

# Agrément South Africa

## PRESENTATION TO PARLIAMENTARY PORTFOLIO COMMITTEE ON PUBLIC WORKS 17<sup>th</sup> October 2012

### AGRÉMENT SOUTH AFRICA ANNUAL REPORT 2011/12

M515, 5th Floor, Marks Building, Parliament, 09:30 – 12:45.

Pepi Silinga: Chairman Agrément South Africa

Sammy Skosana, Technical Assessor Group Leader, Agrément South Africa

Joe Odhiambo, CEO Agrément South Africa

# Framework for the presentation

- Performance Report
- Progress Against planned targets
- Governance matters
- Human Resources
- Financial Report

# Performance Report

# Support Government Policy



- Rural areas have a dire need for such services. Many of the products certificated by Agrément South Africa can be used effectively in remote, deep rural areas as many of these products have the technical, environmental and socio-economic advantages over conventional products of being lighter, more cost effective, easier to transport as well as being more environmentally-friendly.

## Strategic support to DPW



- Agrément South Africa is well-positioned to play a supporting role to Government in the programme of infrastructure development and improved service delivery.
- Agrément-certificated products can be used to fast track service delivery.
- With the advantage of the growing awareness of innovative construction, it is vital that local authorities recognise Agrément-certificated, non-standard building systems and products.

# Progress against planned targets

| <b>Result for 2011/2012</b>                 | <b>Target 2011/2012</b> | <b>Actual 2011/2012</b> |
|---|-------------------------|-------------------------|
| Applications received:                      | 16                      | 36                      |
| Evaluation offers made:                     | 16                      | 33                      |
| Evaluation offers accepted:                 | 16                      | 16                      |
| Certificates issued:                        | 16                      | 20                      |
| Certified systems under custodianship:      |                         |                         |
| <input type="checkbox"/> Building products: | 86                      | 94                      |
| <input type="checkbox"/> Building systems:  | 95                      | 102                     |
| <input type="checkbox"/> Roads products:    | 15                      | 16                      |
| Board's meetings:                           | 2                       | 4                       |

# Governance



# Governance Matters

- Annual report 2011/2012 tabled in Parliament 28<sup>th</sup> September 2012.
- Agrément South Africa is funded and reports to DPW.
- Agrément South Africa currently performing very well and in accordance with its mandate.
- Agrément South Africa can achieve much more in line with what may be required by giving it a legal mandate.
- **Financial:** Can achieve much more with further financial support.

# Board Governance

- 8 Board members.
- Appointed for a **period of three years**.
- **Board Chairperson** appointed by the Minister of Public Works Mr Pepi Silinga.
- **Strategic planning session** held annually.
- The Board of Agrément holds at **least four meetings** in a year Board and focussed on consolidating its previous strategic plans and moving the Agency forward.
- The Board's sub-committees focused on their key objectives and ensured Agrément South Africa was **well governed**.
- Agrément **financial statements were audited and received a clean audit report**.

The current Board consists of eight members:

1. Dr Jeffrey Mahachi – National Home Builders Registration Council
2. Mr Denzil Fredericks – SHEM Consulting Engineers
3. Mr Frank Makamo – South African Bureau of Standards
4. Mr Hans Ittmann – former Executive Director of CSIR Built Environment
5. Mr Pepi Silinga (Chairperson) – Coega Development Corporation
6. Ms Adelaide Ranape – WBHO Construction Group – South Africa
7. Ms Mariana Marneweck – National Regulator for Compulsory Specifications
8. Ms Ntebo Ngcobo – University of Johannesburg.



