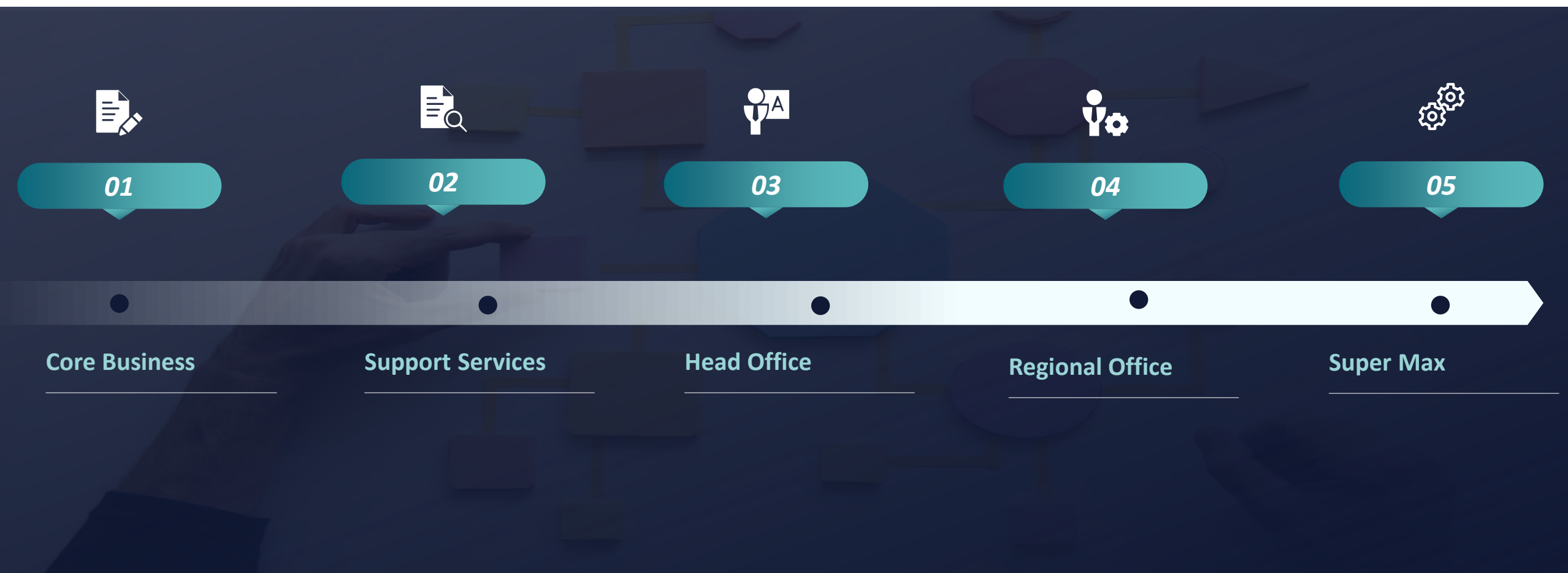


Work-stream 5 Self Sufficiency and Sustainability

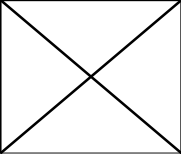
Progress report for Quarter Two
(01 July 2021 to 30 September 2021)

Operation
Management

Project Deliverables



Project Summary

Overall Project Status *Key indicators: budget, schedule, stakeholders, scope, resources		On Track	The project is well controlled. Some issues may have been identified, but effective actions are planned for solving them.
		Off Track	The project has problems that require change in plans. Additional focus and management is essential to bring the project back under control.
		At Risk	The project has serious problems. One or more* key indicators are in at risk status.
		Not Started	Not started (and not scheduled to start)
Comments: Corrective Measures	<ul style="list-style-type: none"> • Resource limitations (i.e. inadequate personnel, lack of post establishment, inadequate funding, dilapidated and old infrastructure) as well as Covid-19 pandemic, affected the implementation process. • There are deliverables that would require revision of the schedule. • Launch SSS May 2021 • Training of officials started • Some progress in HR issues – e.g. head hunting 		

1. Introduction

The aim of the Strategic framework on Self sufficiency and sustainability to guide the process of attaining a better performing incarceration and corrections system by contributing to its financial sustainability through creating job opportunities for inmates, parolees and probationers as well as through generating revenue in the department's production workshops, agricultural, livestock, arts and culture, skills development and in formal training activities.

The extent of Agriculture

- The department has 21 big farms (more than two enterprises) and 115 small gardens (predominantly vegetables).

