

# SOUTH AFRICA PARTNERSHIP FOR MARKET READINESS 20TH PARTNERSHIP ASSEMBLY

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**national treasury**

Department:  
National Treasury  
REPUBLIC OF SOUTH AFRICA

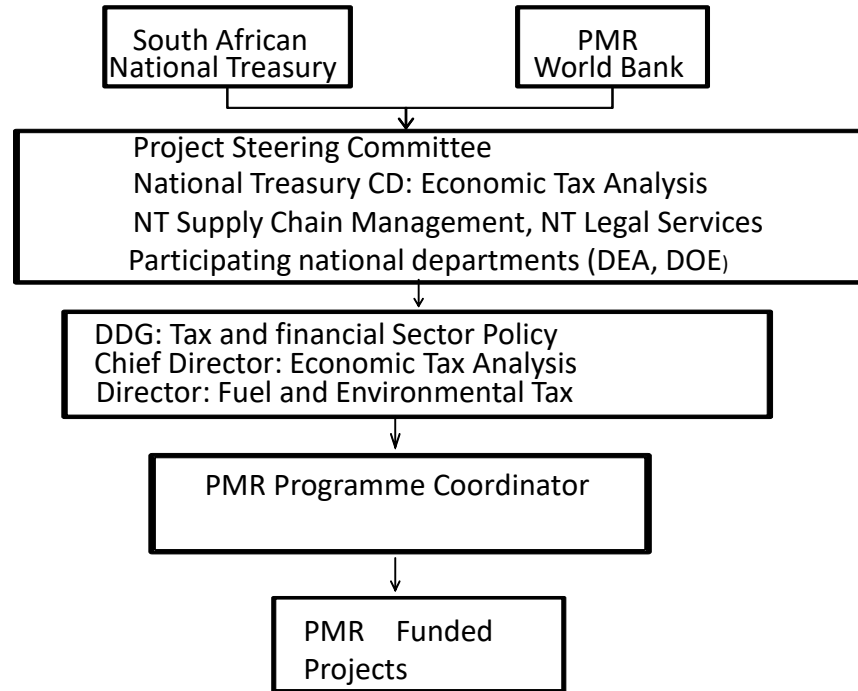
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# SA PMR Background

<b>Country where the project is carried out</b>	South Africa
<b>Title of the project</b>	South Africa Partnership for Market Readiness Project (SAPMR)
<b>Name of the implementing department/ agency</b>	National Treasury Tax and Financial Sector Policy Chief Directorate: Economic Tax Analysis (ETA)
<b>Name of the Funder(s)</b>	Partnership for Market Readiness (World Bank)
<b>Start and end-date of project</b>	17 March 2017 – 30 June 2020
<b>Main target group</b>	National Treasury, DEA, DOE, SARS and Industry
<b>Total project budget</b>	USD 5, 000, 000

# PMR Background (Project Organogram)



- Oversight of the project is provided by a Project Steering Committee (PSC), comprising representatives from the National Treasury Economic Tax Analysis Unit, SCM, DEA, and DOE.
- Funds for the PMR Project are held in the Reconstruction and Development Programme (RDP), account within the Reserve Bank, and managed by the CD: Economic Tax Analysis through the normal financial procedures governing Official Development Assistance in South Africa.
- Project implementation and procurement is governed by World Bank processes

