

**SEKHUKHUNE DEVELOPMENT AGENCY  
PRESENTED BY THE ACTING CEO  
MR. KGOPELO PHASHA:**

**DATE: 22 JUNE 2021**

**PRESENTATION TO INAUGURAL SEKHUKHUNE  
DISTRICT YOUTH JOB SUMMIT (VIRTUAL)**



# PRESENTATION OUTLINE

1. ABOUT SDA
2. OUR APPROACH TO LED
3. PROJECTS PIPELINE
4. PARTNERSHIP WITH THE YOUTH
5. CONCLUSIONS



# ABOUT SDA

- Sekhukhune Development Agency is a municipal Entity wholly owned by Sekhukhune District Municipality.
- SDA is a Special Purpose Vehicle to facilitate and implement local and regional economic development.
- Agency is registered as state owned company in terms of the Municipal System Act 32 OF 2000 schedule 86B, Municipal Finance Management Act 56 of 2003 and Companies Act 71 of 2008.
- The agency is classified as a State Owned Entity (SOE)



# MANDATE OF THE AGENCY

## OVERALL FUNCTIONS OF THE AGENCY

- The core mandate of the agency is to serve as the vehicle to identify, initiate and implement high impact economic projects and create sustainable job opportunities.
- Investment facilitation and public-private partnership
- Business Support Services



# WHY DEVELOPMENT AGENCIES

## A CASE FOR DEVELOPMENT AGENCIES AS APPROPRIATE INSTITUTIONAL MECHANISM FOR LED

- Development agencies were first established in the 1950's following the 2<sup>nd</sup> World war to construct a new economies (development economies)
- LEDA's are generally established as SPV's
- Follows a model of a public entity with strong elements of private sector model
- Agencies are more market facing and drive by commercial development than purely service delivery mandate
- Largely used as implementing agents such as JDA, MBDA etc



# OUR APPROACH

How we deliver RLED

- LEDA's are generally underfunded and operates under severe resource constraints
- SDA is not an exception to this challenges
- SDA therefore adopted an approach of delivering RLED through strategic partnerships with the private sector as well as public and non-governmental formations
- The partnership is basically formalized through an MoU and the two parties agree on the T&C of the partnership including



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# OUR PROJECTS

NAME OF PROJECT	DISCRIPTION & PARTNERS	PROJECTED INVESTMENT VALUE	NUMBER OF JOB CREATION
Agang Cotton Initiative	Cultivation of 2000H of cotton under dry& irrigation land. Moutse west area as a pilot for Phase I. Partners are Marlou Group, Affluent 12, SDA, SDM & Ephraim Mogale	R 200 000 million of investment over a period of 5 years	A target of 1000 jobs over a period of 5 years



# OUR PROJECTS&PROGRAMS

NAME OF PROJECT	DISCRIPTION & PARTNERS	PROJECTED INVESTMENT VALUE	NUMBER OF JOB CREATION
Electrical Vehicle Manufacturing- Limpopo 6000	Establishment of factory to manufacture electrical vehicles (tuk-tuks & buses) under GSE approach. The envisaged factory to be at Mining Input Supplier Park with x 2 dealerships at Groblersdal & Steelpoort . Partners is Eisowave (investor), Glencore (strategic partner), GNT , LEDA	R 100 million	500 Jobs over 18-24 months



# OUR PROJECTS

NAME OF PROJECT	DISCRIPTION & PARTNERS	PROJECTED INVESTMENT VALUE	NUMBER OF JOB CREATION
Dry Sanitation Factory linked to Contractor Development Program	Establishment of factory to manufacture dry sanitation top structures, Pvc pipes , granites , bricks and other building materials to supply SDM projects, community and neighbouring municipalities. Private partner (Investor), SDM (off takes), DTI	R 30 million	60 permanent jobs and over 150 indirect jobs



# OUR PROJECTS

NAME OF PROJECT	DISCRIPTION & PARTNERS	PROJECTED INVESTMENT VALUE	NUMBER OF JOB CREATION
Artisan Development program	Training of young people as artisans focusing on Electricians and plumbers as well as cotton pickers . SDA applied with its private technical partner and the program is undergoing final stage of evaluation by National Skills Fund	R 49 million	320 training jobs over 24 months



# OUR PROJECTS

NAME OF PROJECT	DISCRIPTION & PARTNERS	PROJECTED INVESTMENT VALUE	NUMBER OF JOB CREATION
Royal Kingdom Tourism Frames	Project to construct 80 royal tourism frames using labour intensive methods . The project is implemented with Sekhukhune Community TV and funded national government under Presidential Employment Stimulus Package	R 2 million (R 750 000 released for the Phase I)	300 temporary job opportunities over 24 months



# OUR PROJECTS

NAME OF PROJECT	DISCRIPTION & PARTNERS	PROJECTED INVESTMENT VALUE	NUMBER OF JOB CREATION
Steelbridge Replacement Project	Erection of new bridge and preservation of the old bridge under special presidential package in mining towns. Project is implemented by RAL and funded by 08 mining companies. Role of SDA will be to ensure SMME's benefits as well as skills development and use of the old bridge as a tourism monument	R 80 million	Awaiting final figures from RAL



# OUR PROJECTS

NAME OF PROJECT	DISCRIPTION & PARTNERS	PROJECTED INVESTMENT VALUE	NUMBER OF JOB CREATION
Development of ERF 488 (Groblersdal)	Commercialisation of Erf 488 through investment in land development . Project at the [planning phase of feasibility	Unknown	Unknown



# OUR APPROACH TO YOUTH DEVELOPMENT

- All projects and programs initiated by SDA has strong elements towards youth development particularly on job creation, skills development , enterprise developmental and procurement opportunities
- All companies will be required to meet youth development targets during the implementation phase
- SDA will work and collaborate with Youth Development Structures such as Sekhukhune Youth Council and Sekhukhune Youth Chamber of Business to ensure that there is a youth development approach in all our projects.

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# CONTACTS

- For any enquiry as well as collaboration , SDA officials can be contact on;
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# CONTACTS



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# THANK YOU