**Ms Nteboheng Ngcobo**  
MBA, Civil Engineering  
Lecturer, University of  
Johannesburg

**Mr Mninawe Pepi Silinga**  
CEO Coega Development  
Corporation



**Dr Jeffrey Mahachi**  
Executive Director  
NHBRC

**Mr MF Makamo**  
Manager  
SABS



**Mr Hans Ittmann**  
Logistics Professional

**Ms Mariana Marneweck**  
Manager  
NRCS

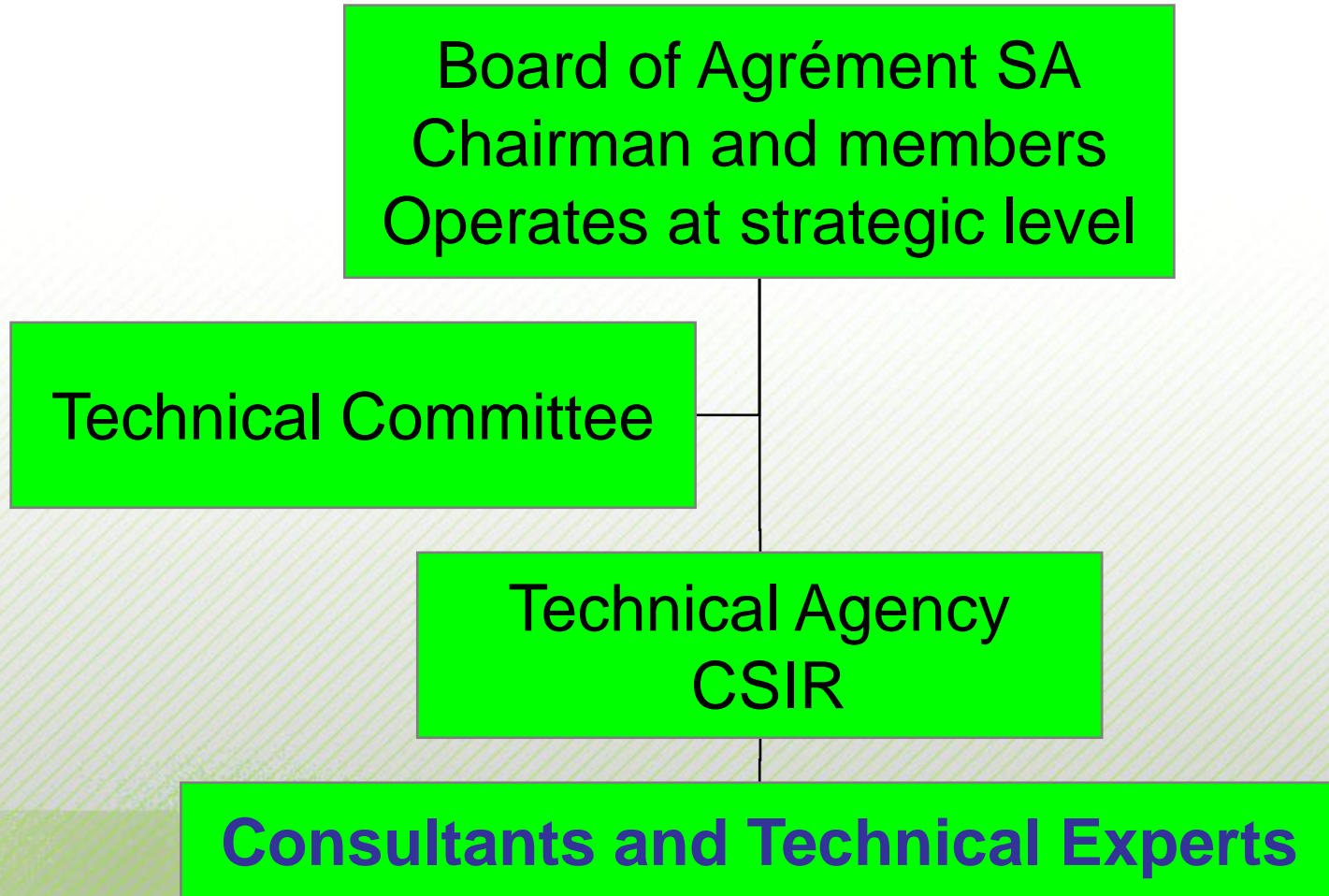


**Ms Adelaide Ranape**  
Legal Manager  
WBHO

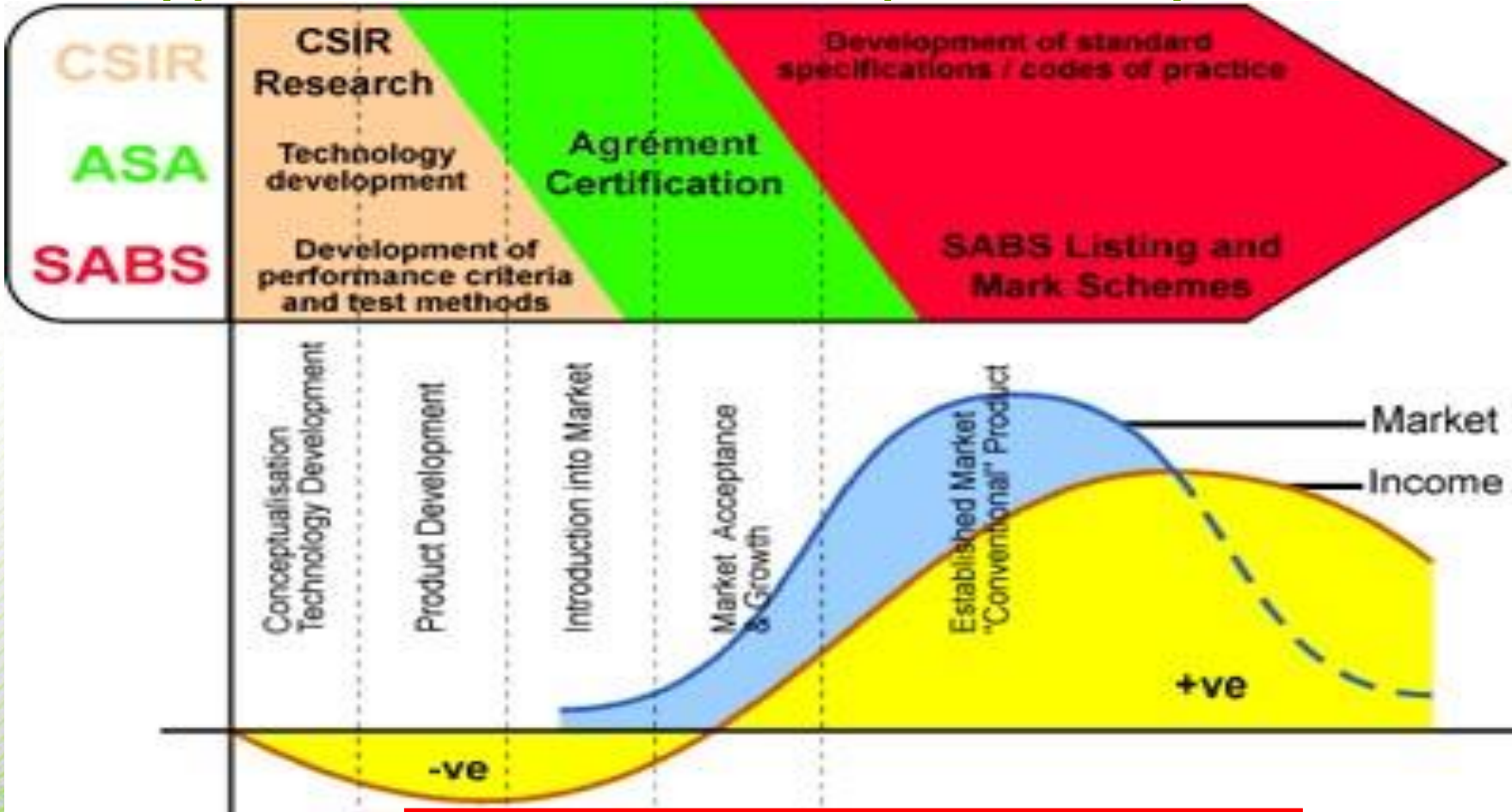
**Mr DC Fredericks**  
Managing Director  
OHS E-Consulting



