked **by Mr J R B Lorimer (DA) to ask the Minister of Mineral Resources and Energy:**



**Mr Jacob Mbele**

**Deputy Director General: Programmes and Projects**

**11 / 05 / 2021**

Recommended/ ~~Not Recommended~~

**Adv. T.S Mokoena**

**Director General: Department of Mineral Resources and Energy**

**………………/………………/2021**

Approved / Not Approved

**Mr. S.G Mantashe**

**Minister of Mineral Resources and Energy**

**………………/………………/2021**

**1180. Mr J R B Lorimer (DA) to ask the Minister of Mineral Resources and Energy:**

Whether, with regard to bids accepted for the Risk Mitigation Independent Power Procurement Programme, his department has calculated the estimated additional costs that will be incurred in respect of each of the projects as a result of the adherence to (a) Broad-Based Black Economic Empowerment legislation and regulations and (b) local content legislation and/or regulations; if not, why not; if so, what are the further relevant details? NW1370E

**Reply**

1. No, the Department has not calculated the estimated additional costs due to B-BBEE legislation and/or regulations. Compliance with B-BBBEE and/or regulations is a legal requirement under the PPPFA.
2. No, compliance with local content requirements are a legal requirement under the PPPFA.

By complying with B-BBBEE and local contents requirements, the Government promote and drives economic transformation, which in turn contribute to economic growth. B-BBEE and localisation add value to our society through its commitment to skills development together with the contribution to social development and transformation.

The Department through the IPP Office publishes quarterly reports for IPP projects connected to the grid. These reports include economic development achievements in line with commitments made by IPPs. The reports can be accessed here: <https://www.ipp-projects.co.za/Publications>