## Crossing the Ocean: BID Policy in the Republic of South Africa

- The Emergence of the BID in South Africa
- Johannesburg's BIDs
- Provincial Enabling Legislation
- Cape Town's BIDs
- Green Point BID
- Central CID
- Performance Evaluation
- Closing Remarks

## The Emergence of the BID in South Africa (City Improvement Districts)

#### Which actors were instrumental in the policy transfer process?

- Inner City Strategic Workshop in November 1991
- In 1992, Central Johannesburg Partnership (CJP) was established
- Key issues were security, informal trading, and sanitation
- In 1993, CJP Director visits New York, Philadelphia, and Baltimore
- Voluntary Pilot BID (no legislation existed) for crime, grime, etc.
- In 1996, the CJP, IDA and ATCM planned a tour (US and UK)
- CJP asked to assist with CID legislation (complete-1997, passed-1999)

Q: "I imagine you relied on other models?"

A: "Heavily on the models from the states."

-Interview with Neil Fraser in January 2003

## The Emergence of the BID in South Africa (City Improvement Districts)

#### Which actors transferred BID policy to Pretoria? To Cape Town?

- In 1998, Partnerships for Urban Renewal (PUR) was established
- PUR worked with property owners in Rosebank, Midrand, and Sandton
- In 1999, Cape Town Partnership (CTP) formed
- CTP researched Denver, New York, Washington, D.C., and Seattle
- CTP modeled BIDs after Coventry CCP, United Kingdom

## Johannesburg's BIDs

Today, there are 11 formal BIDs within the Johannesburg area

| BID Name                              | City         |
|---------------------------------------|--------------|
| Durbanville                           | Durbanville  |
| Central                               | Johannesburg |
| Northern Improvement District         | Johannesburg |
| Rosebank Management District          | Johannesburg |
| Sandton Business Improvement District | Johannesburg |
| Sandton City Management District      | Johannesburg |
| South Western Improvement District    | Johannesburg |
| Arcadia                               | Pretoria     |
| Church Street                         | Pretoria     |
| Midrand                               | Pretoria     |
| Sunnyside                             | Pretoria     |

## Johannesburg's BIDs

There are more than 10 "pending" BIDs the Johannesburg area

| BID Name          | City         |
|-------------------|--------------|
| Braamfontein      | Johannesburg |
| Constitution Hill | Johannesburg |
| Fashion           | Johannesburg |
| Illovo            | Johannesburg |
| Newtowne          | Johannesburg |
| Retail            | Johannesburg |
| Sloan             | Johannesburg |
| Sports            | Johannesburg |
| Brooklyn          | Pretoria     |
| Hatfield          | Pretoria     |

### Provincial Enabling Legislation

#### Reasons for the bill

- Sustainable city/town centres are important for the development of South Africa
- Many centres of our cities/towns are caught in a state of degeneration
- Although this is cause for concern for all of our citizens, and is accordingly being addressed at national, provincial and local government level, it is of particular concern for the property owners and residents in city and town centres
- The legislation establishes a mechanism where property owners will be encouraged to participate in the processes of sustainable development
- It recognises the unique needs and challenges facing different geographic areas and allows for individualised targeting of those needs

## Cape Town's BIDs

- 9 BIDs within the Cape Town Metropolitan Area
- Cape Town relies on municipal by-law instead of provincial act

| BID Name     | Est.   | R per/yr   |
|--------------|--------|------------|
|              |        |            |
| Fish Hoek    | Sep-00 | 150,000    |
| Wynberg      | Oct-00 | 900,000    |
| Central      | Nov-00 | 15,900,000 |
|              |        |            |
| Claremont    | Nov-00 | 2,800,000  |
| Green Point  | Jul-01 | 1,360,000  |
| Parow        | Aug-01 | 1,000,000  |
| Muizenberg   | Nov-01 | 440,000    |
| Oranje-Kloof | Feb-02 | 1,320,000  |
| Sea Point    | Jul-02 | 1,360,000  |

■ The combined annual budget is more than R 25 million (or \$3 million)

### Cape Town's BIDs

14 BIDs pending within the Cape Town Metropolitan Area

| Pending BIDs           |
|------------------------|
| Airport                |
| Beaconvale             |
| Blackhealth Industrial |
| Camps Bay              |
| Epping I and II        |
| Kenilworth             |
| Lower Gardens          |
| Observatory            |
| Paarden Eiland         |
| Richwood Village       |
| Somerset West          |
| Upper City Bowl        |
| Welgemoed Residential  |
| Wynberg Village        |