The extent of Production Workshops

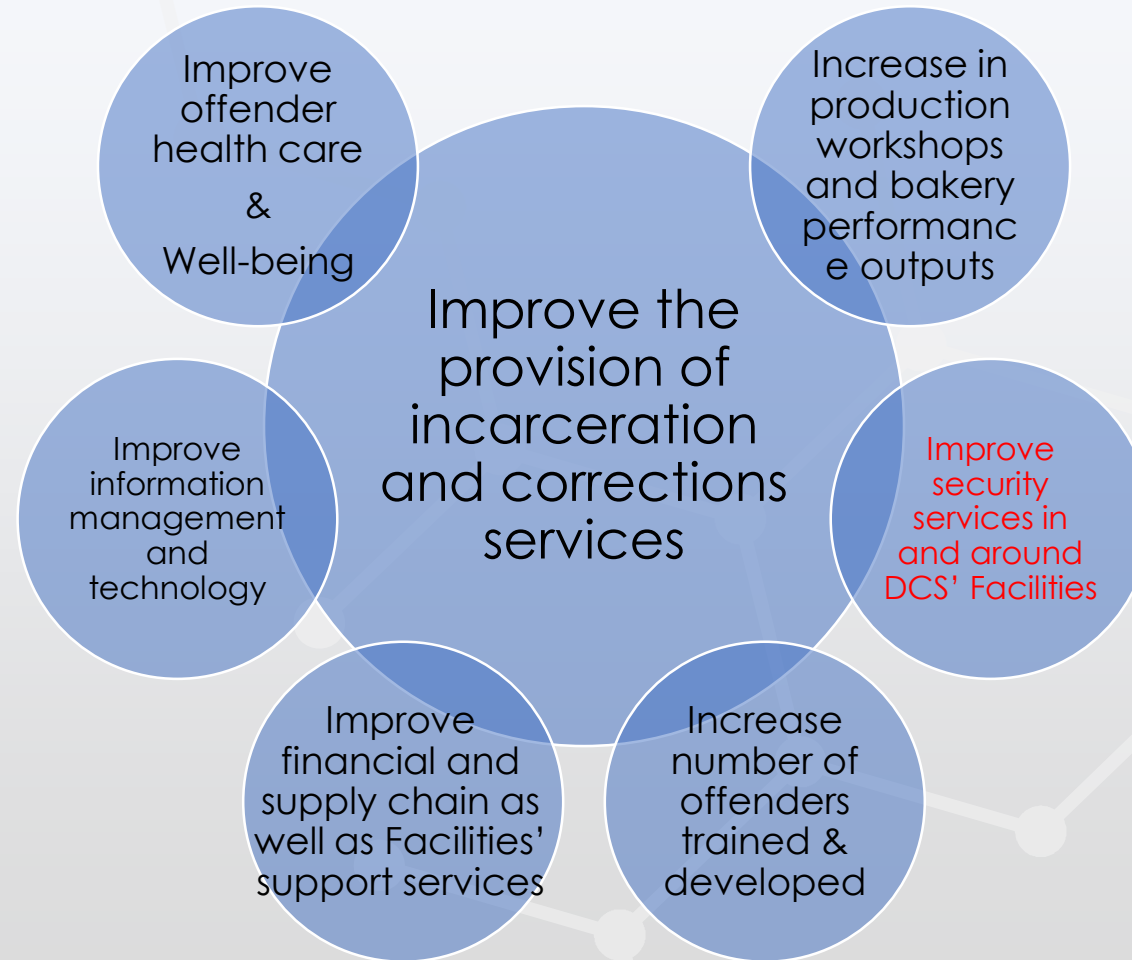
- Nine (9) bakeries, nineteen (19) textile workshops, ten (10) steel workshops, ten (10) wood workshops and one (1) shoe factory.
- DCS endeavours to enhance offenders' employability beyond incarceration.
- Contribute to poverty alleviation (SR) and job creating within communities.
- Forge good working relations between correctional centres and communities.
- Prioritize areas of investment for meaningful returns.

2. Background

In working towards the DCS Vision 2068 with regard to self-sustaining corrections, the following were identified, which will impact on the operations of incarceration and corrections:

- Self-sufficiency and sustainability in DCS need to be expatiated beyond agriculture and production workshops through an integration of DCS plans and resources.
- Critical to the next five years is the development and implementation of a self-sustainable strategy with the associated business principles and philosophy, the establishment of a cooperatives framework and the initiation of legislation development for a DCS trading entity/similar.
- In the next ten years DCS continues with implementation of the SFSSS as well as monitoring and evaluation, and continuous skilling of offenders as well as officials.
- The focus of the next fifty years would be aligning DCS to the 4th Industrial Revolution by modernising corrections for self-sufficiency.

