



**PRESENTATION TO THE
PORTFOLIO COMMITTEE ON TELECOMMUNICATIONS
AND POSTAL SERVICES**

**STRATEGIC PLAN (2015 – 2020)
AND
ANNUAL PERFORMANCE PLAN (2016/17)**

05 APRIL 2016

Overview of the Presentation:



telecommunications
& postal services

Department:
Telecommunications and Postal Services
REPUBLIC OF SOUTH AFRICA

- ① Alignment of DTPS Priorities with Government Priorities (MTSF, NDP etc.)
- ① Summary of DTPS Priorities for 2016/17
- ① Financial Information for 2016/17

2016/17 Strategic Priorities



Based on alignment with the NDP, the MTSF, 9-Point Plan, relevant Govt. Outcomes etc., and in line with available resources, the following have been identified within the APP as strategic high-impact focus areas:

- ① Broadband
- ① ICT Policy Review
- ① National e-Strategy
- ① E-Government

Subsequent slides detail the above-mentioned strategic priority focus areas.

However the complete schedule of Strategic Goals, Objectives and 2016/17, 2017/18 and 2018/19 Targets are found in the 2015-2020 Strategic Plan and the 2016/17 APP, respectively.

Strategic Alignment (1)



The APP takes into consideration the short to medium-term focus areas stemming from the NDP, the MTSF and the 9-Point Plan, amongst others. Therefore specific interventions have been prioritised for the 2016/17 financial year taking into consideration available resources and identified risks.

NDP Focus area	MTSF Focus area	2016/17 APP Priorities
“urgent need for a full Policy review”	“Develop new policy framework / strategy / plan for ICT”	Integrated ICT Legislation
“SA needs to develop a more comprehensive and integrated e-Strategy”	“National e-strategy to facilitate the growth of all related sectors...”	National e-Strategy
	“...government will co-invest for township and rural access, as well as for e-government, school and health connectivity.	3-year e-services programme

Strategic Alignment (2)



NDP Focus area	MTSF Focus area	9-Point Plan	2015/16 APP Targets
“there should be 100% broadband penetration	“Extend broadband penetration – 100%”	Broadband Roll-out	<ul style="list-style-type: none"> • Roll-out of the Broadband connectivity Implementation Plan (Phase 1) towards connecting 2700 sites • Review of the National Radio Frequency Plan
“Make high-speed broadband internet universally available...”	“..set out a strategy for universal internet access”	Unlocking the potential of SMMEs	<ul style="list-style-type: none"> • ICT SMME Support Strategy • SOC Rationalization
“make critical spectrum available to operators...”	“Spectrum allocation should accompany set obligations to overcome inequalities...”	State reform, including boosting the role of state owned companies in broadband	



STRATEGIC GOAL 1

Broadband connectivity that provides secure and affordable access for all citizens to education, health & other government services & stimulates socio-economic development

STRATEGIC OBJECTIVE: 1.1

Coordinate the Broadband connectivity to achieve 100% population coverage by 2020

2016/17 PRIORITIES

Broadband is crucial for economic development and must be extended to rural and underserved areas so as to improve access, uptake and usage of ICTs in order to address the digital divide. Therefore, key priorities for DTPS:

- ❑ Project managing the roll out of the broadband connectivity Implementation Plan. (Phase 1 towards connecting of 2700 sites)
- ❑ Reviewing the National Radio Frequency Plan (NRFP) taking into consideration the outcomes of WRC-15 & national policies
- ❑ Conducting SOC Rationalization assessment (BBI, SITA, SENTECH and SAPO)



STRATEGIC GOAL 2

South Africa has a modern, sustainable & competitive postal & telecommunications sector

STRATEGIC OBJECTIVE: 2.1

Develop & implement ICT Policy & legislation aimed at improving access & affordability of ICTs

2016/17 PRIORITIES

South Africa currently has in place distinct and separate policy frameworks for addressing the various ICT sub-sectors. Hence, the review of all ICT policies to establish the National ICT Policy is both a necessity and an opportunity to accelerate the development an Inclusive Information Society and Knowledge economy which will also provide a global competitiveness edge for South Africa. Therefore, key priorities for DTPS:

- Development of the draft Integrated ICT Legislation
- Development of the Postal Services Amendment Bill
- Development of the SAPO Amendment Bill

STRATEGIC GOAL 2 (continued)

STRATEGIC OBJECTIVE: 2.1 (continued)

2016/17 PRIORITIES

There is a need to increase South Africa's presence in the ICT international sphere so as to influence the global ICT agenda in favour of South Africa's domestic ICT Policies and developmental agenda. There is also a need to leverage on our presence in the ICT Global Governance Institutions as well as seek to expand such presence in additional identified structures. Therefore, key priorities for DTPS:

- Developing RSA position for UPU towards regulations of ETOEs, promoting postal services as a driver for socio-economic inclusion
- Developing RSA position for WTSA to promote access to technology, manufacturing, conformance and interoperability for ICT SMME development
- Developing RSA position for SADC ICT Ministerial meeting promoting access to affordable ICT infrastructure, services and regional integration
- Developing RSA position for BRICS focusing on skills development, R&D for innovation, and internet governance programmes
- Developing Country Position for International Internet Public Policy
- Placement of 1 South African in an identified Global ICT Governance Institution to influence the system of global governance
- Maintaining 1 seat in Global ICT Governance Institution



STRATEGIC GOAL 2

South Africa has a modern, sustainable & competitive postal & telecommunications sector

STRATEGIC OBJECTIVE: 2.2

Promote transformation of the ICT Sector through the development of the ICT SMME Support Strategy

2016/17 PRIORITIES

The SA government has prioritised the development of SMMEs and cooperatives. Departments are therefore expected to develop their own sector programmes as guided by the overarching policy. The DTPS therefore aims to unlock the potential of the ICT SMMEs to bring about economic growth and create jobs through growth of the Sector. Therefore, a key priority for DTPS:

- ❑ Develop an ICT SMME Strategy in line with ICT B-BBEE Sector Code



STRATEGIC GOAL 3

An Inclusive Information Society and Knowledge Economy driven through a comprehensive e-Strategy and access to Government services

STRATEGIC OBJECTIVE: 3.1

Develop a National e-Strategy that will give priority to e-Government services.

2016/17 PRIORITIES

There is an urgent need to focus on the development of a National e-Strategy that will take into account the review of the ISAD Plan to be aligned with the present global conditions. At the same time South Africa as a country witnessed a global decline with regards to international ranking coming from the International Telecommunication Union (ITU), World Economic Forum (WEF) etc. To address this external challenge, there is a need for the Department to develop an e-Strategy that will harmonise the fragmented Information Society initiatives taking place within South Africa and to encapsulate the e-Government initiatives that will drive service delivery imperatives. Therefore, key priorities for DTPS:

- Develop the National e-Strategy
- Develop the 3-year e-Services Programme



STRATEGIC GOAL 4

Optimally functional Department and SOCs that effectively deliver on their respective mandates

STRATEGIC OBJECTIVE: 4.1

Improve performance of SOC's through proactive and stringent oversight

2016/17 PRIORITIES

Some of the SOCs within the portfolio are experiencing financial and operational distress and therefore need to be monitored closely and pro-actively to ensure that they stabilize and prosper so that service delivery is not compromised. To this end, the Department will exercise pro-active and stringent oversight to ensure the growth and sustainability of all its SOCs. Therefore, a key priority for DTPS:

- Monitoring and evaluating the performance and compliance of SOC against strategic plans and relevant prescripts

STRATEGIC GOAL

Optimally functional Department & SOCs that effectively deliver on their respective mandates

STRATEGIC OBJECTIVE: 4.2

Create a high performing organisation to enable achievement of the Department's mandate

2016/17 PRIORITIES

Subsequent to the establishment of the Department of Telecommunications and Postal Services, the Department has commenced with the revision of the current Organisational Structure in line with the revised Strategic Plan and Annual Performance Plan. The finalization of the organisational structure will also lead to the documentation, mapping, optimisation and subsequent automation of identified core business processes as part of improving how the department internally operates. Therefore, key priorities for DTSPS:

- Revision and implementation of Organisational Structure in line with Strategy
- Conducting a Climate & Culture survey
- Identification, optimisation and mapping of core business processes so as to enable process automation



FINANCIAL INFORMATION

2016/17 FINANCIAL YEAR

Allocation per Programme



PROGRAMME	R'000	BUDGET %
Administration	193 337	8%
ICT International Affairs	44 710	2%
Policy Research and Capacity Dev	95 618	4%
Shareholder Oversight	891 801	37%
Infrastructure Support	1 191 946	49%
Total	2 417 412	100%

Economic Classification



	R'000	%
Current Payments	708 296	29%
Transfers & Subsidies	1 054 148	44%
Payments for Capital Assets	4 968	0%
Payments for financial assets	650 000	27%
Total	2 417 412	100%

Transfers and membership fees



Details	R'000
National Electronic Media Institute of South Africa	77 200
Universal Service and Access Agency of South Africa	69 045
Universal Service and Access Fund	55 156
South African Post Office Broadcasting Digital Migration Distribution	240 000
Foreign governments and international organisations	23 363
Universal Service and Access Fund: Broadcasting digital migration Set top box subsidies, antennae and installation costs	589 384
TOTAL	1 054 148



THANK YOU