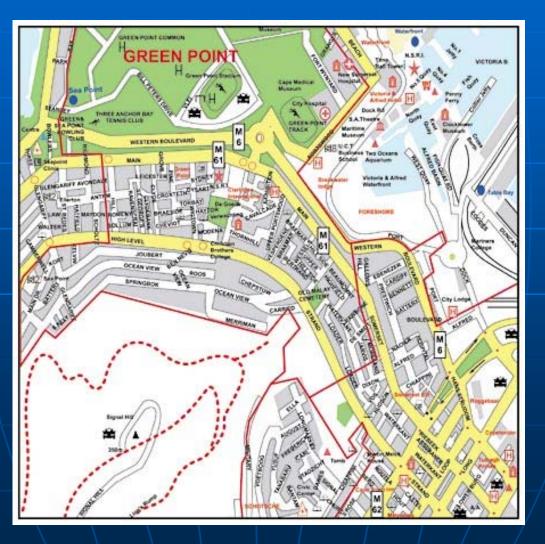
The potential combined annual budget could double? (to \$6 million)

## Cape Town's Green Point BID

- Annual budget of R1,400,000
- Established in 2001 (City of Cape Town's second BID)
- Focus on security, sanitation and marketing
- 13% levy on rates
- Services the Green Point business district...

and De Waterkant residential area...

### and looking to expand!



#### Supplemental Sanitation Services = "Cleansing Program"

- 6 Minizu staff
- Sweep streets, remove waste and posters, tend to landscape
- 8:00 am to 4:30 pm; 6 Days/Week
- 1,100 to 1,200 bags/day

#### Supplemental Sanitation Services = "Cleansing Program"

- Perception is that Council funded cleaners are ineffective
- BID manager monitors service level agreements with local government
- Minizu contracts with homeless shelter
- Staff are sensitive to people living on the streets

#### **Supplemental Security Services**

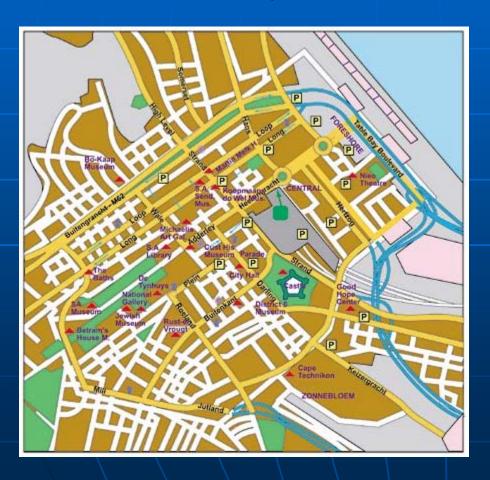
- Two year model (started Feb. 2002)
- To deter burglary, robbery, theft from vehicle
- SAP tour in tandem with BID security
- BID pays SAP salary (four teams)
- Security is armed
- Security cannot arrest suspects

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## **Central City Improvement District**

- Annual budget of R15,900,000
- Established in 2000 (City of Cape Town's first BID)
- Focus on security, sanitation and marketing



## Central City Improvement District

Workforce of more than 1.3 million World-renowned tourist destination

Influx of immigrants
Inadequate public resources

#### Central CID

Parking shortage in CBD
Problems with informal parking attendants
City appoints CTP to manage parking
Pilot program begins Dec. 2001
50 uniformed and trained parking marshals

System of cash cards to register meter time

#### **Central CID**

- 80 Community Patrol Officers (SAP Reservists)
- 18 Foot Patrol (Private Security)
- 10 Mounted Patrol (Private Security)
- 6 Vehicular Patrol (Private Security)

50% of all crime is committed by juveniles (under 18 cannot be incarcerated or placed in a detention facility)

### **Central CID**

72 surveillance cameras

17 sanitation staff

2001 – crime dropped 40% 2002 – crime dropped 20%

## Performance Evaluation (Cape Town CIDs)

#### By-law mandates CID/Council service level agreements

#### **SANITATION ("CLEANSING")**

- Domestic/Commercial/Industrial refuse removal
- Street Cleaning including servicing/provision of bins, removal of graffiti

#### **SECURITY ("PROTECTION SERVICES")**

- Combating of street crime
- Illegal parking, trading, and dumping

#### PUBLIC INFRASTRUCTURE MAINTENANCE

- Water, sewerage, electricity
- Roads, pavements, traffic lights, street lights, signage, etc.
- Safety inspections

