#### **FURNITURE BARGAINING COUNCIL**

#### **COLLECTIVE AGREEMENT**

In accordance with the provisions of the Labour Relations Act 1995 (Act No 66 of 1995), made and entered into by and between the

## Furniture, Bedding and Upholstery Manufacturers' Association (FBUMA)

and

## **Curtain Makers and Allied Products Association (CMAPA)**

(hereinafter referred to as the "employers" or the "employers' organisations"), of the one part, and the

## National Union of Furniture and Allied Workers of South Africa (NUFAWSA)

(hereinafter referred to as the "employees" or the "trade union"), of the other part,

being parties to the Furniture Bargaining Council to amend the Agreement published under Government Notice No. R.966 of 12 September 2008 as amended and extended by Government Notices Nos. R.1100 of 17 October 2008 and R.1271 of 28 November 2008 (as corrected by Government Notice No. R.1382 of 19 December 2008).

## **SPECIAL PROVISIONS**

The provisions of clauses 8.11, 9.9, 9.14, Chapter 2A, Chapter 3.3, Schedule 1.4 of the Agreement published under Government Notice No R.832 of 18 August 2006 as further extended and amended by Government Notices Nos R.488 dated 8 June 2007 and R.813 of 7 September 2007 (hereinafter referred to as the "Former Agreement") as further extended, amended and re-enacted from time to time, shall apply to employers and employees.

#### **GENERAL PROVISIONS**

The provisions contained in clauses 4 to 8.10, 8.12 to 9.8, 9.10 to 9.13, 9.15 to 12.12, Chapter 2, Chapter 3, Chapter 4, Schedule 1, Schedule 2 and Schedule 3 of the Former Agreement (as further extended, amended and re-enacted from time to time) shall apply to employers and employees.

# TABLE OF CONTENTS CHAPTER 1

1.	SCOF	PE OF APPLICATION	6
2.	PERI	OD OF OPERATION OF AGREEMENT	7
3.	INDU	STRIAL ACTION	7
4.	DEFII	NITIONS	7
5.	PRO	HIBITION OF TWO-TIER BARGAINING	12
6.	REGI	STRATION OF EMPLOYERS	12
7.	NEW	LY ESTABLISHED SMALL EMPLOYER CONCESSION	14
8.	TERM	IS OF EMPLOYMENT	15
	8.1	Ordinary hours of work	15
	8.2	Intervals	15
	8.3	Overtime	16
	8.4	Shift work	16
	8.5	Public holidays	17
	8.6	Annual closure	17
	8.7	Paid sick leave and proof of incapacity	18
	8.8	Termination of employment	19
	8.9	Absenteeism	19
	8.10	Short time, dismissals based on operational requirements and	
		severance pay	20
	8.11	Trade union representative leave	21
	8.12	Maternity leave	22
	8.13	Family responsibility leave	22
	8.14	Study leave	23
	8.15	Fixed-term contract of employment	23
	8.16	Indefinite-period contract of employment	23
	8.17	Certificate of service	24
9.	GENE	<b>ERAL</b>	
	9.1	Work under an incentive scheme	24
	9.2	Temporary employment services and/or labour brokers	24
	9.3	Outwork	24
	9.4	Provision of tools	25
	9.5	Employment of children and forced labour	25
	9.6	Working employers	25
	9.7	Prohibited employment	25

	_		
4	_	١	١
	•		i
			,

	9.8	Employment of trade union members	25
	9.9	Trade union representatives on the Council and committees of a	
		national character in the Industry	26
	9.10	Subscriptions to trade unions	26
	9.11	Council levies	26
	9.12	Exhibitions of Agreement and notices	26
	9.13	Administration and enforcement of Agreement	26
	9.14	Agents	26
	9.15	Provisions declared ultra vires	27
	9.16	Protective clothing	27
	9.17	Compulsory retirement age	27
	9.18	Late/non-payment and allocation of contributions, moneys and	
		levies	27
	9.19	Audit and accounting	27
10.	EXEM	IPTIONS	28
11.	LEAV	E PAY FUND	29
12.	HOLI	DAY BONUS FUND	31
13.	REMU	INERATION	33
	13.1	Wages	33
	13.2	Set-off of wages	33
	13.3	Hourly rate	33
	13.4	Basis of payment	33
	13.5	Employees engaged in more than one occupation skills level	33
	13.6	Wage payment procedure	34
	13.7	Remuneration for overtime and work on a Sunday	35
	13.8	Remuneration for work on public holidays	35
	13.9	Remuneration for time worked in	35
	13.10	Payment of shift allowance	35
	13.11	Set off against annual weekly wage increase	36
	13.12	Subsistence allowance	36
		CHAPTER 2	
		COUNCIL BENEFIT FUNDS	
1.	ESTA	BLISHMENT AND CONTINUATION OF COUNCIL BENEFIT FUNDS	36
2.	ADMII	NISTRATION OF PROVIDENT FUND AND D.D.S	37
3.	OPER	ATION OF THE PROVIDENT FUND AND D.D.S	38
4.	AUDI	TING OF THE PROVIDENT FUND AND D.D.S	39
5.	EXPIR	RY OF THE COLLECTIVE AGREEMENT	39
6.	LIQUI	DATION OF THE PROVIDENT FUND AND D.D.S	39

7.	SPECIAL PROVISIONS IN RESPECT OF THE PROVIDENT FUND AND D.D.S	3
	7.1 The Provident Fund	40
	7.2 The D.D.S	41
8.	BENEFITS INALIENABLE	42
9.	WITHHOLDING OF BENEFITS	42
10.	PAYMENT OF LEVIES, MONEYS AND CONTRIBUTIONS	42
11.	AMENDMENTS TO THE RULES	43
	CHAPTER 2A	
	PARTY BENEFIT FUNDS	
1.	ESTABLISHMENT OF PARTY BENEFIT FUNDS	43
2.	PARTIES TO THE FUNDS	43
3.	ADMINISTRATION OF THE FUNDS	44
4.	OPERATION OF THE FUNDS	45
5.	AUDITING OF THE FUNDS	46
6.	EXPIRY OF THE COLLECTIVE AGREEMENT	46
7.	LIQUIDATION OF THE FUNDS	46
8.	BENEFITS INALIENABLE	47
9.	WITHHOLDING OF BENEFITS	47
10.	PAYMENT OF CONTRIBUTIONS	47
11.	AMENDMENTS TO THE RULES	48
12.	SPECIAL PROVISIONS IN RESPECT OF THE FUNDS	48
	12.1 The Furnmed Sick Benefit Society	48
	12.2 The NUFAWSA Sick Benefit Society	50
	CHAPTER 3	
	NEGOTIATING PROCEDURES AND DISPUTE SETTLEMENT PROCEDURES	•
1.	PREAMBLE	53
2.	PROCEDURE FOR THE NEGOTIATION OF COLLECTIVE AGREEMENTS	53
3.	DISPUTES BETWEEN PARTIES TO THE BARGAINING COUNCIL	55
4.	ALL OTHER DISPUTES	57
5.	GENERAL	58
	CHAPTER 4	
	OCCUPATIONS SKILLS LEVELS	
A.	OCCUPATION SKILLS LEVELS – FURNITURE, BEDDING AND UPHOLSTER	RY
	SECTOR	59

В.	OCCUPATION SKILLS LEVELS – CURTAINING SECTOR	61
	SCHEDULE 1	
	CONTRIBUTIONS, LEVIES, MONEYS AND REGISTRATION FEE PAYABLE TO	ГНЕ
	COUNCIL	
1.	LEAVE PAY MONEYS	62
2.	HOLIDAY BONUS MONEYS	63
3.	PROVIDENT FUND	
4.	ADDITIONAL PROVIDENT FUND	63
5.	SICK BENEFIT SOCIETIES	64
	5.1 FURNMED Sick Benefit Society	64
	5.2 NUFAWSA Sick Benefit Society	65
6.	COUNCIL LEVIES	66
7.	DISPUTE RESOLUTION LEVIES	67
8.	REGISTRATION FEE	67
	SCHEDULE 2	
	ECIFIED MINIMUM WEEKLY WAGE INCREASES, MINIMUM WEEKLY WAGE	
AN	D SUBSISTENCE ALLOWANCE (for all areas excluding the Free State Province	<del>)</del>
1.	SPECIFIED MINIMUM WEEKLY WAGE INCREASES AND MINIMUM	
	WEEKLY WAGE RATES	67
2.	SUBSISTENCE ALLOWANCE	67
	SCHEDULE 3	
SI	PECIFIED MINIMUM WEEKLY WAGE INCREASES, MINIMUM WEEKLY WAGE R	ATES
	AND SUBSISTENCE ALLOWANCE (for the Free State Province ONLY)	
1.	SPECIFIED MINIMUM WEEKLY WAGE INCREASES AND MINIMUM	
	WEEKLY WAGE RATES	68
2.	SUBSISTENCE ALLOWANCE	68

#### **CHAPTER 1**

#### 1. SCOPE OF APPLICATION

- 1.1 The terms of this Agreement shall be observed in the Furniture, Bedding, Upholstery and Curtain Manufacturing Industry-
  - 1.1.1 by all employers who are members of the party employers' organisations, which are party to this Agreement and by all employees who are members of the party trade union, which is party to this Agreement, and who are engaged or employed in the Furniture, Bedding, Upholstery and Curtain Manufacturing Industry, respectively;
  - 1.1.2 in the Provinces of Gauteng, North West, Mpumalanga, Limpopo and Free State.
- 1.2 Notwithstanding the provisions of clause 1.1 the provisions of this Agreement-
  - 1.2.1 apply only to employees for whom wages are prescribed in this Agreement and to the employers of such employees;
  - 1.2.2 apply to learners under the Skills Development Act, 1998, or any contracts entered into or any conditions fixed thereunder; and
- 1.3 The following provisions shall not apply to non parties: Clauses 1.1.1, 2 and 3 of Chapter 1, Clause 2.2 of Chapter 2A and items 5.3 and 5.4 of Schedule 1.