# Organisational Structure

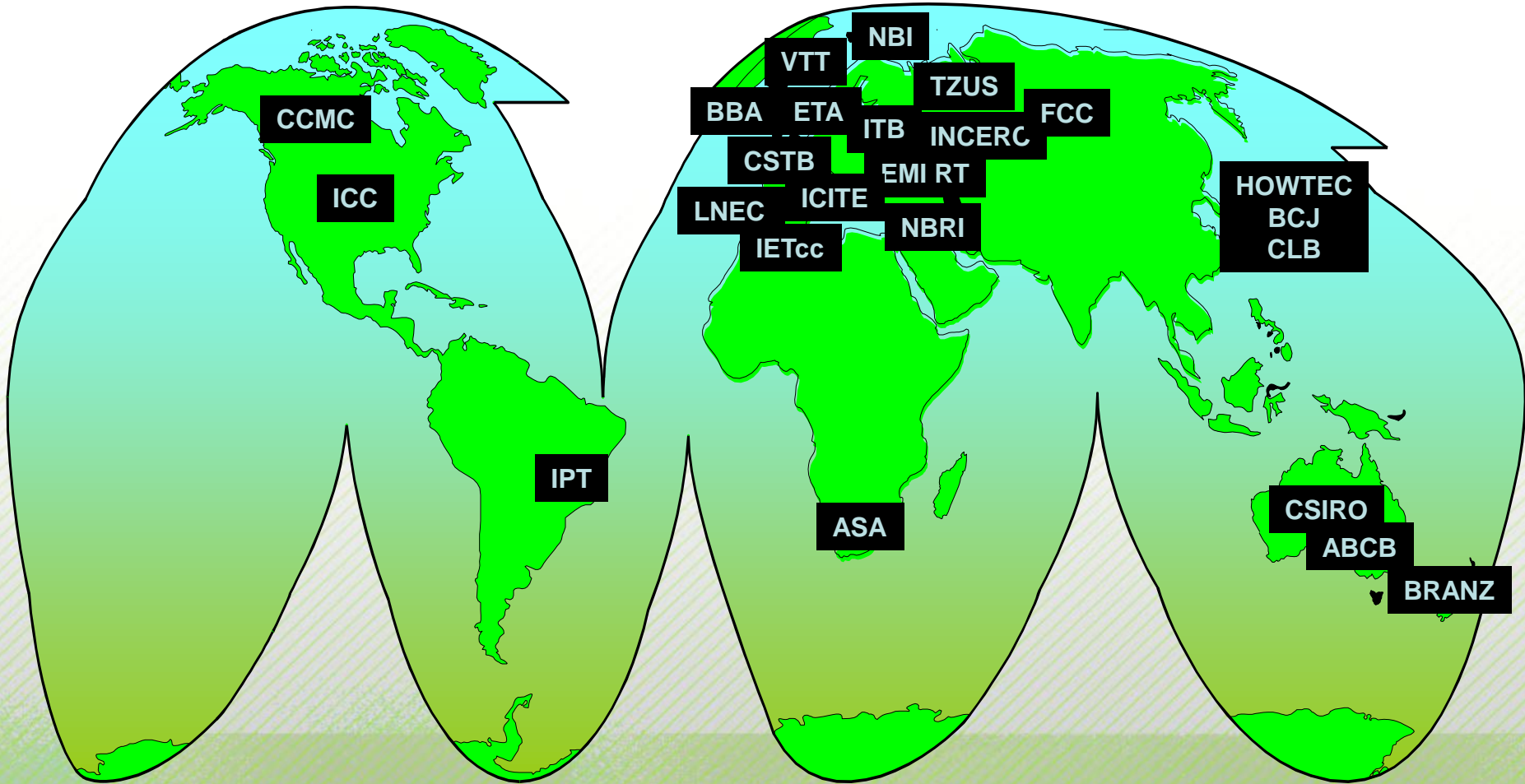


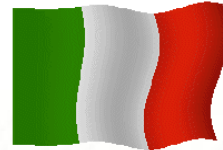
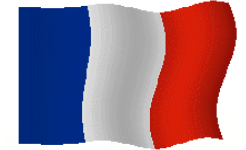
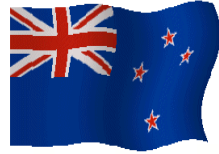
# Typical Product Development Cycle



**BUILT ENV. PROFESSIONALS**

# World Federation of Technical Assessment Organisations





WFTAO 2008/09 annual meeting, PRETORIA, RSA 21<sup>st</sup> - 30<sup>th</sup> September



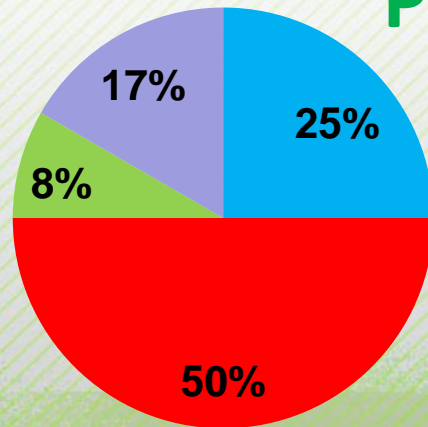