Background: ***a better performing incarceration and corrections***



SELF SUFFICIENCY STRATEGY MAP

Targeted farms



- Initiation
- Recapitalization, operations investments and market analysis
- Partnership engagements
- Information technology and management
- Grow market share

Production site improvement (farms and workshop)

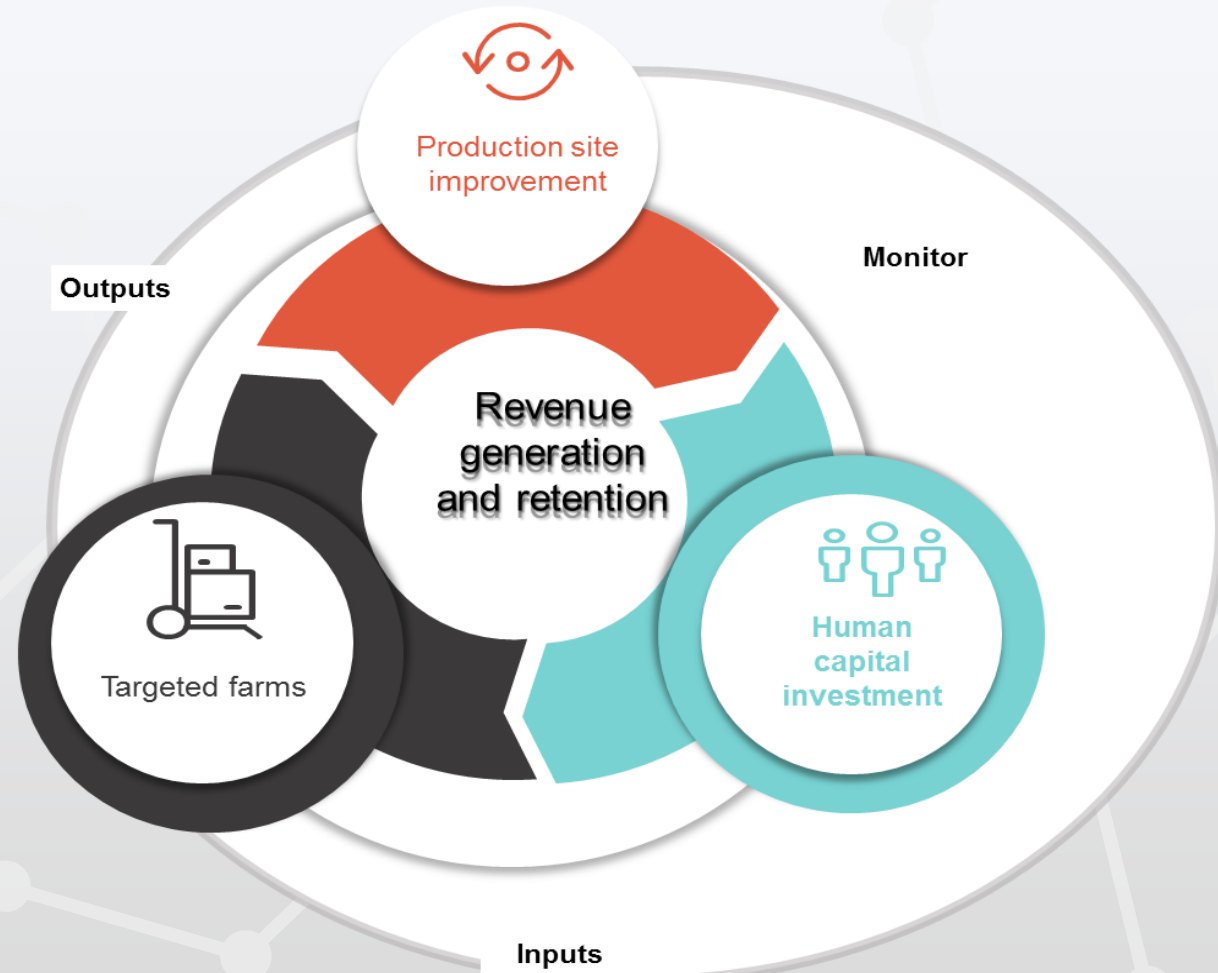


- Initiation
- Recapitalization, operations investments and market analysis
- Partnership engagements
- Information technology and management
- Grow market share

Human capital investment



- Intensify education, training and development opportunities (offenders, DCS staff, community members)
- Create job opportunities (offenders, DCS staff, community members)