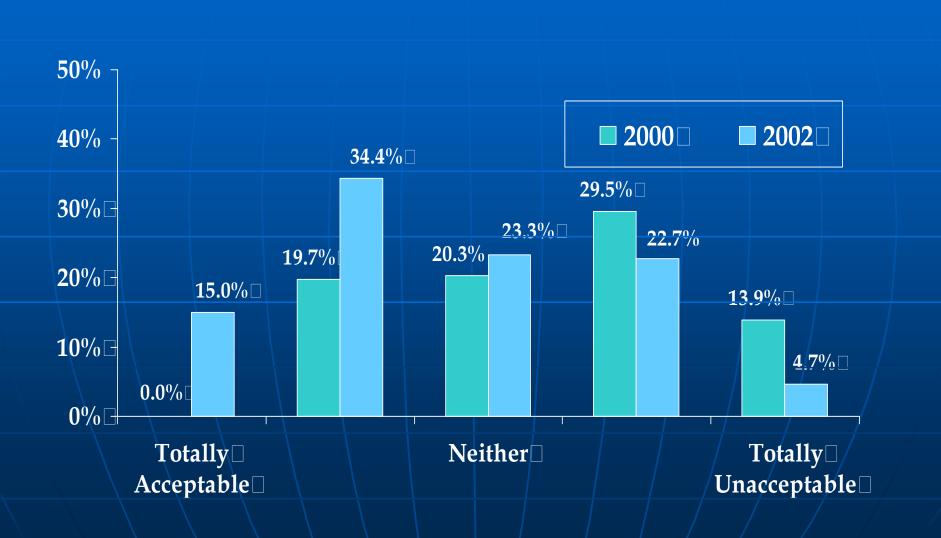
What is the response time? What is the frequency?

# Annual Report to Council (Center CID)

|   | 2000 | 2002 |
|---|------|------|
| Total Survey Sample                               | 413  | 542  |
| <ul><li>Random intercept</li><li>public</li></ul> | 295  | 427  |
| ■ Targeted sample                                 |      |      |
| • business  | 118  | 115  |
|   |      |      |

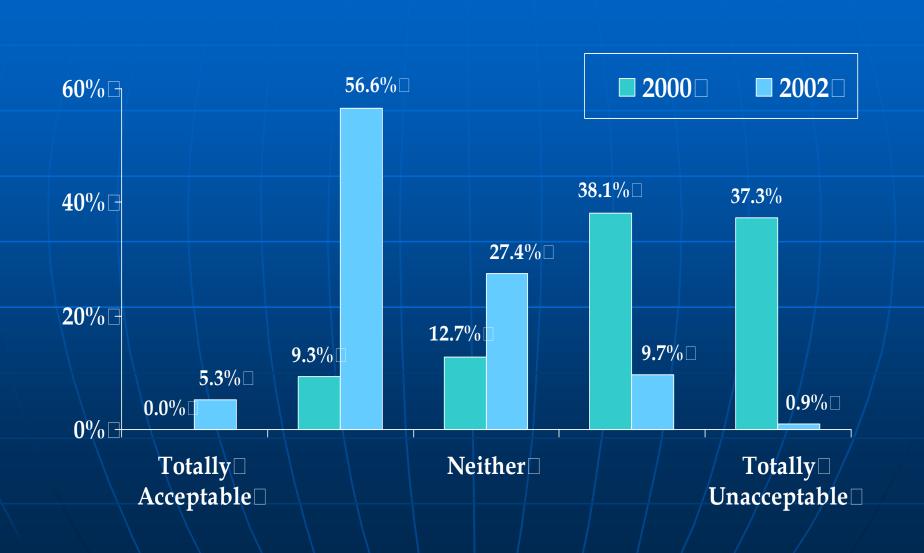
## Rating Security by Sector

General public



## Rating Security by Sector

**Business** 



## Feelings of Danger

| - | Street Children             | 71.6% |
|---|-----------------------------|-------|
| - | Vagrants / Homeless         | 68.6% |
|   | Loiterers                   | 60.8% |
|   | Drug Dealers                | 41.2% |
|   | Informal Parking Attendants | 33.6% |

### **Attitude to Hawking by Sector**

General public



## Attitude to Hawking by Sector Business



## **Closing Remarks**

#### **South African Policy**

- Positive vote (25% of property owners for plan, 51% for approval)
- Services must supplement those provided by local government
- Allows inclusion of residential properties
- Shorter term limits (3 years)

#### **South African Practices**

- Emphasis on Safe and Clean (rather than clean and safe)
- Much higher concentration of security staff per block
- Reliance on surveillance cameras
- Start up monies from local government
- Informal parking, illegal traders, and homeless children
- More sophisticated system for service level agreements
- Organizations forming at rapid pace
- Increasingly popular on urban fringe and suburban areas
- Coordinated by partnership concerned with wide scale development