#### 1.4 Treshold – Trade union organisational rights

The terms of this Agreement and the application thereof shall be subject to the following in respect of trade union organisational rights threshold:

Any trade union duly registered in terms of section 96 of the Labour Relations Act and that can prove by means of reasonable identification, membership of employees in the Industry that it has a membership of at least 20% of the total number of employees in the Industry, shall be recognised as a sufficiently representative trade union entitled to exercise the rights set out in sections 12, 13 and 15 of the Labour Relations Act. As soon as sufficient representativeness has been proved to the parties, such sufficiently representative trade union shall be entitled to be treated for organisational purposes on an equal and fair footing with the other trade unions who are already members of the Bargaining Council.

#### 2. PERIOD OF OPERATION OF AGREEMENT

This Agreement shall, in terms of section 31 of the Act, become binding on the above parties on 1 July 2008 and for non-parties on such date as may be fixed by the Minister of Labour in terms of section 32 of the Act and shall remain in force for the period ending 30 June 2010.

#### 3. INDUSTRIAL ACTION

No person bound by the provisions of this Collective Agreement shall engage in or participate in a strike or lockout or any conduct in furtherance of a strike or lockout in respect of any matter regulated by this Agreement.

#### 4. **DEFINITIONS**

Any expression used under this Agreement which are defined in the Labour Relations Act, 1995, shall have the same meaning as in that Act and any reference to an Act shall include any amendments to such Act, and unless the contrary intention appears, words importing the masculine gender shall also include the feminine gender and vice versa; further, unless inconsistent with the context-

"Act" means the Labour Relations Act, 1995 (Act 66 of 1995)(as amended);

"assistant despatch clerk" means an employee who assists the despatch clerk, and who is under his direct supervision;

"assistant storeman" means an employee who assists the storeman, and who is under his direct supervision;

"auditor" means an auditor registered under the Public Accountant's and Auditor's Act, 1991 (Act 80 of 1991);

"caretaker" means an employee who is resident on the factory premises and who is responsible for any one or more of the following duties:

- (a) care of contents on the premises;
- (b) care and cleaning of the premises;
- (c) supervision of cleaning staff;

"casual driver of motor vehicle" means an employee who is employed as a driver of a motor vehicle by the same employer for not more than 3 days in any one month, to be remunerated daily for 9 hours at no less than the applicable minimum hourly rate for drivers, plus full leave pay moneys and maximum holiday bonus moneys;

"casual employee" means an employee who is employed by the same employer for not more than 3 days in any one month, to be remunerated at the applicable hourly rate for the occupation skills level of work performed plus full leave pay moneys and maximum holiday bonus moneys;

"chargehand" means an employee who customarily and regularly directs, subject to the instructions of management, the work of other employees while he is also engaged in the production of furniture and/or upholstery and/or bedding and/or curtaining;

"Collective Agreement" means any current agreement for the Furniture, Bedding, Upholstery and Curtaining Manufacturing Industry in which wages are prescribed, or in the absence of such an agreement, the last wage agreement published for the Industry in terms of the Act;

"compulsory retirement age" for an employee in the Industry is the age of 65 years;

"contributions" means the amount of money payable to the funds of the Council as determined from time to time;

"Council" means the Furniture Bargaining Council registered in terms of the Act;

"dependant", in relation to a member and for the purposes of the-

- (a) Provident Fund meanspersons accepted by the Fund as being dependants in accordance with the rules of the Fund; and the
- (b) Sick Benefit Society meanspersons accepted by the Society as being dependants in accordance with the rules of the Society; and the
- (c) Death and Disability Scheme meanspersons accepted by the Scheme as being dependants/beneficiaries in accordance with the rules of the Scheme:

"despatch clerk" means an employee who is wholly or mainly engaged in the despatch or the packing or receiving of goods for transport or delivery and who may attend to or supervise the checking, mass-measuring, packing, marking, addressing or despatching thereof;

"driver" means an employee who is engaged in driving a motor vehicle, and for the purposes of this definition the expression "driving a motor vehicle" includes all periods of driving, any time spent by a driver on work connected with the vehicle or the load and all periods during which he is obliged to remain at his post in readiness to drive;

"driver's logbook" means a book provided by his employer (if required) to be completed in duplicate;

"emergency services" means any work which, owing to causes such as fire, storm, accident, act of violence or theft, must be done without delay, and any work necessary for the transportation of machinery to prevent any serious dislocation in the Industry;

"establishment" means any premises where furniture, bedding, upholstery and curtain manufacturing takes place;

"experience" means the total length of all periods of employment which an employee (in the occupation in which he is engaged) has had in any industry;

"foreman" and/or "supervisor" means an employee who is employed in a supervisory capacity and who, in the execution of his duties, which shall be related directly to the Furniture, Bedding, Upholstery and Curtain Manufacturing Industry-

- (a) manages the manufacturing activities of a whole establishment or a department or subdivision thereof as his primary duty; and/or
- (b) customarily and regularly directs the work of other employees; and/or
- (c) has the authority to engage or dismiss employees, or make suggestions as to the same, or as to promotions or demotions; and/or
- (d) customarily and/or regularly exercises discretionary powers; and
- (e) is paid a wage of not less than that prescribed for the highest-paid employee in this Agreement whether weekly or monthly; and

(f) is paid in full, whether or not he completes the number of hours of work specified in this Agreement, subject thereto that a foreman/supervisor shall not be entitled to payment for hours of work lost owing to short time being worked, stay-aways and absence without prior permission,

but excludes employees who are engaged in costing, designing, buying, planning, organising, directing and/or controlling the duties of foreman and/or supervisor: Provided that in the absence of foremen and/or supervisors, the aforesaid excluded employees shall be deemed to be the foremen or supervisors;

"Furniture, Bedding, Upholstery and Curtain Manufacturing Industry" or "Industry" means, without in any way limiting the ordinary meaning of the expression, the industry in which employers and their employees are associated for the manufacture, either in whole or in part, of all types of furniture, bedding and curtains as well as upholstery and/or re-upholstery and will, inter alia, include the following:

## (a) Furniture

Repairing, staining, spraying, polishing, re-polishing, making loose covers and/or cushions, wood machining, veneering, woodturning, carving, assembling, painting, wood bending and laminating. Furniture manufacturing will also include the manufacturing, repairing, polishing, re-polishing, staining, spraying of pianos, organs, coffins, kitchen cupboards, attached wall cupboards, free standing bars or bar counters, cane, wicker or grass furniture, cabinets including cabinets for musical instruments and radios, wireless or television cabinets, bathroom cupboards, cupboard tops and furniture for tea-rooms, restaurants, offices, churches, schools, libraries, other educational institutions, conference centres and theatres but excluding the manufacturing of furniture made mainly of metal and/or plastic materials.

#### (b) **Bedding**

The manufacturing, repairing, covering, re-covering of mattress bases, mattresses, spring mattresses, overlays, bolsters, pillows, cushions for studio couches, spring units, box-spring mattresses and studio couches but excluding the manufacturing of furniture made mainly of metal and/or plastic materials.

"Studio Couch" means an article of furniture, which is designed for seating and for conversion into a double bed or two or more beds and of which the frames are constructed mainly of metal and the seating and/or sleeping surfaces consist of mattresses and/or cushions.

## (c) Upholstery

The upholstering or re-upholstering of any furniture, or item of furniture, bedding, pelmets and mattress bases.