Feasibility study into the establishment of a self-sufficiency trading entity/or similar

3. OBJECTIVES OF THE STRATEGY FRAMEWORK ON SELF- SUFFICIENCY AND SUSTAINABILITY

Ensure:

- provision and promotion of production workshops and agricultural services;
- inclusion of Arts and Crafts that meet industry requirements and generation of revenue;
- training and development of offenders, parolees, probationers;
- formalise strategic partnerships and community involvement consistent with the developmental needs and the market;
- that work place experience acquired, recorded and available to offenders upon release;
- improved production levels and offender labour allocation in production workshops, agriculture and arts and crafts.

Project Stakeholders

Indirect stakeholder roles:



External government departments, Community organizations and training providers

Core stakeholders roles:

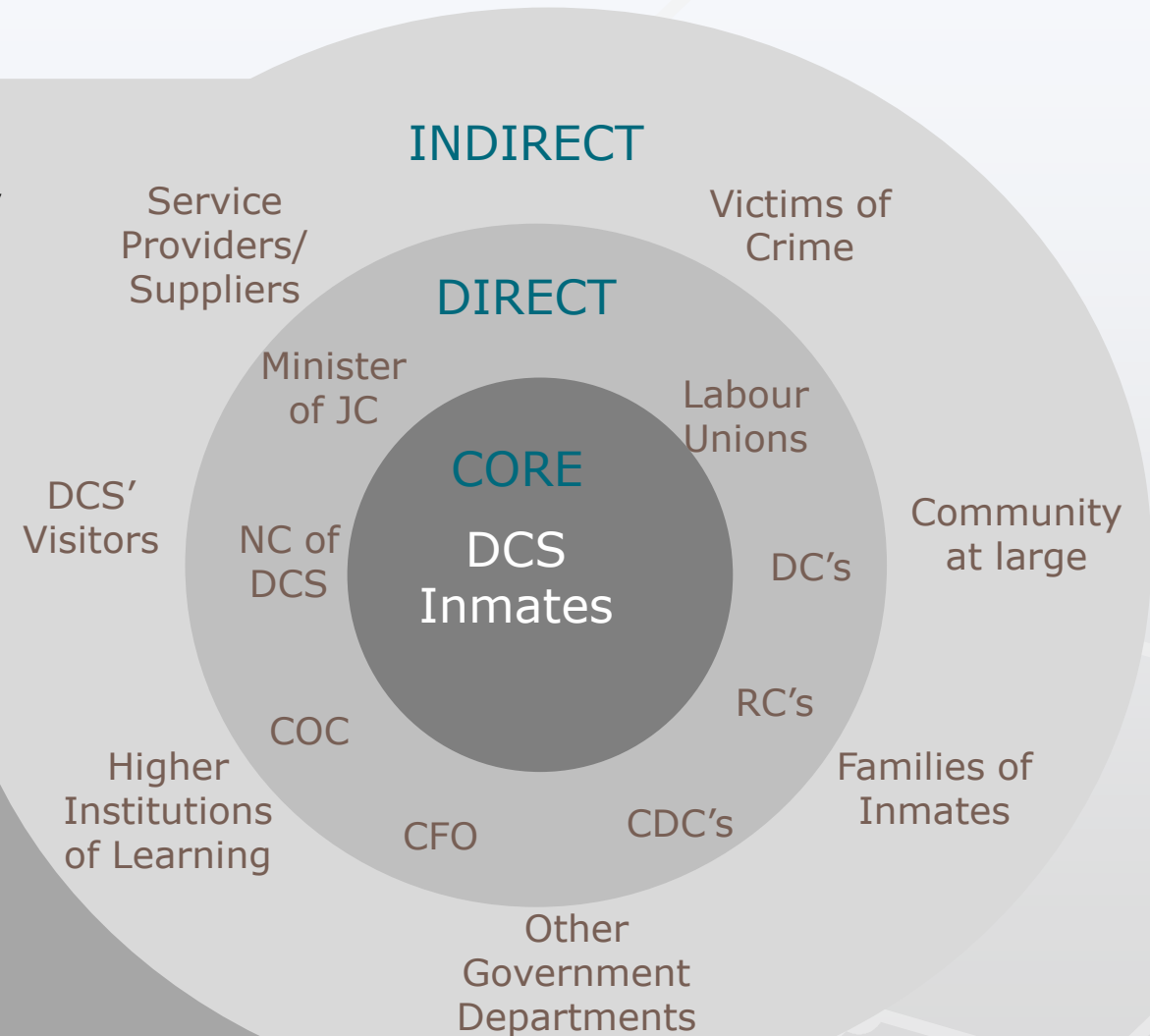


Regions, Branch Finance, HR, SR

Direct stakeholders roles:



Security, inmates, Health and food services, legislated bodies and councils



Project Stakeholders

Indirect stakeholder roles:

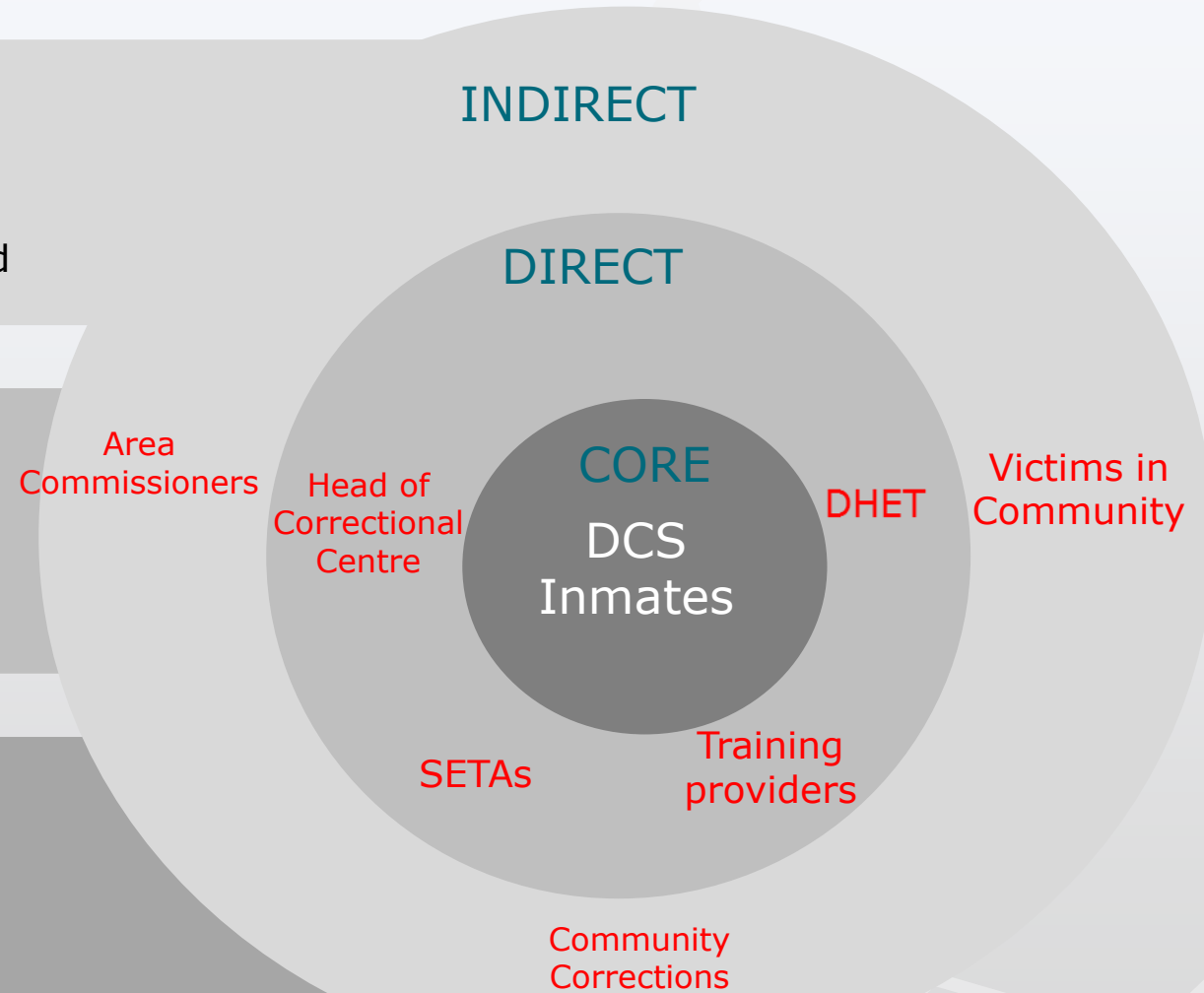
AC: Ensure that training needs are registered
Comm Corr: Assist trained offenders during parole period
Victims in community: Offenders labour is used to support vulnerable communities.

