

TRANSNET NETWORK STATEMENT – VOLUME 3

ADDENDUM – SECTION 4.10 CAPACITY ALLOCATION AND TRANSFORMATION

Section 10 of the B-BBEE Act No. 53 of 2003 indicate that every organ of state and public entity must take into account and as far as is reasonably possible, apply any relevant code of good practice issued in terms of this Act in determining the qualification criteria to issuing of licenses, concessions; and developing the criteria for entering into partnerships with the private sector. To ensure compliance with section 10(1) of the B-BBEE Act of 2003, application for access to the rail corridors will include equity principles for emerging and majority-owned black operators. The process will include alignment and implementation of the principles as stated in the Rail Sub-Sector Code for BBEE.

Areas that will be further developed may include opportunities for consolidation of less than train load traffic in some parts of the network and guidelines for participating as yard and terminal operators.

Consultation with representative associations will be critical to inform the development of a fit for purpose framework. Such a programme must include a comprehensive monitoring mechanism to enforce implementation. Integrating B-BBEE principles into critical projects does not only ensures legal compliance, but also plays a key role in driving economic transformation, promoting inclusive growth and supporting long-term sustainability.