## (d) Curtain making

The making, altering, repairing and hanging of curtains and/or blinds. Curtain making includes window treatment, cutting of rails and rods, fitting of pelmets, curtains, blinds and associated products;

"Holiday Bonus" means a work attendance bonus payable by the establishment for its employees, which is determined by the level of work attendance of the individual employee;

"Holiday Bonus Fund" means the Fund established by the Council for the purposes of receiving holiday bonus moneys from establishments for their employees, for holding these holiday bonus moneys in reserve and to pay these holiday bonus moneys to the employees when due:

"large size employer" means an employer who employs in excess of 20 employees;

"leave pay" means that portion of the employee's remuneration payable by the establishment for the employee for the purpose of remunerating the employee for any period which the employee is on annual leave as prescribed by the prevailing Collective Agreement;

"Leave Pay Fund" means the Fund established by the Council for the purposes of receiving leave pay moneys from establishments for their employees, for holding these moneys in reserve and to pay these leave pay moneys to the employees when due;

"medium size employer" means an employer who employs between 11 and 20 employees;

"micro size employer" means an employer who employs less than 4 employees;

"new establishment" means a business in the scope of this Agreement, which has not conducted manufacturing activities for a period of more than 6 months;

"Pay week" means the period of 7 days which is considered when determining the weekly wage of an employee;

"small size employer" means an employer who employs between 4 and 10 employees;

"temporary employment service or labour broker" means a service provided by any person who, for reward, procures for or provides to a client other persons who –

- (a) render services to, or perform work for, the client; and
- (b) who are remunerated by the temporary employment service, or labour broker and in which such persons are employees of the temporary employment service or a labour broker and the temporary employment service or a labour broker is such persons' employer;

"trade union representative or shop steward" means a person who is a registered member of any of the trade unions which are parties to this Agreement and who has been elected as such by the employees at any particular establishment;

"wage" means the remuneration payable in money to an employee as prescribed in this Agreement, or where an employer regularly pays to an employee an amount higher than the prescribed amount such higher amount;

"watchman" means an employee who is employed by an employer registered with or liable for registration with the Council to guard premises or other immovable property;

"weekly paid employee" means an employee who is remunerated weekly;

"working employer" means any person, including a partner in a partnership or a director in a company or a member of a close corporation, who performs any of the classes of work of which wages are prescribed in this Agreement.

#### 5. PROHIBITION OF TWO-TIER BARGAINING

All employers and employees to whom this Agreement is applicable shall be bound not to attempt to renegotiate any of the conditions contained in this Agreement at company or plant level, irrespective of whether there is a valid recognition agreement in force between a union and an employer, during the currency of this Agreement or any subsequent period of extension.

#### 6. REGISTRATION OF EMPLOYERS

6.1 Every employer shall within one month from the date on which this Agreement comes into operation, if he has not already done so pursuant to any previous agreement, and every employer entering the Industry after that date shall within one month of commencement of operations by him, forward to the General Secretary of the Council

a completed registration form in the form specified by the Council from time to time and a registration fee as prescribed in Schedule 1 of this Agreement.

**Note:** This registration form is obtainable from the Council.

- 6.2 Whenever there is any change in the details submitted in terms of clause 6.1, the employer shall resubmit a completed registration form, as specified, to the Council within 14 days of such change.
- 6.3 An employer who intends to cease being an employer shall notify the Council, in writing, at least 14 days prior to the date on which he intends such cessation.
- Any employer in the Industry shall, when required to do so by the Council, within seven days of that request, lodge with the Council a cash amount or guarantee acceptable to the Council, to cover the payment in respect of his employees as follows:
  - 6.4.1 One week's wages;
  - 6.4.2 13 weeks' levies, contributions and/or moneys in respect of-
    - 6.4.2.1 Leave pay moneys;
    - 6.4.2.2 Holiday bonus moneys;
    - 6.4.2.3 Council Levies;
    - 6.4.2.4 Provident Fund contributions and additional Provident Fund contributions;

Provided that the minimum guarantee shall be for an amount of R500.

- 6.5 Where the cash amount or guarantee lodged by an employer is insufficient to cover the payment of wages, levies and contributions referred to above, the employer shall, on demand by the Council, increase the cash amount or guarantee to an amount sufficient to cover such payment. An employer shall be permitted to reduce the amount of his cash amount or guarantee. When a reduction of any cash amount or guarantee is granted it shall be implemented at intervals of no less than six months.
- 6.6 The Council shall be entitled to utilise any cash amount or guarantee lodged by an employer with the Council to pay any amount which may be due to the Council by such employer in respect of levies and contributions or to pay any wages which may be due to any one or more employees of such employer, where the Council is satisfied that such wages are due and payable to the employees concerned by the employer involved. The total claim in respect of any one or more employees shall not exceed the total of the cash amount or guarantee lodged with the Council. The amount any

- employee is entitled to claim as wages shall not exceed that portion of the cash amount or guarantee lodged with the Council which represents wages.
- 6.7 Every employer shall keep employee records as specified by the Basic Conditions of Employment Act, 1997 (Act 75 of 1997).
- 6.8 Every employer shall comply with the relevant legislation relating to factories and/or workrooms.

#### 7. NEWLY ESTABLISHED SMALL EMPLOYER CONCESSION

New establishments with not more than a total of 10 employees (including employees involved in activities other than furniture, bedding, upholstery and curtain manufacturing activities e.g. administration, sales, marketing, etc), may apply for the following phasing in concession, provided that their employees agree thereto:

## PHASE ONE: First year of registration until the end of the first September following registration

During this period the employer shall be exempted from prescribed minimum wages, Leave Pay moneys payable to the Council, Holiday Bonus moneys, Provident Fund, additional Provident Fund or Sick Benefit Society contributions. Employees may be remunerated at their current rates of pay and wage increments may be negotiated between employer and employee(s).

All other provisions of the Agreement shall remain applicable, including the following: Any accumulated leave-pay benefits accrued by the employees prior to October of the first year of registration must be paid out by the employer in terms of the Basic Conditions of Employment Act, 1997 (Act 75 of 1997)(as amended), when due. The following levies shall be payable as prescribed in Schedule 1:

- (a) Council levies;
- (b) Trade union subscriptions (if applicable).

## PHASE TWO: October of the second year of registration to the end of September of the following year

During this period the employee(s) shall be remunerated at their current rates of pay and wage increments may be negotiated between employer and employee(s). In addition to the levies payable to the Council in Phase One, the following moneys shall become payable to the Council as prescribed in Schedule 1:

- (a) Leave Pay moneys;
- (b) Holiday Bonus moneys.

## PHASE THREE: October of the third year of registration to the end of September of the following year

During this period the employee(s) shall be remunerated at not less than 75% of the prevailing minimum weekly wage rates as prescribed in Schedule 2 or Schedule 3. In addition to the contributions payable in Phases One and Two, the following contributions shall become payable as prescribed in Schedule 1:

Provident Fund contributions.

## PHASE FOUR: As from October of the fourth year of registration

All the provisions of the prevailing Agreement administered by this Council shall become applicable, including the payment of at least a 100% of minimum weekly wages as prescribed in Schedule 2 or Schedule 3 and the payment of additional Provident Fund contributions or Sick Benefit Society contributions as prescribed in Schedule 1.

In the event of an establishment employing in excess of 10 employees at any time, all the provisions of the prevailing Agreement, including remuneration at no less than 100% of the prevailing minimum prescribed weekly wage rates and all contributions normally payable to this Council, shall come into effect immediately.

#### 8. TERMS OF EMPLOYMENT

## 8.1 **Ordinary hours of work**

- 8.1.1 Save as is otherwise provided for in this Agreement, no employer shall require or permit an employee
  - 8.1.1.1 to work for more than 44 hours, excluding meal intervals, in any one week:
  - 8.1.1.2 to work for more than 9 hours, excluding meal intervals, on any one day;
- 8.1.2 All hours of work on any day, exclusive of meal intervals, shall be consecutive.

#### 8.2 Intervals

An employer shall grant to each of his employees -

8.2.1 a rest interval of 10 minutes as nearly as practicable in the middle of each morning and afternoon work-period, which shall be regarded as part of ordinary hours of work; 8.2.2 a lunch interval of not less than one hour after a continuous period of work of not more than five hours, which shall not be regarded as part of ordinary hours of work.

## 8.3 Overtime

- 8.3.1 All time worked in excess of the number of ordinary hours of work in one week shall be overtime.
- 8.3.2 An employer may request an employee to work overtime. This request shall not unreasonably be rejected and the employee shall not be permitted to work overtime in excess of 10 hours in any one pay week: Provided that employees shall be given at least 24 hours' prior notice of overtime to be worked. For overtime to be worked in excess of 10 hours in any pay week, prior permission shall be obtained from the Council.
- 8.3.3 An employee shall not be entitled to payment for overtime unless he has completed the weekly ordinary number of hours of his establishment, unless the time lost is owing to illness for which he must produce a medical certificate on the day he resumes work.
- 8.3.4 In order to calculate overtime-
  - 8.3.4.1 Paid sick leave;
  - 8.3.4.2 Paid public holidays;
  - 8.3.4.3 Paid study leave;
  - 8.3.4.4 Paid family responsibility leave; and
  - 8.3.4.5 Paid trade union representative leave

are to be considered as paid ordinary hours of work.

8.3.5 All newly engaged motor vehicle drivers and motor vehicle crew employed after 1 July 2008 shall receive overtime payment equal only to 1.5 x their ordinary hourly rate of pay, irrespective of the overtime hours worked by such drivers and crew.

## 8.4 Shift work

- 8.4.1 No normal shift shall exceed nine hours per day or 44 hours per week.
- 8.4.2 Not less than six hours shall elapse between successive shifts of an employee.
- 8.4.3 Where an employee's ordinary shift or part of it is worked on a public holiday, the employee concerned shall be remunerated for such shift as follows:
  - 8.4.3.1 If the major portion of such shift is worked on a public holiday, the entire shift shall be deemed to have been worked on such

- day and the employee shall be remunerated for work on a public holiday;
- 8.4.3.2 if the lesser portion of such shift is worked on such day, the entire shift shall be deemed to have been worked on a weekday, and the employee shall be remunerated at his ordinary rate of remuneration.
- 8.4.4 Time worked by an employee after the completion of his normal shift shall be regarded as overtime and be paid for in accordance with the prescribed rates provided that the establishment's weekly ordinary hours of work have been exceeded.