Core stakeholders roles:

Head of Correctional Centre: Offenders in CC are identified for skills training
DHET: Strategic partner in the delivery of skills development programmes
SETAs: support DCS in the delivering on accredited training

Direct stakeholders roles:

Direct beneficiary of Skills Development programmes



Progress Report

Project Start Date:		09 December 2019	Planned End Date:		15 February 2022		
Current Phase::		Implementation / Execution					
Major Milestones or Deliverables			Status	Plan Date	Revised	Actual Date	% Complete
1.	As-is: Resource Needs analysis for PWA.			01/04/2019 - 31/12/2019	31/03/2020	28/02/2021	100%
2.	As-is: Approved Self-sufficiency and Sustainability Strategic Framework (SSSF).			31/03/2021	Not applicable	31/03/2021	100%
3.	As-is: Determine expansion/up-scaling opportunities in PWA.			01/04/2019 - 31/12/2019	31/03/2020	28/02/2021	100%
4.	As-is: Determine self-sufficiency level on agriculture for 2019/2020 financial year.			31/08/2020	30/10/2020	01/12/2020	100%
5.	As-is: Approved guidelines and concept on cloth face masks manufacturing for inmates.			01/04/2020	01/06/2020	14/06/2020	100%
6.	To be: Develop guidelines and concept on cloth face masks manufacturing for officials. Draft guidelines submitted to Legal service and return on 26 August 2021 to submit for approval by acting NC.			01/04/2021	31/08/2021		95%

Progress Report

Major Milestones or Deliverables		Status	Plan Date	Revised	Actual Date	% Complete
7.	To-be: Determine self-sufficiency level on agriculture for 2020/2021 financial year. The Agriculture Internal Market Analysis for 2020/2021 was put on route for approval on the 15 th November 2021.		31/08/2021	30/10/2021		99%
8.	To-be: Development of feasibility study and business case for bakeries KZN : Durban and Empangeni (KZN) Business Case for Empangeni submitted for approval to CFO and NC. Business for Durban complete and PMB underway.		30/06/2021	31/08/2021		95%
9.	To-be: Up-scale production at Witbank textile and to include uniform for officials. PWA allocated R1188 400 for the project to LMN. Witbank MA purchased 70 textile machines for a new product line to address the uniform for members. Delivery date 30 November 2021.		30/11/2021	28/02/2022		60%
10.	To-be: Up-scale production at Witbank shoe factory. PWA allocated R1188 400 for the project to LMN. Witbank MA purchased shoe factory machines. Delivery and commission of machines date 31 January 2021.		30/11/2021	28/02/2022		80%

Progress Report

Major Milestones or Deliverables		Status	Plan Date	Revised	Actual Date	% Complete
11.	To-be: Formalize relations with Dept. of Forestry, Fisheries and Environment. Develop draft MOA between DCS and DFFE Volume 5 in progress submitted for input by stakeholders.		01/04/2020	31/10/2021		70%
12.	To-be: Formalize relations with Dept. of Agriculture, Land Reform and Rural Development). The MOU was submitted to DC Intergovernmental Relation for clarity.		01/04/2020	31/10/2021		40%
13.	To-be: Formalize relations with DTIC. DC Intergovernmental Relation engage with DC PD and Directorate PWA on the processes and roles facilitate plan MOA between departments.		01/04/2021	31/03/2022		10%
14.	As-is: Formalized relations with DPWI for the supply and rehabilitation furniture.		30/11/2019	31/03/2020	10/02/2021	100%

Progress Report

Major Milestones or Deliverables		Status	Plan Date	Revised	Actual Date	% Complete
15.	To-be: Replace old/dilapidated machinery and equipment in PWA, replace old/infertile breeding animals, and re-establishment and expansion of orchards. An amount of R25 575 400 was allocated to the regions. Expenditure is at R 7 303 742 (28.56%)		30/09/2021	28/02/2022		80%
16.	Contribute to a skilled and capable work force that will improve education and skills set of offenders assigned to Workplaces					
17.	Accreditation of Offender Training Facilities and Workplaces		March 2022			0%
18.	Strategic partners identified and partnership agreements signed		March 2022			25%
19.	E-learning implemented and aligned to the required learning output for the delivering on TVET College and skills training programmes		March 2022			25%
GREEN – On target to achieve Milestone/Deliverable Date. Baseline date = Forecast Date. AMBER – Milestone Target Delivery Date is in danger of not being achieved but a managed solution capable of bringing forward the Forecast date is being applied. Baseline date < Forecast Date			RED – Milestone Target Delivery Date is not going to be achieved or has already passed. No work rounds or solutions capable of bringing forward the forecast date is available.			

