

Agrément South Africa

**PRESENTATION TO
PARLIAMENTARY PORTFOLIO COMMITTEE ON PUBLIC WORKS**

8th November 2011

AGRÉMENT SOUTH AFRICA PERFORMANCE

Committee Room 1, Upper Ground Floor, 90 Plein Street Building, 09:30 – 12:45



Friday, 28 October 2011

Framework for the presentation

- Performance Report
 - Annual Reports
 - Quarter 1 & 2
- Governance matters
- Financial Report

April Result for 2010/2011	Target up to 4 th quarter	Actual up to 4 th quarter
Applications received:	16	34
Evaluation offers made:	16	34
Evaluation offers accepted:	16	24
Certificates issued:	16	18
Certified systems under custodianship:		
Building products:	80	86
Building systems:	85	99
Roads products:	3	15
Board's Sub-Committee meetings:		
•Technical	4	3
•Human Resources	4	2
•Audit and Risk	4	2

Sept 2011	Target up to date	Actual up to date
Applications received:	8	16
Evaluation offers made:	8	16
Evaluation offers accepted:	8	8
Certificates issued:	8	10
Certified systems under custodianship:		
□ Building products:	80	87
□ Building systems:	85	99
□ Roads products:	3	16
Number of Board meetings:	2	2

Governance Matters

- Annual report 2010/2011 tabled in parliament 20th October 2011
- Institutional interaction needs to be clarified with CSIR & DST. Agrément to report to DPW.
- Working together with government Agrément has achieved much
- much more can be done by giving the agency legal mandate to act & criminalising defaulters of laws & standards
- Financial: Can achieve much more with further financial support
- 2011/12 annual grant amount R9 421 000 subjected to VAT

Sept 2011 Financial statement

- Agrément South Africa (Agency) operates under ministerial delegation of authority from the Minister of Public Works.
- The grant funding for the Agency is channeled from the Department of Public Works (DPW) to the CSIR.
- The funds are ring fenced within the CSIR Built Environment Unit in a separate Competence Area.
- The Agency's transactions are subject to the policies, procedures and governance processes of the CSIR.
- The Agency is audited as part of the CSIR Built Environment Unit.
- The CSIR has received an unqualified audit report from the office of the Auditor General for the last few years and has been hailed as an example of good financial management.

STATEMENT OF INCOME AND EXPENDITURE IN RESPECT OF:**PERIOD 1 April 2011 to September 2011****[Two Year Period Comparison]**

	2010	2011	VARIANCE
TOTAL INCOME	4 491 261	5 009 672	518 411
Grant Received	3 939 474	4 235 568	296 094
Income from External Clients	545 011	774 248	229 237
Sundry Income	6 776	-144	-6 920
EXPENDITURE	4 201 755	4 748 493	546 737
Operational Costs	3 424 767	3 699 000	274 233
Manpower	2 405 377	2 549 144	143 767
Running Cost	1 019 390	1 149 856	130 466
Overhead Costs	776 988	1 049 493	272 504
Depreciation	176 988	189 523	12 535
Shared Services Costs	300 000	592 259	292 259
Executive levies	300 000	267 711	-32 289
TOTAL EXPENDITURE	4 201 755	4 748 493	546 737
SURPLUS (LOSS) Before Interest	289 506	261 180	-28 326
Interest	78 663	134 941	56 277
SURPLUS (LOSS)	368 169	396 120	27 951

Agreement South Africa's funds are ring fenced and are not used for further purposes. The surplus and Interest will be moved with Agreement South Africa when it is created as a separate legal entity

2010/2011 Remunerations

DESCRIPTION	MINIMUM	MIDPOINT	MAXIMUM
MANAGEMENT & SPECIALISTS	R 682 751	R 853 439	R 1 024 127
	R 571 716	R 714 645	R 857 574
	R 466 222	R 582 777	R 699 332
	R 391 998	R 489 997	R 587 996

Period ending September	2009/10	2010/2011	2011/201
<i>External Income</i>	4 866 380.73	4 484 485.09	5 009 815.98
<i>Other Income</i>	9 800.00	6 776.16	-
Total Income	4 876 180.73	4 491 261.25	5 009 815.98
<i>Pensionable Salaries</i>	1 768 425.37	1 886 197.54	1 847 296.74
<i>CSIR service Bonus</i>	159 280.05	143 871.47	156 736.10
<i>Casual Employees</i>	121 002.24	43 749.00	233 500.02
<i>Car Allowance</i>	24 691.00	24 000.00	24 000.00
<i>Contribution Leave Gratuity</i>	57 055.51	60 887.72	59 777.52
<i>CSIR Pension Fund Contribution</i>	149 834.82	160 586.67	172 114.56
<i>Medical Aid</i>	22 322.08	21 745.60	24 618.72
<i>Other(UIF, Skills Dev Levy, Bonus)</i>	51 260.15	64 338.63	31 100.01
Human Resources	2 353 871.22	2 405 376.63	2 549 143.67
<i>Technical Assessments</i>	83 983.38	164 043.77	237 390.70
<i>Building, Equip Repairs & Maintenance</i>	15 123.64	39 252.55	183 342.97
<i>Stationary</i>	100 780.29	45 621.48	35 929.59
<i>Other Running Expenses</i>	643 430.93	575 613.89	523 959.96
<i>Agency Operating expenses</i>	182 288.51	196 411.24	204 813.82
<i>Year-End Accruals</i>	(35 382.79)	-	-
Running Costs	990 223.96	1 020 942.93	1 185 437.04
<i>Depreciation</i>	235 047.52	176 988.30	189 523.11
<i>Indirect Cost Recovery CSIR</i>	267 000.00	300 000.00	267 711.00
<i>Shared Services Levy</i>	267 000.00	300 000.00	592 258.56
CSIR Costs	769 047.52	776 988.30	1 049 492.67
Total Costs	4 113 142.70	4 203 307.86	4 784 073.38
Surplus(loss) Before Interest	763 038.03	287 953.39	225 742.60
<i>Interest Income</i>	78 663.35	289 506.01	261 179.59
NET MARGIN AFTER INTEREST	841 701.38	577 459.40	486 922.19

Thank you...