## 8.5 **Public Holidays**

- 8.5.1 All public holidays proclaimed in terms of the Public Holidays Act, 1994 (Act 36 of 1994), shall be recognised as paid public holidays, except where a public holiday falls on a day which is not a normal working day.
- 8.5.2 In the event of the services of an employee being terminated by an employer seven working days or less prior to Good Friday the employee shall be entitled to the payment of wages for Good Friday and Family Day.
- 8.5.3 In the event of the services of an employee being terminated by an employer seven working days or less prior to the annual closing date in terms of this Agreement, the employee shall be entitled to payment of wages for all the public holidays during the annual closure.

#### 8.6 Annual closure

Annual closure shall be for a period of 15 consecutive working days between 1 December of each year and 31 January of the following year or as otherwise prescribed by the Council from time to time.

During any period of annual closure, no employer shall require or permit an employee to perform work and no employee shall undertake work, whether for remuneration, reward or not.

If the annual closure dates are prescribed by the Council, any establishment may apply to the Council for exemption from the prescribed annual closure dates, if the establishment believes that extraordinary circumstances exist that may warrant the granting of an exemption.

## 8.7 Paid sick leave and proof of incapacity

- 8.7.1 "Sick leave cycle" means a period of thirty six (36) months' employment with the same employer immediately following:
  - 8.7.1.1 an employee's commencement of employment; or
  - 8.7.1.2 the completion of that employee's prior sick-leave cycle.
- 8.7.2 Paid sick leave is limited to 10 working days for every 12 months of employment and to 30 working days for every sick-leave cycle.
- 8.7.3 Notwithstanding the provisions of clause 8.7.2, during the first six months of employment, an employee's entitlement to sick leave may be limited by an employer to one day's paid sick leave for every 26 days worked.
- 8.7.4 During an employee's first sick-leave cycle, an employer may reduce the employee's entitlement to sick leave in terms of clause 8.7.2 by the number of days' sick leave taken in terms of clause 8.7.3.
- 8.7.5 An employer must pay an employee for a days' sick leave-
  - 8.7.5.1 the wage the employee would ordinarily have received for work on that day; and
  - 8.7.5.2 on the employee's usual pay day.
- 8.7.6 An employee who is absent from his workplace due to incapacity for the first three individual days in a sick-leave cycle shall be paid sick leave irrespective of whether such an employee produces a medical certificate or not. An employee may be required to present a medical certificate to his employer in order to qualify for the payment of sick leave from the fourth individual day that he is absent from his workplace owing to incapacity in each sick-leave cycle.
- 8.7.7 The medical certificate shall reflect the nature and period of the employee's incapacity and shall be issued and signed by a medical practitioner, traditional healer or any other person who is certified to diagnose and treat patients and who is registered with a professional council established by an Act of Parliament.

8.7.8 If it is not reasonably practicable for an employee who lives on an employer's premises to obtain a medical certificate, the employer may not withhold payment in terms of clause 8.7.7 unless the employer provides reasonable assistance to the employee to obtain the necessary medical certificate.

### 8.8 **Termination of Employment**

## 8.8.1 Notice periods

The notice periods applicable to both employers and employees in the Industry will be as follows:

- During two month probationary period one hour's notice.
- Up to one year's employment (probationary period included) one week's notice.
- More than one year of employment (probationary period included) two weeks' notice.

These notice periods are applicable provided that this shall not affect the right of an employer or employee to terminate a contract of service without any notice for any cause recognised by law as sufficient.

- 8.8.2 An employer and employee may agree in writing to provide for a longer period of notice, and failure to comply with such arrangement shall be a contravention of this clause.
- 8.8.3 An employer or employee may terminate a contract of employment without notice by paying to the employee or paying or forfeiting to the employer, as the case may be, in lieu of notice, an amount equal to not less than wages for one hour, one week or two weeks, as the case may be, or for such longer period as may be agreed upon by the employer and his employee.
- 8.8.4 The notice referred to above shall not run concurrently with any period of annual leave or to the extent of six weeks' absence owing to illness in any one year.

## 8.9 Absenteeism

No employee may absent himself from his work during the hours in which the establishment is open without the express permission of his employer except on account of illness and/or injuries or for causes beyond the control of such employee. An employee shall, within 24 hours of his failure to report for work, cause his employer to be notified thereof in the most expeditious manner available.

## 8.10 Short time, dismissals based on operational requirements and severance pay

#### 8.10.1 **Short Time**

- 8.10.1.1 When, by reason of slackness of trade, shortage of raw materials or a general breakdown of plant or machinery caused by accident or other unforeseen emergency, an employer is unable to employ his employees for the number of ordinary hours of work per week usually worked in his establishment, the employer may, subject to the provisions of this clause, employ his employees on short time during, but not exceeding, the period of such slackness of trade, shortage of raw materials or general breakdown of plant or machinery: Provided that, where practically possible, notice regarding the implementation of short time shall be given to the trade union representative in writing prior to the date on which short time becomes effective. When short time is worked, the work available shall be distributed among the employees in any section.
- 8.10.1.2 An employee who on any day reports for duty at the usual starting time of the establishment and for whom no work is available, shall be paid in respect of such day an amount of not less than four hours' wages, unless he was notified by his employer previously that his services would not be required on the day in question.

#### 8.10.2 **Dismissals based on operational requirements**

When an employer contemplates dismissing one or more employees for reasons based on operational requirements, subject thereto that short time of less than 35 hours per week had been worked over a continuous period of at least one week, the employer shall comply with the Labour Relations Act, 1995 (Act 66 of 1995), as well as the Basic Conditions of Employment Act, 1997 (Act 75 of 1997), insofar as this Agreement is silent on those issues which are covered by the aforementioned Acts.

#### 8.10.3 **Severance pay**

Severance pay of one week's normal remuneration for each completed year of service is payable: Provided that during the first year and last year of service, 10 months' or more service shall be regarded as a completed year of service.

## 8.11 Trade union representative leave

- 8.11.1 For the purpose of attending training courses and/or seminars and/or meetings arranged by the trade unions which are parties to this Agreement, trade union representatives shall be entitled to 7 days' paid leave per annum and senior trade union representatives to 10 days' paid leave per annum. For the purpose of attending official meetings of the Bargaining Council, trade union representatives shall be entitled to additional leave for which the Council shall reimburse the trade union representative's establishment for the actual loss of working hours by the trade union representative, which shall be paid to the trade union representative by the establishment together with his normal weekly wages as if the trade union representative worked on the day he attended an official meeting of the Bargaining Council, with effect from the date of the coming into operation of this Agreement, subject to the following conditions:
  - 8.11.1.1 The leave cycle shall commence on 1 July of each year. Leave not taken by a senior trade union representative and/or trade union representative shall accrue to the newly elected senior trade union representative and/or trade union representative during any one leave cycle. Leave will not be cumulative or be transferable from one employer to another.
  - 8.11.1.2 The trade union shall make the training course and/or seminar content and/or agenda of meetings available to the employer at least seven days in advance.
  - 8.11.1.3 Prior arrangements shall be made by the trade union with an employer for the release of key personnel. Not more than 50% of elected senior trade union representatives and/or trade union representatives at any particular establishment shall attend the training course and/or seminar and/or meeting on any particular day.
  - 8.11.1.4 The number of trade union representatives elected at any particular establishment shall be in the ratio of not more than one to 30 employees.
  - 8.11.1.5 The names of the senior trade union representatives and/or trade union representatives elected shall be conveyed to the employer by the senior trade union representative, in writing, immediately after their names are known.
  - 8.11.1.6 The trade union shall furnish the employer with written proof that the training course and/or seminar and/or meeting for which

purpose the paid leave was granted was attended by the particular senior trade union representatives and/or trade union representatives.

#### 8.12 **Maternity leave**

- 8.12.1 Any female employee going on confinement shall be entitled to maternity leave for a period not exceeding six months with a guarantee of reemployment after the aforementioned period on the same terms and conditions of employment as at the date on which the maternity leave was granted, subject to the following conditions:
  - 8.12.1.1 The employee on confinement shall before or on the expiry date of the six-month period notify her employer whether or not she will recommence employment.
  - 8.12.1.2 Proof of the confinement shall be submitted to the employer on the employee's return to work in the form of a birth certificate or death certificate, in the case of a still birth, or medical certificate in the case of a miscarriage.
  - 8.12.1.3 The employer may extend the six-month guarantee period upon receipt of a valid medical certificate from a registered medical practitioner advising the employee not to return to work for medical reasons.
  - 8.12.1.4 The employer shall be permitted to employ a temporary employee in the same category as the employee who has been granted maternity leave on a temporary contract agreement for the period of absence of the employee who has been granted maternity leave.
  - 8.12.1.5 During the period referred to above, all the provisions of the agreements administered by the Council shall apply to the temporary employee.
  - 8.12.1.6 During the contract period the employer may, subject to the Code of Good Practice contained in Schedule 8 of the Act, or for any other reason recognised in law, terminate the contract of temporary employment prior to the contract's expiry date.
  - 8.12.1.7 Any female employee going on confinement shall notify her employer 16 weeks prior to the date of such confinement.