# Human Resources

# Transformation

- Agrément South Africa continued its strong emphasis on the development of human resources to enhance the skills level and efficiency of technical staff.
- The technical committee has improved hugely in terms of both the number and skill of experts.
- Transformation within the Agency has been addressed.

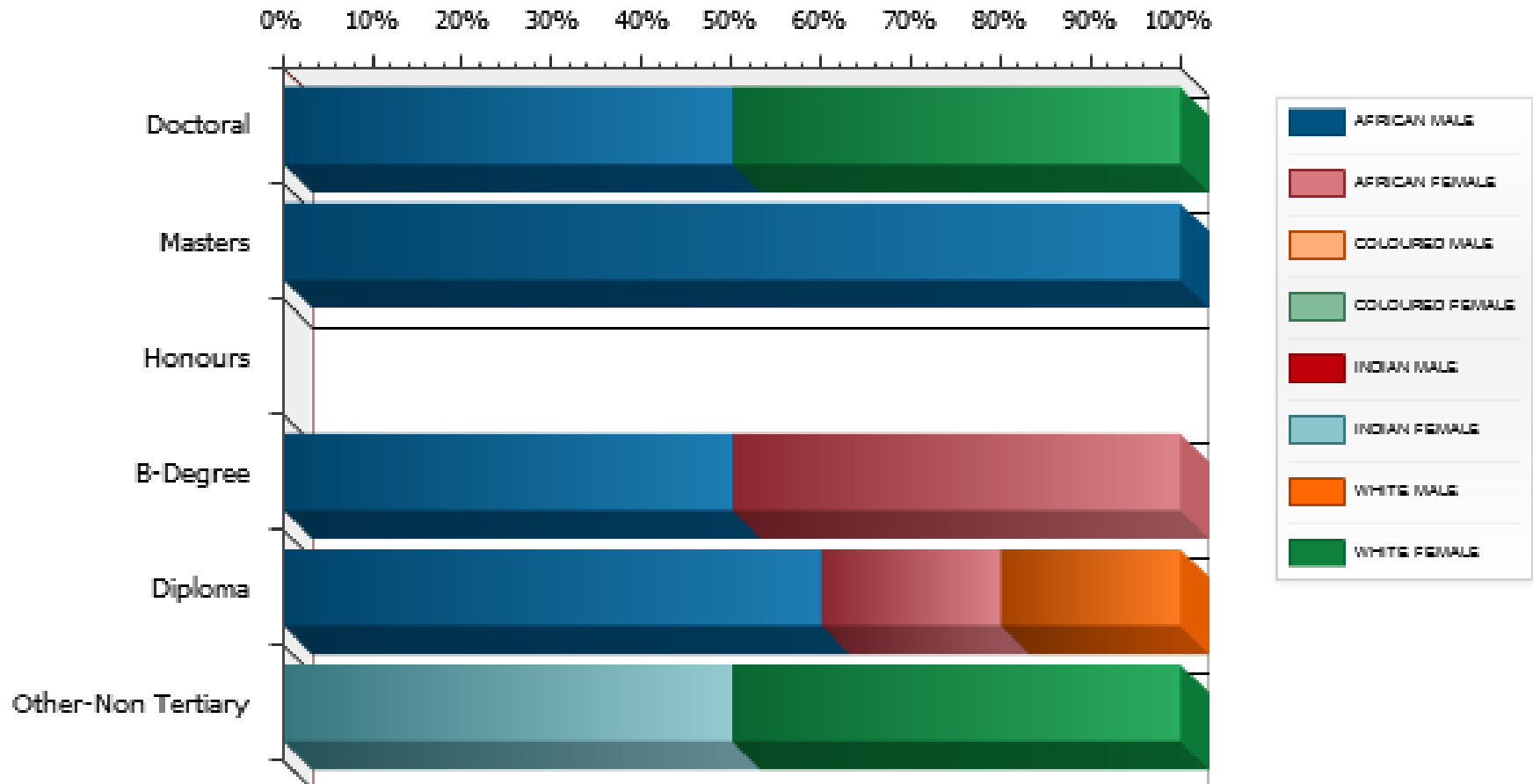
## Percentage of staff either black or female: 92%



