STATUS OF AgriBEE

Presented to Portfolio Committee on Land & Environmental Affairs by:

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BACKGROUND

Framework launched in July 2004.

- ✓ A representative Steering Committee (SC) nominated and appointed.
- ✓ Consultations, debates and written comments by December 2004.
- ✓ A national workshop to discuss AgriBEE implementation implications, December 2004.
- ✓ Intensive deliberations and consultations with stakeholders.
- ✓ A consolidated report compiled and submitted to the Minister together with a proposed charter in October 2005.

AgriBEE INDABA

- ✓ SC mandated to consult with stakeholders on the proposed draft charter and have the charter discussed jointly at an indaba in December 2005.
- ✓ AgriBEE Indaba held as planned 6-7 December.
- ✓ Key resolutions from the Indaba:
 - Stakeholders concurred that the charter development process has been inclusive and transparent
 - Charter promote the advancement of broad-based black economic empowerment

AgriBEE INDABA (cont.)

- Draft charter endorsed to be used as the basis for concluding the final AgriBEE charter – S12.
- Await the release of phase II Codes by thedti and interrogate for S12 charter as well as scorecard.
- DoA should embark on a process of creating deeper awareness and sensitize stakeholders on the implications of the codes on agriculture.
- ✓ SC commended at the indaba for work done thus far
- ✓ Recognised that a wine charter is being developed which is to be aligned and harmonised with overarching AgriBEE.

POST INDABA DEVELOPMENTS

- ✓ SC charged to investigate and incorporate issues raised during the indaba, align the charter to new Codes of Good Practice and to submit final charter to Minister.
- ✓ SC discussed pending issues and those emanating from the phase II codes.
- √ These included:
 - Scope of application & sub-sector issues,
 - SMMEs,
 - QSE thresholds and implications,
 - Land issues,
 - multinationals, and
 - verification and compliance

POST INDABA DEVELOPMENTS (cont.)

- ✓ Amended charter was completed with support of various technical experts (Empowerdex).
- ✓ Sugar industry will not develop specific sub-sector charter.
- ✓ A draft final charter distributed to stakeholders for final comments with end April, 2006 deadline.
- ✓ Written comments received, assessed and incorporated into the charter.

POST INDABA DEVELOPMENTS (cont.)

- ✓ Engagements with the thedti with respect to Codes and peculiar issues in sector.
- ✓ Response that sector will have latitude to make recommendations on peculiar issues within the parameters of the Codes with sufficient argument and justification.
- ✓ Sub-sector charters integral to overarching charter.
- ✓ Independent third party analysis will support this.
- ✓ Charter and two indicative scorecards (generic and QSEs)
 submitted to the Minister during May 06.

KEY ACTIVITIES EMBARKED UPON

- ✓ AgriBEE workshop on human factors was held with DoL, AgriSETA, FoodBev SETA, educational Institutions etc.
- √The issue of apprenticeship and core skills centred the
 discussions, as well as prioritisation of scarce skills.
- ✓ Provincial workshops/roadshows to deepen understanding on B-BBEE and relation to sector.
- ✓ AgriBEE grassroots training and awareness creation is underway at municipal level facilitated by Empowerlogic.
- ✓A national workshop to develop a framework for Implementing AgriBEE jointly with Provinces.

CONSIDERATION BY MINISTER

- √ New Minister appointed (Ms Lulu Xingwana).
- ✓ Meeting arranged with technical experts & some SC members to orient the Minister on the submitted charter, indicative scorecards and feedback.
- ✓ Minister will give her reaction on the Charter, scorecards and process to SC at next meeting.
- ✓ Minister raised the importance of baseline data in the sector amongst other issues.
- √ Processes are underway to conclude this task.
- √ S12 charter submission to Minister of Trade & Industry.

CONSIDERATION BY MINISTER (cont.)

- ✓ Outstanding final Phase II Codes from thedti.
- ✓ SC to be strengthened for sector codes development and S9 process work.
- ✓ SC to drive S9 process and Sector Codes development.
- ✓ Organise working teams to work with sub-sectors on issues relating to S9 process.
- ✓ Independent third party analysis.
- ✓ Submit S9 charter to Minister of Trade & Industry for gazetting.
- ✓ On approval launch S9 charter with stakeholders.