### 8.13 Family responsibility leave

8.13.1 An employee who has been employed with an employer for longer than four months shall be entitled to three days' paid leave per annum at full pay,

on submission of the necessary proof, when the employee's child is born or when a child is sick, or upon the death of the employee's spouse, life partner, parent, adoptive parent, grandparent, child, adopted child, grandchild or sibling and a further one day's paid leave per annum at full pay, on submission of the necessary proof upon the death of the employee's spouse, life partner, parent, adoptive parent, grandparent, child, adopted child, grandchild or sibling.

8.13.2 An employee's unused entitlement to leave in terms of this clause lapse annually and may not be accrued.

## 8.14 **Study leave**

Study leave may be granted by employers only to permanent, full-time employees subject to the following conditions:

- 8.14.1 Approval for study leave shall be granted at the employer's discretion, which approval shall not be withheld unreasonably.
- 8.14.2 Study leave, if granted by the employer, shall be for a maximum of two subjects per annum.
- 8.14.3 Study leave, if granted by the employer, shall be limited to two days of paid study leave per subject, namely the last working day prior to the date of the exam and on the day of the exam.
- 8.14.4 The result of each exam shall be presented by the employee to the employer as soon as it becomes available.
- 8.14.5 If an employee fails a subject, the leave granted to the employee for that subject shall be refunded by the employee to the employer at a rate of one day's pay per failed subject.

## 8.15 Fixed term contract of employment

Any employer who intends to employ an employee for a fixed term shall enter into a written fixed term contract of employment with such an employee. Such fixed term contract of employment shall comply with the provisions of the Basic Conditions of Employment Act, 1997 (Act 75 of 1997)(as amended).

## 8.16 Indefinite-period contract of employment

Any employer who intends to employ an employee for an indefinite period of employment shall enter into a written indefinite period contract of employment with such an employee. Such indefinite period contract of employment shall comply with the provisions of the Basic Conditions of Employment Act, 1997 (Act 75 of 1997)(as amended).

#### 8.17 Certificate of service

Every employer shall issue an employee with a certificate of service on termination of the employee's contract of employment. Such certificate shall comply with the provisions of the Basic Conditions of Employment Act, 1997 (Act 75 of 1997)(as amended).

#### 9. GENERAL

#### 9.1 Work under an incentive scheme

- 9.1.1 Any employer who wishes to introduce an incentive scheme shall set up a joint committee consisting of representatives from management and the establishment's employees which, after consultation with the trade unions which are party to this Agreement whose members are involved, may agree upon the terms of any such scheme.
- 9.1.2 The terms of any such incentive scheme and any subsequent alteration thereto which may have been agreed upon by the committee shall be reduced to writing and be signed by the members of the committee and shall not be varied by the committee or terminated by either party unless the party wishing to vary or terminate the scheme has, in writing, given the other party such notice as may be agreed upon by the parties when entering into such a scheme.

## 9.2 Temporary employment services and/or labour brokers

- 9.2.1 The temporary employment service and/or labour broker and the employer shall, jointly and severally, be liable if the temporary employment service and/or labour broker, in respect of any of its employees, contravenes any of the provisions of the Agreement.
- 9.2.2 A temporary employment service and/or labour broker who supplies labour shall remunerate all occupation skills levels of employees as prescribed in Schedule 2 or Schedule 3 of this Collective Agreement. All the provisions of this Collective Agreement shall mutatis mutandis apply.

#### 9.3 Outwork

- 9.3.1 No employer shall require or allow any of his employees to undertake work in the Industry anywhere other than in his establishment except when such work is in completion of an order placed with such an employer in premises owned or occupied by the person for whom the work is undertaken.
- 9.3.2 No employee engaged in the Industry shall solicit or take orders for or undertake any work in connection with the Industry on his own account for

sale or on behalf of any other person or establishment, whether for remuneration, reward or not, while in the employ of an employer in the Industry.

9.3.3 No employer who is a member of an employers' organisation that is party to this Agreement shall give out work in connection with the Industry, either in whole or in part, other than to an establishment which has been accepted as a member of the employers' organisation which is a party to this Agreement, and which is registered with the Bargaining Council.

#### 9.4 Provision of tools

Work benches, clamps, handscrews, gluepots and all brushes shall be provided by the employer. The employer shall at his expense insure against loss or destruction by fire or as a result of burglary of the premises the tools of his employees normally used by them. Every employee shall be obliged to submit, when required, an inventory of the tools in his possession and shall further submit such information as may be required from time to time by the insurers in respect of the said tools, and shall keep his tools locked in a toolbox.

## 9.5 Employment of children and forced labour

No establishment shall employ any person in contravention of Chapter 6 of the Basic Conditions of Employment Act, 1997 (Act 75 of 1997).

## 9.6 Working employers

All working employers shall observe the provisions of this Agreement in respect of hours of work, payment of Leave Pay moneys and payment of Holiday Bonus moneys at the prescribed foremen's rate of pay, payment of Provident Fund contributions, additional Provident Fund contributions, payment of Council levies and payment of wages for public holidays.

#### 9.7 **Prohibited employment**

Notwithstanding anything to the contrary in this Agreement, no provision which prohibits the engagement or employment of an employee on any class of work or on any conditions shall be deemed to relieve the employer from paying the remuneration and observing conditions which he would have had to pay or observe had such engagement or employment not been prohibited.

### 9.8 Employment of trade union members

No person shall be prohibited from working in the Industry, because of his trade union affiliation or non-affiliation.

## 9.9 Trade union representatives on the Council and committees of a national character in the Industry

Every employer shall grant to any of his employees who are representatives on the Council, or on committees of the trade unions who are party to the Council, every reasonable facility to attend to their duties in connection with meetings held by these bodies.

## 9.10 Subscriptions to trade unions

Every employer shall deduct from the wages of those of his employees who are members of a trade union party to the Agreement, union subscriptions in terms of their constitutions and pay such union subscriptions to the concerned union as prescribed by the trade union concerned.

#### 9.11 Council levies

- 9.11.1 For the purpose of assisting the Council to meet its expenses, every employer and every employee in the Industry shall pay to the Council an amount as prescribed in Schedule 1 of this Agreement.
- 9.11.2 Every employer and every employee in the Industry shall pay to the Council a dispute resolution levy as prescribed in Schedule 1 of this Agreement, for the maintenance of a dispute resolution system as required by the Act.

## 9.12 Exhibition of Agreement and notices

- 9.12.1 Every employer on whom the Collective Agreement is binding shall keep a copy of the Collective Agreement available in the workplace at all times.
- 9.12.2 Every employer shall display in his establishment in a place readily accessible to his employees a notice of the official hours of work specifying the starting and finishing time of work for each day of the week, the meal interval, and the forenoon and afternoon tea intervals.

## 9.13 Administration and enforcement of Agreement

The Council shall be the body responsible for the administration and enforcement of this Agreement, and may issue expressions of opinion and rulings not inconsistent with the provisions hereof for the guidance of employers and employees in the Industry.

## 9.14 **Agents**

The Council or General Secretary shall appoint specified persons as agents to assist in giving effect to the terms of this Agreement.

#### 9.15 **Provisions declared** *ultra vires*

Should any provisions of this Agreement be declared *ultra vires* by any competent court of law, the remaining provisions of this Agreement shall be deemed to be the Agreement and shall remain in operation for the unexpired period of this Agreement.

## 9.16 **Protective clothing**

Every employer shall supply protective clothing to each employee as specified in terms of the Occupational Health and Safety Act, 1993, which shall remain the property of the employer but, when such clothing is delivered to the employee concerned, he shall become responsible for the cleaning and maintenance of the protective clothing.

## 9.17 Compulsory retirement age

Any employee in the Industry shall retire at the age of 65 years, unless otherwise agreed by between the employer and employee.

## 9.18 Late/non-payment and allocation of contributions, moneys and levies

All levies, moneys and contributions payable in terms of this Agreement shall be paid to the Council monthly by not later than the tenth day of the month following the month to which they relate.

An employer who is in arrears with any payments, having been warned in writing by the Council to forward the outstanding amounts within seven days of the date of such warning, may be required by the Council to pay the amounts weekly on such terms and conditions as determined by the Council from time to time.

Should any amount due to the Council not be received by the Council by the tenth day of the month following the month to which they relate, the employer shall pay interest on such amount or on such lesser amount as remains unpaid, calculated at the rate of 15% per annum or part thereof from such tenth day until the day upon which payment is actually received by the Council.

The Council shall have the right to allocate contributions, moneys and levies received on behalf of employees from employers, to the Funds of the employees concerned as the Council deems appropriate from time to time.

## 9.19 Audit and accounting

The Council shall ensure that proper books of account and records are kept in respect of each of the Funds administered by it, and that an annual audit of each of the Funds is performed in accordance with the provisions of the Act and the Council's Constitution.