- Black Females
- Black Males
- White Males
- White Females

|               | No.       | %           |
|---------------|-----------|-------------|
| Black Females | 3         | 25%         |
| Black Males   | 6         | 50%         |
| White Males   | 1         | 8%          |
| White Females | 2         | 17%         |
| <b>Total</b>  | <b>12</b> | <b>100%</b> |

# Employee Qualifications



# Financial

# 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 Revenue and Expenditure for Agrément South Africa

|                               | 2011/2012        |  | 2010/2011        |
|-------------------------------|------------------|--|------------------|
| <b>REVENUE</b>                | <b>9 778 790</b> |  | <b>8 769 636</b> |
| - Grant Received              | 8 272 807        |  | 7 753 351        |
| - Contract income             | 1 505 983        |  | 1 016 285        |
| - Local private sector        | 1 293 939        |  | 965 623          |
| - Local public sector         | 99 165           |  | 5 341            |
| - International sector        | 112 879          |  | 45 321           |
|                               |                  |  |                  |
| <b>Other income</b>           | <b>175</b>       |  | <b>12 697</b>    |
|                               |                  |  |                  |
| <b>Total operating income</b> | <b>9 778 965</b> |  | <b>8 782 333</b> |
|                               |                  |  |                  |

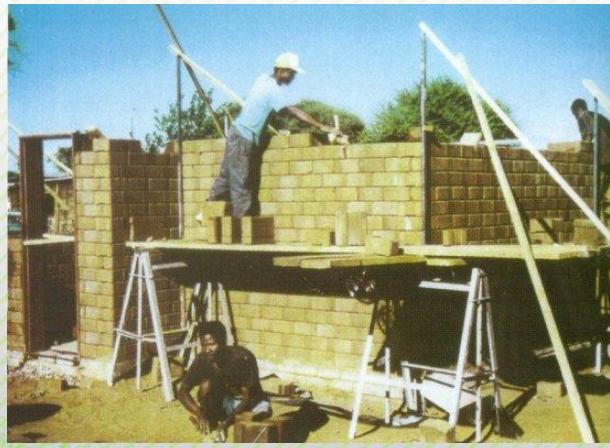
## Statement of Revenue and Expenditure for Agrément South Africa

