

FINAL DRAFT FOR CONSIDERATION BY THE ENERGY SUBCOMMITTEE

1 November 2019

TERMS OF REFERENCE

BUSA GAS WORKING GROUP

PURPOSE

The purpose of the working group is to play a constructive role in the development of a gas economy within the broader energy strategy of the country and motivate the development of a suitable environment in which businesses can thrive.

GOALS

The goals of the working group are to ensure that:

- the rationale for developing a regional gas economy, in the context of the broader energy strategy for South Africa, is understood by BUSA.
- BUSA has an appreciation of the short, medium- and longer-term goals within the gas economy.
- BUSA has appropriate visibility to provide input into policy and participate in the gas economy; and
- Gas policy, either overarching or specific, is cohesive and coherent to enable the aforementioned goal.

OBJECTIVES

Currently, there are a number of policies that speak to the development of gas infrastructure and/or a gas economy, including for security of existing supply and economic availability and future growth opportunities, which have an impact on the role of gas in the economy.

It is therefore the objective of this working group to deliver on:

1. Unlock the potential of gas for the economy (South Africa and the Region) by identifying and pursuing opportunities for improving efficiency and effectiveness; with reference to gas economies elsewhere in the world, both developing and developed countries.
 - a. Develop an evidence-based and quantifiable position for the role of gas in South Africa in enhancing well-being, fostering economic growth and generating sustainable employment opportunities; and
 - b. Develop an evidenced-based position for the role of gas in combatting climate change while meeting the energy requirements of South Africa's people.
 - c. Validate the value of gas for the economy.
2. Develop a BUSA proposal for a Policy and Regulation Roadmap as to what is required to enhance the role of gas in the South African economy, from a short, medium- and longer-term perspective with specific reference to meeting the objectives of the IRP and facilitating more gas supply and associated infrastructure into the South African economy for other users.

- a. Within the context of the roadmap above, identify, develop, motivate and prioritise such policies, regulations and/or initiatives that will facilitate the development of a sustainable gas economy in South Africa.
 - b. Overlay the identified policies and regulations on the required Policy Roadmap identifying the required links and priority action items; and
 - c. Identify all policy enablers, such as the timing of decisions and advocacy initiatives, required to enable the gas economy.
3. Based on the above, develop a stakeholder engagement and advocacy strategy supporting the increased role of gas in the economy; and
 4. In the longer-term work closely with other key stakeholders and regional players to develop approaches to unlocking existing regional policy and regulation alignment inhibitors.

RESPONSIBILITIES OF THE WORKING GROUP MEMBERS

The working group members shall be responsible for achieving the above objectives and any work recommended by the Energy Subcommittee. Policy advocacy shall be through the Energy Subcommittee unless approval is obtained from the Energy Subcommittee, Econpol or the Board.

MEMBERSHIP

Any member of BUSA in good standing may nominate interested people to participate in the deliberations of the Working Group.

QUORUM

Those present in any meeting.

LEADERSHIP

The Working Group shall elect its leadership, the chairperson and the deputy; both should be BUSA members in good standing.

EXPERTISE REQUIRED

Knowledge and interest in the energy sector and the use of Gas in the economy.

GAS

Includes: natural Gas including its derivatives (LNG, LPG and CNG) and biogas.