#### 10. EXEMPTIONS

## 10.1 Exemption and Independent Appeal Body

An exemptions body and an independent appeal body is hereby established to consider all applications for exemptions from the provisions of this Agreement and to hear and decide, as soon as possible and according to the prescribed criteria, any appeal against-

- 10.1.1 the Bargaining Council's refusal of a party's or non party's application for an exemption from the provisions of this Collective Agreement; and
- 10.1.2 the withdrawal of an exemption by the Bargaining Council.

#### 10.2 Administration

- 10.2.1 Any person bound by this Collective Agreement may apply for exemption from any of the provisions of this Agreement.
- 10.2.2 An application for exemption shall be in writing on the Bargaining Council's prescribed application form, fully motivated, and sent to the General Secretary of the Bargaining Council.
- 10.2.3 Whenever an employer applies for an exemption he or she shall consult with the affected workforce through their trade union representatives or, where there are no trade union representatives, with the affected workforce itself as to the need for the exemption and its effect on the affected employees and shall include in the application written proof of such consultation and written proof of the views expressed by the affected workforce during the consultation in this regard.
- 10.2.4 The Bargaining Council shall issue to every person to whom exemption has been granted by either the Bargaining Council or the independent appeal body, a notice of exemption, setting out the following:
  - 10.2.4.1 the full name of the person(s) or establishment concerned;
  - 10.2.4.2 the exact provision(s) of this Collective Agreement from which the exemption has been granted;
  - 10.2.4.2 the conditions subject to which the exemption was granted;
  - 10.2.4.3 the duration of the exemption; and
  - 10.2.4.4 the date from which the exemption shall operate.
- 10.2.5 The Bargaining Council must ensure that:-
  - 10.2.5.1 all notices for exemptions are issued to the applicants;
  - 10.2.5.2 a copy of each notice is retained by the Bargaining Council.

- 10.2.6 The Bargaining Council may, on good cause shown, give the holder of an exemption 30 days' notice of its intention to apply to the independent appeal body for the withdrawal of the exemption.
- 10.2.7 The following processes and criteria shall be considered in regard to an application for exemption from the provisions of any collective agreement concluded in the Bargaining Council:

In considering an application for exemption or an appeal against a refusal of exemption, the Bargaining Council or the independent appeal body shall consider all recommendations submitted to it, the views expressed by the Bargaining Council, employer(s) and the affected workforce, as well as any other representations received in relation to that application and the possible effect of the exemption on competitors, employees and others;

- 10.2.8 the exemption may not contain terms and conditions that would have an unreasonably detrimental effect on the fair, equitable and uniform application in the Industry of any collective agreement concluded in the Bargaining Council:
- 10.2.9 no exemption may be granted for an indefinite period or as a total (blanket) exemption.

#### 11. LEAVE PAY FUND

- 11.1 Every employer shall pay over monthly to the Council, on the specified form, by not later than the tenth day of the following month concerned in respect of every employee Leave Pay moneys as prescribed in Schedule 1.
- 11.2 Guarantees submitted in respect of Leave Pay moneys:
  - 11.2.1 Every employer who supplies the Council with an acceptable guarantee for the total of his estimated maximum annual commitments under this clause shall, without in any way limiting his liability towards his employees, be granted an exemption from making payment to the Council in the manner specified: provided that the exemption shall be subject to such terms and conditions made applicable thereto by the Council from time to time.
  - 11.2.2 Every employer shall submit a monthly statement as specified in clause 11.1 above in respect of all his employees. Should the services of any employee

be terminated during the month, a statement as prescribed together with the amount due in respect of Leave pay moneys for the period employed between October of the current year and September the following year shall be submitted to the Council. Should the services of no employees be terminated during the month, the Council shall be notified on the specified form.

- 11.2.3 The employer shall submit to the Council not later than 10 November of each year a statement in the form prescribed reflecting all particulars of all employees who are in the employ of the employer as at 30 September who are to be paid by him in terms of this clause.
- 11.2.4 By not later than 23 December of each year, the employer shall submit to the Council a statement as prescribed reflecting the actual moneys paid out in respect of the Leave Pay moneys to all his employees together with payment of moneys not paid out.
- 11.3 Leave Pay moneys shall be paid to employees between 7 December and 13 December of each year. Leave Pay moneys shall be paid to employees whose contracts of employment have been terminated during the contribution year, within two months after such termination.
- 11.4 Leave Pay moneys shall be paid to the employee by means of electronic transfer to the employee's bank account or by Council cheque drawn in favour of the employee.

## 11.5 Administration of the Fund

- 11.5.1 The Leave Pay Fund shall be administered by the Council and all expenses incurred in connection with the administration of the Leave Pay Fund shall form a charge against the Council.
- All moneys paid to the Leave Pay Fund shall be invested as provided for in terms of section 53 (5) of the Act and any interest accruing from such investment shall accrue to the general funds of the Council in consideration of the Council's administration of the Fund. All payments from the Leave Pay Fund shall be by cheque drawn on the Fund's account and such cheques shall be signed by three persons duly authorised by the Council. The Council shall keep a record of each employee in respect of whom payments are made in terms of this clause and the amount paid to the employee.
- 11.5.3 The Leave Pay Fund shall be paid to employees concerned to serve as Leave Pay. Each employee shall be paid Leave Pay equal to the amount deposited into the Leave Pay Fund in respect of him during the year ending on the last pay week of September each year.

- 11.5.4 Any employee employed continuously during the year from the first pay week in October of the previous year to the last pay week in September of the current year shall receive Leave Pay during December of that year of not less than two weeks' normal wages. Any shortfall shall be paid to the employees by the employer.
- 11.5.5 Leave Pay which remains unclaimed for a period of two years from the date on which they become payable shall accrue to the general funds of the Council: Provided that the Council shall be liable for payment from the Council's general funds of any Leave Pay due and claimed during a further period of three years after such accrual to the Council's general funds: Provided further that should the Council be dissolved within any or either of the periods mentioned herein, such moneys shall finally accrue to the general funds of the Council three months after the date of such dissolution.

#### 12. HOLIDAY BONUS FUND

- 12.1 Every employer shall pay over monthly to the Council, on the specified form, by not later than the tenth day of the following month concerned in respect of every employee Holiday Bonus Fund moneys as prescribed in Schedule 1.
- 12.2 Guarantees submitted in respect of Holiday Bonus Fund:
  - 12.2.1 Every employer who supplies the Council with an acceptable guarantee for the total of his estimated maximum annual commitments under this clause shall, without in any way limiting his liability towards his employees, be granted an exemption from making payment to the Council in the manner specified: provided that the exemption shall be subject to such terms and conditions made applicable thereto by the Council from time to time.
  - 12.2.2 Every employer shall submit a monthly statement as specified in clause 12.1 above in respect of all his employees. Should the services of any employee be terminated during the month, a statement as prescribed together with the amount due in respect of Holiday Bonus Fund moneys for the period employed between October of the current year and September the following year shall be submitted to the Council. Should the services of no employees be terminated during the month, the Council shall be notified on the specified form.
  - 12.2.3 The employer shall submit to the Council not later than 10 November of each year a statement in the form prescribed reflecting all particulars of all employees who are in the employ of the employer as at 30 September who are to be paid by him in terms of this clause.

- 12.2.4 By not later than 23 December of each year, the employer shall submit to the Council a statement as prescribed reflecting the actual moneys paid out in respect of the Holiday Bonus moneys to all his employees together with payment of moneys not paid out.
- 12.3 Holiday Bonus moneys shall be paid to employees between 7 December and 13 December of each year. Holiday Bonus moneys shall be paid to employees whose contracts of employment have been terminated during the contribution year, within two months after such termination.
- 12.4 Holiday Bonus moneys shall be paid to the employee by means of electronic transfer to the employee's bank account or by Council cheque drawn in favour of the employee.

#### 12.5 Administration of the Fund

- 12.5.1 The Holiday Bonus Fund shall be administered by the Council and all expenses incurred in connection with the administration of the Holiday Bonus Fund shall form a charge against the Council.
- 12.5.2 All moneys paid to the Holiday Bonus Fund shall be invested as provided for in terms of section 53 (5) of the Act and any interest accruing from such investment shall accrue to the general funds of the Council in consideration of the Council's administration of the Fund. All payments from the Holiday Bonus Fund shall be by cheque drawn on the Fund's account and such cheques shall be signed by three persons duly authorised by the Council. The Council shall keep a record of each employee in respect of whom payments are made in terms of this clause and the amount paid to the employee.
- 12.5.3 The Holiday Bonus moneys shall be paid to employees concerned to serve as a holiday bonus on the following basis: Each employee shall be paid a holiday bonus equal to the amount deposited into the Holiday Bonus Fund in respect of him during the year ending on the last pay week of September each year.
- 12.5.4 Any employee employed continuously during the year from the first pay week in October of the previous year to the last pay week in September of the current year shall receive a holiday bonus moneys during December of that year calculated in accordance with the formula reflected in Schedule 1 of the prevailing Collective Agreement.
- 12.5.5 Holiday bonus moneys which remain unclaimed for a period of two years from the date on which they become payable shall accrue to the general

funds of the Council: Provided that the Council shall be liable for payment from the Council's general funds of any holiday bonus moneys due and claimed during a further period of three years after such accrual to the Council's general funds: Provided further that should the Council be dissolved within any or either of the periods mentioned herein, such moneys shall finally accrue to the general funds of the Council three months after the date of such dissolution.