Progress Report

Major Milestones or Deliverables		Status	Plan Date	Revised	Actual Date	% Complete
20.	Master Plan for Arts and Crafts, still being consulted, launch of arts & crafts – increase of sites where arts and crafts are practiced with gratuity to offenders, and formal courses attended					
GREEN – On target to achieve Milestone/Deliverable Date. Baseline date = Forecast Date. AMBER – Milestone Target Delivery Date is in danger of not being achieved but a managed solution capable of bringing forward the Forecast date is being applied. Baseline date < Forecast Date			RED – Milestone Target Delivery Date is not going to be achieved or has already passed. No work rounds or solutions capable of bringing forward the forecast date is available.			

SELF - SUFFICIENCY SUPPORT

- Marketing – Framework on Self-sufficiency was presented to Regions and reporting templates finalised. **Monthly Virtual meeting with the Regions to monitor progress on the implementation of SSSF.**
- Reallocation of funds was approved to assist regions with the purchase of IT equipment in order to access e-learning.
- Development of officials – 8 sessions of Training (both GET and FET) concluded.
- External partnerships upheld and MOA with DBE and other departments drafted, some consulted.
- Monthly meetings with regions – request support and or advise on the most relevant officials to attend -
- awareness was completed with the Regions - has been mar

Project Costing and Expenditure

Project Costing & Tracking: Please provide details regarding project costs for this reporting period (budget, actual expenditures, and variance) and include comments for all variances, including the row ID and description of the variance. 'Budget' refers to the amount received by the LHIN. 'Actual' refers to what is spent to-date. 'Variance' is the difference between 'Budget' and 'Actual'.

Comment	Project To-Date		
	Budget	Actual	Variance
<p>Original budget in PWA Directorate was R 101 076 000.</p> <p>R 25 390 600 has been shifted from PWA to fund critical self-sufficiency needs in the regions.</p> <p>Funds shown under variance are mostly for Processable Material/material for offender garments. At least R61 213 000 has been committed/orders placed under RT60 contract. Commitment: R55 646 377.20 (1 November 2021)</p>	75 685 400	3 660 736	72 024 664

Project Costing and Expenditure

Project Costing & Tracking: Please provide details regarding project costs for this reporting period (budget, actual expenditures, and variance) and include comments for all variances, including the row ID and description of the variance. 'Budget' refers to the amount received by the LHIN. 'Actual' refers to what is spent to-date. 'Variance' is the difference between 'Budget' and 'Actual'.

Comment	Project To-Date		
	Budget	Actual	Variance
Summited request to overspend capital funding and move funds from Goods and Services	Deferred to Quarter 2		Deferred to Quarter 2

Project Challenges and Risks

Project challenges and risks – Briefly describe the risk/challenge and current status.

Date Added	Challenge or Risk	Description	Status
04/08/2021	Travel restrictions.	The Alert levels implemented in terms of the Disaster Management Act to curb the spread of COVID-19 during the 1 st , 2 nd and 3 rd wave.	Active
04/08/2021	Unavailability of officials/limited number of officials.	The Department has put measures in place to ensure the health and safety of officials through a rotation system where officials work remotely for a particular period to allow for social distancing.	Active
04/08/2021	Lack of post establishment at textiles and bakeries.	Security officials render dual functions (Security and PW functions), i.e. in textile workshops and bakeries.	Active

Project Challenges and Risks

Project challenges and risks – Briefly describe the risk/challenge and current status.

Date Added	Challenge or Risk	Description	Status
04/08/2021	Limited qualified officials in textile and bakeries.	Vacant posts for textile and bakeries are filled with security officials, due to lack of post establishment for textile and bakeries. There is a need to professionalize textiles and bakeries.	Active
04/08/2021	Resource limitations.	Inadequate funding, dilapidated/old infrastructure, machinery and equipment, lack of personnel for core business and support. Vacant funded posts are not filled timeously. The resource limitations impact on production, norms and standards.	Active

Project Challenges and Risks

Project challenges and risks – Briefly describe the risk/challenge and current status.

Date Added	Challenge or Risk	Description	Status
04/08/2021	Disease outbreak	Disease outbreak might impact negatively on production performance, and might result into high production costs.	Active
04/08/2021	Natural disaster.	Flooding, fire-outbreak might impact negatively on production performance, and might result into high production costs.	Active
04/08/2021	Inadequate water and energy supply.	Water and energy supply interruptions may impact on production performance.	Active

Project Challenges and Risks

Project challenges and risks – Briefly describe the risk/challenge and current status.