# PMR Components and Project Activities

Component	Activity	Current Status
<b>Component 1:</b> Supporting the refinement of the design of the carbon Tax through analytical work	<b>Activity 1:</b> Review of Industry Benchmarks	To commence middle of the year
<b>Component 2:</b> Strengthening the capacity of government to enhance the data management and reporting (GHSs) and measurement/ monitoring, reporting and verification (MRV) system	<b>Activity 1:</b> Modification of the NAEIS	Commenced, contract signed, Implementation, inception meeting held
	<b>Activity 2:</b> NAEIS - CED Institutional set up and Business Case	Commenced, TOR,EOI, RFP
	<b>Activity 3:</b> Strengthening of the DoE Central Energy Database	Commenced, TOR,EOI mid June
	<b>Activity 4:</b> Capacity Building for MRV	To commence middle of the year
<b>Component 3:</b> Supporting the design of the carbon offset scheme	<b>Activity 1:</b> Support for the Offset Registry (Assessment of the COAS)	Commenced, contract negotiations & finalization, implementation 1 <sup>st</sup> July
	<b>Activity 2:</b> Framework for Local Standards and Manual for Offset Scheme	Commenced, RFP Issued, closing 13 June
	<b>Activity 3:</b> Offset Programme Capacity Building	To commence middle of the year
<b>Component 4:</b> Communication, stakeholder engagement and project administration support	<b>Activity 1:</b> Programme Coordinator	Commenced, contract signed
	<b>Activity 2:</b> Communications and Stakeholder Engagement	To commence in the second half of the year with stakeholder engagement workshops

# SA PMR Project Allocations

<b>Implementation Plan Template for Implementing Country Participants and Targeted Technical Partners</b>	
<b>WORK PLAN</b>	Amount allocated in work plan for this activity/contract in US\$
<b>Component 1: Supporting the refinement of the design of the carbon Tax through analytical work</b>	
Activity 1: Review of Industry Benchmarks	200,000.00
<b>Component 2: Strengthening the capacity of government to enhance the data management and reporting (GHSs) and measurement/ monitoring, reporting and verification (MRV) system</b>	
Activity 1: Modification of the NAEIS	973,480.00
Activity 2: NAEIS - CED Institutional set up and Business Case	280,000.00
Activity 2: Strengthening of the DoE Central Energy Database	690,000.00
Activity 3: Capacity Building for MRV	315,000.00
<b>Component 3: Supporting the design of the carbon offset scheme</b>	
Activity 1: Support for the Ofsset Registry (Assessment of the COAS)	200,000.00
Activity 2: Framework for Local Standards and Manual for Offset Scheme	175,000.00
Activity 3: Offset Programme Capacity Building	270,000.00
<b>Component 4: Communication, stakeholder engagement and project administration support</b>	
Activity 1: Programme Coordinator	175,000.00
Activity 2: Communications and Stakeholder Engagement	170,000.00
<b>Totals</b>	<b>3,448,480.00</b>
<b>TOTALS</b>	
Total Funding Allocated (MRP or Targeted Techncial Assistance)	<b>5,000,000.00</b>
Total amount allocated for project activities	<b>3,448,480.00</b>
Amount Expected to be unspent	<b>1,551,520.00</b>

# SA PMR Financial Management & Reporting

- The first disbursement of the PMR project was paid into the RDP fund by the World Bank on 6 July 2018.
- A PMG account for the PMR project was created for transactional purposes
- Expenditure to date has been linked to Programme Coordinator but will increase fundamentally in the next month
- Quarterly IFRs have been submitted for Bank approval
- Second Fund withdrawal application (R10,890,602) is in process to cover the commenced project activities
- Total Funding allocated for the project is USD 5,000,000
- Total amount allocated for project activities is USD 3,448,480
- Total amount expected to be unspent USD 1,551,520

# SA PMR Lessons Learnt

- Recipient Vs Bank executed grants and the effects on procurement - having to align the process causes delays with project implementation which otherwise would not have been there had the project been Bank executed.
- Bank automated systems, alignment of the country and World Bank procurement procedures – there is a need for significant handholding with both the STEP and Client Connection systems and one becomes familiar with these almost at the end of the project.
- Importance of the PSC and its oversight role in facilitating decision making to expedite the implementation of the project.
- Significance of forming good working relationships with the local World Bank office officials as well as TTL
- Adequate Project resources – having enough resources allocated to the project creates an enabling environment for project implementation.



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