#### 13. REMUNERATION

## 13.1 **Wages**

No employer shall pay and no employee shall accept wages lower than those prescribed in Schedule 2 or Schedule 3 of this Agreement.

## 13.2 **Set-off of wages**

- 13.2.1 No employee shall, while in the employ of an employer, give to, and no such employer shall receive from such employee, any gift, bonus, loan guarantee or refund either in cash or in kind which will in effect amount to a set-off of the wages which must in terms of this Agreement be paid to such employee.
- 13.2.2 No employee shall be required as part of his contract of service to board or lodge with his employer, or at any place nominated by his employer, or to purchase any goods or hire property from his employer.

#### 13.3 Hourly rate

All work performed by employees shall be paid for at an hourly rate, which hourly rate shall be determined by dividing the actual weekly wage by 44 or by such lesser hours ordinarily worked by the establishment.

#### 13.4 Basis of payment

Notwithstanding anything to the contrary contained in this Agreement, payment for all work done shall be at not less than the rates of wages prescribed for the actual occupation skills level of the operation or operations performed.

## 13.5 Employees engaged in more than one occupation skills level

An employee who is employed during any one day on work for which different wage rates are prescribed shall be paid for all the hours worked on such day at the higher or highest wages prescribed for such work.

## 13.6 Wage payment procedure

Employers may elect to pay wages by means of electronic transfer to employees' bank accounts or by means of cash only. Wages paid in cash shall be paid directly to the employee.

- 13.6.1 The following provisions shall be applicable to the electronic transfer of wages:
  - 13.6.1.1 Wages shall be deposited into employees' bank accounts on pay day each week. Employers shall pay for two withdrawals per week from the employee's bank account to a maximum of R7-00 per week for existing employees and for one withdrawal to a maximum of R3-50 per week for newly engaged employees.
  - 13.6.2.2 Employees shall be handed pay slips every pay day which shall reflect the name and address of the employer and the name of the employee. Pay slips shall also reflect the amount of money deposited into the employee's bank account and how such an amount was arrived at.
- 13.6.2 The following provisions shall be applicable to the cash payment of wages:

Wages shall be paid to employees on pay day each week. All cash shall be handed to employees in sealed envelopes endorsed with the name and address of the employer and the name of the employee, and shall contain a statement reflecting the amount of money contained therein and how such amount was arrived at.

#### General Provisions:

- 13.6.3 The pay day of every establishment shall be on Friday each week. Where Friday is a non-working day, the pay day shall be the last working day preceding that Friday.
- 13.6.4 No premium for the training of an employee shall be charged or accepted by the employer: Provided that this clause shall not apply to training schemes for which the employer is legally required to contribute.
- 13.6.5 No wage deductions of any kind shall be made from the amount due to an employee other than for the following:
  - 13.6.5.1 Any deduction for which an employer is legally or by order of any competent court required or permitted to make;

- 13.6.5.2 with the written consent of the employee, deductions for life assurance, medical schemes or pension funds/provident funds;
- 13.6.5.3 deductions for contributions or subscriptions of the employees' trade union(s);
- 13.6.5.4 deductions in terms of this Agreement or any other agreement administered by the Council.

### 13.7 Remuneration for overtime and work on a Sunday

- 13.7.1 All time worked in excess of the ordinary weekly working hours of the establishment, other than time worked on a Sunday, up to and not exceeding 10 hours per week, shall be regarded as overtime and an employee shall be paid for such work at a rate of one and a half times his hourly rate for such hours.
- 13.7.2 For all overtime worked exceeding 10 hours per week and all time worked on a Sunday, an employee shall be remunerated at a rate of double his hourly rate for such hours.
- 13.7.3 Any time worked on a Sunday may not be used to make up for ordinary time lost.

## 13.8 Remuneration for work on public holidays

Any employee who works on a paid public holiday shall be remunerated for the hours worked on that day at his normal rate of pay in addition to the hours paid for that paid public holiday and shall further be paid an allowance of 33% of his hourly rate of pay for all those hours worked on such a day.

#### 13.9 Remuneration for time worked in

For any time worked in, by agreement between an employer and an employee, in lieu of normal working time that will be lost owing to the closure of the factory owing to religious holidays, or any other reason, an employee shall be paid his ordinary rate of pay, provided that the time expected to be lost shall be worked in during the two weeks prior to such closure.

#### 13.10 Payment of shift allowance

Where an employee is employed between 18:00 and 06:00, his employer shall pay him his ordinary rate of pay, plus a 17.5% allowance, of his hourly rate of pay for each hour or part of an hour worked between these times. This allowance will provide for meal and transport costs.

## 13.11 Set-off against annual weekly wage increase

Should a performance agreement be concluded at an establishment, such a performance agreement may be used as a set-off against annual wage increases, subject to union approval and/or notification to the Council.

#### 13.12 Subsistence allowance

An employer shall, in addition to any other remuneration due, pay his employee who, on any journey undertaken in the performance of his duties, is absent from his place of residence and his employer's establishment for any period extending over one or more nights, a subsistence allowance of not less than that prescribed in Schedule 2 or Schedule 3 of this Agreement.

#### **CHAPTER 2**

#### COUNCIL BENEFIT FUNDS

## 1. ESTABLISHMENT AND CONTINUATION OF COUNCIL BENEFIT FUNDS

The following Funds are hereby continued:

- 1.1 The Furniture Bargaining Council Provident Fund (hereinafter referred to as the Provident Fund), established and amalgamated in terms of the Agreements published under Government Notices Nos. R. 44 of 13 January 1961, R. 495 of 24 March 1961 and R. 3043 of 4 January 1991, as amended and extended, is continued in accordance with the provisions of Chapter 2.
- 1.2 The Furniture Bargaining Council Death and Disability Scheme (hereinafter referred to as the D.D.S.), established in terms of the Agreement published under Government Notice No. R. 1866 of 3 July 1992, as amended and extended, is continued in accordance with the provisions of Chapter 2.
- 1.3 The Furniture Bargaining Council Sick Benefit Society (hereinafter referred to as Furnmed Sick Benefit Society and NUFAWSA Sick Benefit Society), established and amalgamated in terms of the Agreements published under Government Notices Nos. R. 44 of 13 January 1961, R. 495 of 24 March 1961 and R. 3043 of 4 January 1991, as amended and extended, is continued in accordance with the provisions of Chapter 2A.

#### 2. ADMINISTRATION OF THE PROVIDENT FUND AND D.D.S.

- 2.1 The Funds shall be administered by the office of the Council or a committee duly elected by the Council. The provisions of the Council's Constitution relating to the election of a chairman and a vice-chairman, their period of office and the calling and conducting of meetings of the Council and the right of alternates to take the place of representatives shall *mutatis mutandis* apply in the case of a committee.
- 2.2 The Funds shall be administered in accordance with rules specified for this purpose by the Council, and such rules shall not be inconsistent with the provisions of the Agreement, the Act, or any other law and shall, *inter alia*, specify
  - 2.2.1 the Funds' benefits and the qualifications attached thereto;
  - 2.2.2 the procedure for lodging and payment of claims;
  - 2.2.3 any other matters which the Council may decide.
- 2.3 The Council may make new rules, or alter or repeal any existing rules, and particulars of all amendments thereto shall be lodged with the Registrar of Labour Relations.
- 2.4 The Council shall appoint a General Secretary who may appoint other staff as may be necessary for the administration of the Funds.
- 2.5 The Council and/or committee(s) may refuse and/or withhold any or all benefits from any member and/or his dependants who in its opinion, have acted in a manner calculated to or reasonably likely to injure the interests of the Funds or their members: Provided that such a member shall be given the opportunity of submitting an appeal to an independent body against the decision of the Council, whose decision shall be final.
- 2.6 In the event of an appointed committee being unable to perform its duties for any reason, the Council shall perform the committee's duties and exercise its powers.
- 2.7 Any disputes concerning the interpretation, meaning or intention of any of the provisions of this Agreement or concerning the administration of the Funds which an appointed committee is unable to settle, shall be referred to the Council for a decision.
- 2.8 No members of the Council, members of the committees, the General Secretary, officers and employees of the Funds shall be liable for the debts and liabilities of the Funds/Schemes.

- 2.9 No members of the Council, members of the committees, the General Secretary and officers and employees of the Funds shall be held responsible for any act which may result in loss to the Funds, where such act was done in good faith, and they are hereby indemnified by the Funds against all losses and expenses incurred by them in or about the bona fide discharge of their duties.
- 2.10 No members of the Council, members of the committees, the General Secretary and officers and employees of the Funds shall be held responsible for any contributions deducted and any contributions due and payable by any employer not paid into the Funds upon sequestration or liquidation of such employer's estate or at all.
- 2.11 All expenses incurred in connection with the administration of the Funds concerned shall be determined by the Council and charged against the Funds.