|                                    | 2011/2012        | 2010/2011        |
|------------------------------------|------------------|------------------|
| <b>Expenditure</b>                 |                  |                  |
| Employees' remuneration            | 5 082 398        | 4 640 583        |
| Depreciation                       | 369 948          | 375 056          |
| Operating expenses                 | 4 424 299        | 3 535 075        |
| <b>Total operating expenditure</b> | <b>9 876 645</b> | <b>8 550 714</b> |
| <b>Finance income</b>              | <b>182 508</b>   | <b>107 570</b>   |
| <b>Margin for the year</b>         | <b>84 828</b>    | <b>339 189</b>   |

# Contribution of Agrement South Africa Approved products



# Gombani, Venda.



Monday, 15 October 2012

[www.agrement.co.za](http://www.agrement.co.za)

# Gombani, Venda.

Slide 26 of 32.





3 pivotal factors that ensure a truly successful housing project: cost effectively, community up-liftment and sustainability

# Creating Entrepreneurs

# Kaalfontein Ext 22: 858 Single & 500 Double story buildings.



| Performance   | Activities  |
|---|---|
| <b>Interaction with other public works entities</b> | IDT – Eastern Cape schools Project.<br>CIDB – Transformation of the construction industry.<br>CBE – Transformation of professional bodies.<br>- Implementation of skills development strategy.  |
| <b>Community Services</b>                           | Skills Transfer – rural women of Gombani (Venda).<br>- Eastern Cape.<br>- Mafikeng.<br>- Bloemfontein.<br>Promotion of the use of ABT (Rural women of the above).   |
| <b>Business Development – Strategic positioning</b> | Environmental claims on Agrément South Africa certificates.<br>Fast track evaluation process – going electronic in application and processing of information.<br>Expansion of Lab activities to provide services to the general public. |
| <b>Promotion of science and technology</b>          | Phomolong secondary school – Tembisa.<br>Wits University (Final year and Postgraduate students).<br>Stellenbosch University.<br>Tshwane University of Technology.<br>University of Pretoria.<br>Career school day.                      |

| Performance Index                                     | Activities   |
|---|--|
| <b>Promotion of Alternative Building technologies</b> | <p>NHRBC Eric Molobi Innovation Hub.</p> <p>ABSA Bank Innovation Hubs Western Cape &amp; Eastern Cape.</p> <p>Eastern cape Department of Human Settlements.</p> <p>EPWP – Limpopo (St Marco Hall, Polokwane).</p> <p>Limpopo local government. Mpumalanga Innovative Building Systems</p> <p>Small builders Association.</p> <p>Local Municipalities – Ekurhuleni Municipality.</p> <p>NRCS – Building control officers.</p> |
| <b>Research and development</b>                       | <p>National Department of Human Settlements.</p>   |
| <b>Development of Standards</b>                       | <p>SABS TC-59 Construction standards committee.</p> <p>SABS SC 59 – Energy efficiency and energy usage in the built environment.</p>   |
| <b>Human resource development</b>                     | <p>Interns (2).</p> <p>Bursar – (6).</p> <p>Internal experts (5).</p>  |

## Contribution of Agrément South Africa products

- Continue to contribute to South Africa's **National Imperatives** through technical assessments of innovative products.
- Committed to service delivery & accountability in accordance with its Mandate.
- Provides authoritative assessment of system performance thus assurance of fitness for purpose of certificated products.
- Certificated products can contribute to local economic stimulus.
- Contributes towards fast-tracking rural economic development.
- Can lead to improvement in performance of existing products.
- Enhances the export potential of South African manufactured products.

# Thank you...