Date Added	Challenge or Risk	Description	Status
04/08/2021	Land invasion, theft and vandalism	Inadequate/lack of parameter fencing and lack of/limited resources (security officials, vehicles) for patrolling might result in land invasion, theft and vandalism of property.	Active

Project Challenges and Risks

Project challenges and risks – Briefly describe the risk/challenge and current status cont.....

Date Added	Challenge or Risk	Description	Status
25/11/2021	Land invasion, theft and vandalism	<p>Land claim lodged against the Farm Brommers 370 JU, Portion 1, 2, 5,6,7,8,9 and 18 in Barberton Management Area: LMN Region. Submission to motivate that DCS is utilizing the land for agriculture purpose was submitted to the office of Land Claim Commissioner: Mpumalanga via the of the Acting National Commissioner.</p> <p>The DALRRD is in a process of allocating the remaining portion of the State Land Farm TWIJELHOEK No 174 HT. The department is in process of compiling submission to DALRRD to confirm that it still require the land for agriculture purpose</p>	Active

Project Challenges and Risks

Project challenges and risks – Briefly describe the risk/challenge and current status cont.....

Date Added	Challenge or Risk	Description	Status
	Delay in accreditation processes	Offender training facilities and workplaces might be delayed due to the unavailability of Quality Assurers / accreditation officials from the respective Seta who verify compliance of workplaces.	Continuous liaison with relevant SETA to address challenges
	Non compliance to SETA infrastructure requirements for training	DCS Infrastructure not aligned to SETA requirement to offer accredited training	Submit needs to DC Facilities. Sign agreements with external partners, e.g. NSF to mitigate current challenges

2022 Workstream II Plan



Additional comments

- The operations of workshops, bakeries, and agriculture are labour intensive. Funded posts in PWA should be regarded as critical, and prioritized for filling these posts in order to impact positively on the implementation of the Strategic Framework on Self-sufficiency Sustainability (SSS).
- The support services remains pivotal in the implementation of the Self-sufficiency, Sustainability Strategic Framework.
- Monthly meetings are held with SCM to ensure an integrated approach and unblocking especially arrangement and implementation of contracts as well as **SR**.
- A marketing strategy has been developed, however, there is a need to workshop DCS employees on different levels on the holistic approach and the need for integrated planning and implementation.

Additional comments

- PWA form a significant part of the ability for DCS to become self-sufficient- the appointment of suitably qualified agricultural professionals is critical.
- Education, training and SRAC contribute to SSS
- Short working hours are reported, mainly due to shortage of staff to take offenders to PWA workplaces
- Additional needs from regions have been consolidated and submitted to Finance
- Declaration in the Framework on SSS: self-sufficient in pork and eggs except EC and FS/NC
- Good practice- before and after pictures
- GP: Head hunting of educators: agriculture
- EC: Identified officials with relevant training in agriculture and place in those posts

Additional comments

Bakeries in KZN to be reported on in the 2nd Q:

- Business case for Empangeni bakery put on route to CFO and NC for approval.
- Technical reports and architectural drawings for PMB complete business case development for PWB in progress.
- Durban bakery on hold finds sewer lines in ceiling of identified bakery site.
- BSC and BEC appointed and completed specifications for machinery in July.
- SCM prepare bidding documents and specs for presentation to the SBAC at HO for advertising to procure the new bakery machinery and equipment.
- Preparatory work commenced on bakeries planned for the next 2 financial year, e.g. visits to WC and FS/NC, LMN

Additional comments

Preparatory work commenced on bakeries planned for the 2022/2023 and 2023/2024 financial year, e.g. visits to WC and FS/NC, LMN and Gauteng

WC:

Goodwood MA visit: 28 June 2021.

Reports completed:

- Costing of machinery and equipment.
- Electrical, Mechanical and Civil.
- Architectural drawings completed
- QS report underway.
- Business plan in progress by the Region

FS/NC

Groenpunt MA visit: 21 July 2021.

Reports completed:

- Costing of machinery and equipment.
- Electrical, Mechanical and Civil.
- Architectural drawings completed
- QS report underway.
- Business plan in progress by the Region

Additional comments

Preparatory work commenced on bakeries planned for the 2022/2023 and 2023/2024 financial year, e.g. visits to WC and FS/NC, LMN.

LMN:

Standerton MA visit: 21 July 2021.

Reports completed:

- Costing of machinery and equipment.
- Electrical, Mechanical and Civil.
- Architectural drawings completed
- QS report underway.
- Business plan in progress by the Region.



Thank you

OMF PHASE II