



**European Commission
support to meet the
MDGs in South Africa
(CSP/NIP 2007-2013)**

**Presentation
to MCC**

23 September 2009

Background setting

- **South Africa development policy – ASGISA, JIPSA**
- **European Consensus on development**
 - **TDCA**
- **Strategic partnership**
 - **Development Co-operation Instrument**
 - **Paris declaration on aid effectiveness**

Overall objective

The goal of **development cooperation** will be to reduce poverty and inequality, in line with the government's policies and targets.

Focal areas

- **Employment Creation**, with the emphasis on the second economy, fostering the links between the second and the first economies, generating employment, reducing inequality, developing skills and addressing social exclusion.
- **Capacity Development for Service Delivery and Social Cohesion**: Priority will be to improve capacity for service delivery by addressing bottlenecks in human and systems development

Non-focal areas

- **Governance**. In the public domain the focus will be on fighting crime, including corruption, and promoting safety, security, the rule of law and the consolidation of democracy. There will be a parallel focus on human rights, mainly through the strengthening of civil society, including NGOs and social partners
- **Regional and Pan-African Support**. The aim of these initiatives is the alleviation of poverty by focusing on further regional integration
- **TDCA Facilities**. As part of the overall goal of enhancing the partnership between the EU and South Africa, the objective here is to fully implement the TDCA provisions on political dialogue, trade and investment issues, economic cooperation and development cooperation

Crosscutting issues

- HIV / AIDS
- Capacity building
- Collaboration with non-State actors
- Gender
- Environment

Budget

Indicative allocation of €980 million

- Employment Creation. 35 - 45 %
 - Capacity Development for Service Delivery and Social Cohesion. 30 – 40 %
 - Governance. 5 - 20 %
 - Regional and pan-African support. 4 - 10%
 - TDCA Facilities. Up to 5%

Masibambane III - 2007

- **Water for Growth and Development. 107 M Euro**
- **Objective: The water sector contributes to South Africa's sustained Growth and Development**
- **This is achieved by supporting the National Water Resource Strategy.**

Payments Status

- **Fixed 2008 31 M Euro**
- **2009 Fixed payment 24 M Euro**
- **2009 Variable payment 11,8 M Euro**
- **End 2009 next payment 25 M Euro**
Fixed and 13 M Euro variable

Future

- Up to date 298 mil
- 2009. Education 120 mil
- 2010. Health ?
- After 2010. Priorities will be decided after CSP MTR in 2009.