#### 3. OPERATION OF THE PROVIDENT FUND AND D.D.S.

- 3.1 The Funds shall consist of -
  - 3.1.1 all Provident Fund contributions and Additional Provident Fund contributions paid into the Funds;
  - 3.1.2 all interest derived from the investment of any moneys of the Funds; and
  - 3.1.3 all other moneys to which the Funds may become entitled.
- 3.2 All moneys accruing to the Funds shall be deposited to the credit of the Funds in a separate account with a registered bank within three working days after receipt thereof.
- 3.3 The moneys of the Funds shall be used for payment of benefits and expenditures in accordance with the rules of the Funds.
- 3.4 When benefits become payable, the amount due from the Funds shall be paid to beneficiaries by cheque, electronic transfer or cash.
- 3.5 All cheque payments from the Funds shall be signed by three persons duly authorized by the Council.
- 3.6 Any moneys not required to meet current payment of expenditures shall be invested only in terms of section 53(5) of the Act.

3.7 All employees and all employers in the Industry, including working employers who do not contribute to either the Furnmed Sick Benefit Society or the NUFAWSA Sick Benefit Society shall pay an Additional Provident Fund contribution as prescribed in Schedule 1 of this Agreement.

#### 4. AUDITING OF THE PROVIDENT FUND AND D.D.S.

- 4.1 Auditors as defined in the Act shall be appointed by the Council and shall audit the accounts of the Funds at least annually. The auditors shall, by not later than 30 June of each year and within six months after the end of each financial year, prepare financial statements, including at least statements of income and expenditure for the previous financial year and balance sheets showing its assets, liabilities and financial position as at the end of the previous financial year.
- 4.2 The audited statements and the balance sheets of the Funds shall thereafter lie for inspection at the office of the Council and copies thereof, duly certified by the auditor and countersigned by the Chairman of the Council, together with any report made by the auditor thereon, shall be lodged with the Registrar of Labour Relations no later than by the end of June, following the period covered by such statements and balance sheets.

#### 5. EXPIRY OF THE COLLECTIVE AGREEMENT

- 5.1 Upon the expiry of this Collective Agreement or any extension thereof, the Council in office at the time or the trustee or trustees appointed by the Registrar of Labour Relations shall continue to administer the Funds for a period of at least two years in order to pay out benefits due to the beneficiaries and, subject to the approval of the Registrar of Labour Relations, any money standing to the credit of the Funds after the said period of at least two years shall accrue to the general funds of the Council.
- 5.2 If upon expiry of the said period of at least two years, the affairs of the Council have already been wound up and its assets distributed, the balance of the Funds shall be distributed in terms of the provisions of the Council's Constitution.

#### 6. LIQUIDATION OF THE PROVIDENT FUND AND D.D.S.

6.1 Upon the expiry of this Agreement or any extension thereof and, in the event of no subsequent agreement being negotiated for the purpose of continuing the operations of

the Funds within two years from the expiry of this Agreement or any extension thereof, the Funds shall be liquidated by the Council in terms of clause 5 of this Chapter.

- 6.2 In the event of the Council in office at the time being unable to administer and/or liquidate the Funds in terms of this clause, and/or being unable or unwilling to discharge its duties, or a deadlock arising thereon which renders the administration of the Funds impracticable or undesirable in the opinion of the Registrar of Labour Relations, he may appoint a trustee or trustees to carry out the duties of the Council and such trustee or trustees shall possess all the powers of the Council for such purposes.
- 6.3 In the event of the dissolution of the Council or in the event of its ceasing to function during any period in which this Agreement is binding in terms of the Act, the Funds shall continue to be administered by the Council in office at the time.
- 6.4 Subject to the provisions of clauses 6.1 and 6.2 hereof, upon the expiry of the Agreement, the Funds shall be liquidated in terms of clause 5 of this Chapter by the Council in office at the time or the trustee or trustees appointed by the Registrar of Labour Relations.

# 7. SPECIAL PROVISIONS IN RESPECT OF PROVIDENT FUND AND D.D.S.

#### 7.1 The Provident Fund

- 7.1.1 The objectives of this Fund shall be to provide benefits to members and all dependants and all beneficiaries as determined by the rules of the Fund.
- 7.1.2 Membership of the Fund shall be compulsory for all employees for whom wages are prescribed in this Agreement.
- 7.1.3 Membership shall consist of -
  - 7.1.3.1 all employees, other than casual employees, in the Industry for whom wages are prescribed in the Collective Agreement; and
  - 7.1.3.2 subject to the approval of the Council, such other persons as are employed in the Industry who elect to become members and in respect of whom their employers have consented to make the contributions prescribed in Schedule 1.
- 7.1.4 Membership shall cease when a member leaves the Industry and has received all his benefits in terms of the rules of the Fund.

# 7.2 The D.D.S.

7.2.1 Objectives of the Scheme

This Scheme's objectives shall be to provide benefits for a member and/or the dependants of the member in the event of the death of the member or his dependants and for the disablement of the member, as defined in the Scheme's rules.

7.2.2 Special provisions applicable to members who were formerly members of the Transvaal Furniture Workers' Mortality Association and the Transvaal Bedding Workers' Mortality Benefit Association and the former Transvaal Furniture Workers' Burial Society and the Transvaal Workers' Burial Society and who retired from the Industry owing to old age or ill health or who reached the age of 65 years on or before 1 October 1988 shall be entitled to benefits as prescribed in the former Mortality Association and Burial Society Agreements.

# 7.2.3 *Membership*

- 7.2.3.1 Membership of the Scheme shall be compulsory for all employees, other than casual employees in the Industry, for whom wages are prescribed in this Collective Agreement.
- 7.2.3.2 Persons other than those referred to in 7.2.3.1 who are directly engaged or employed in the Industry may be admitted as members of the Scheme at the discretion of the Council, and the rules of the Scheme shall *mutatis mutandis* apply to any person so admitted.

# 7.2.4 **Termination of membership**

- 7.2.4.1 Membership of the Scheme shall terminate immediately when a member leaves the Industry.
- 7.2.4.2 Membership of the Scheme shall not cease where the cessation of contributions is due to a member attaining the age of 65, or the inability of the member to work is due to ill health or owing to short time.

#### 7.2.5 **Contributions**

A weekly amount shall be deducted from the employees' contributions to the Provident Fund and a weekly amount from the employers' contributions to the Provident Fund and shall be diverted to the Death and Disability Scheme. The Provident Fund shall make provision for the Death and Disability

Scheme's insurance premium and administration costs as well as the Provident Fund's administration costs.

#### 8. BENEFITS INALIENABLE

- 8.1 The benefits provided for by the Funds referred to in this chapter shall not be transferable and any member who attempts to assign, transfer, pledge or hypothecate his rights may forthwith cease to be entitled to any benefits whatsoever, and membership of the Funds in respect of himself and his dependants may be terminated by the Council: Provided that a member's Provident Fund benefits may, with the approval of the Council, be transferred to another registered, recognised provident/pension fund.
- 8.2 Save as provided in clause 8.3, no benefit or right to any benefit shall be capable of being ceded, transferred, assigned or otherwise made over, or pledged or hypothecated. No contributions made by a member or on his behalf shall be liable to be attached or be subject to any form of execution under a judgement or order of a court of law except to any other Fund administered by the Council.
- 8.3 On receipt of written proof from the trade unions which are parties to this Agreement that a member of the trade union is, in terms of the provisions of the trade union's constitution, indebted to the trade union for any outstanding subscriptions and/or fines, the Council shall have the right to deduct such amount(s) from the member's own contributions and pay such amount(s) to the trade union concerned.

## 9. WITHHOLDING OF BENEFITS

An employee who is a member of any of the Funds of the Council, who is entitled to benefits shall at the absolute discretion of the Council, be deprived of any benefits from any of the Funds in the event of such employee making a false statement or in any way attempting to obtain benefits fraudulently or dishonestly.

#### 10. PAYMENT OF LEVIES, MONEYS AND CONTRIBUTIONS

10.1 Every employer shall forward monthly the levies, moneys and contributions prescribed in Schedule 1 to this Agreement, together with return(s) in the form(s) specified by the Council from time to time, to reach it by not later than the tenth day of the month following the month during which the employee's deductions were required to be made.

Interest on late payment will be charged at a rate of 15% per annum. The return(s) shall be certified by the employer or an authorised representative as true and correct.

10.2 If, in any particular month, no employees are employed, a NIL return, duly signed by the employer or the authorised representative, shall be submitted to the Council.

#### 11. AMENDMENT TO THE RULES

The Council shall have the power to prescribe, alter and amend the Fund's rules and to make, amend and alter the rules governing the administration of the funds. Such rules or any amendments thereof shall not be inconsistent with the provisions of any Collective Agreement entered into between the parties or the provisions of any other legislation. A copy of the rules and any amendments thereof shall be transmitted to the Registrar of Labour Relations.

#### **CHAPTER 2A**

#### PARTY BENEFIT FUNDS

## 1. ESTABLISHMENT OF PARTY BENEFIT FUNDS

The Furniture Bargaining Council Sick Benefit Society is hereby continued as the following two Sick Benefit Societies herein referred to as-

- 1.1 the Furnmed Sick Benefit Society
- 1.2 the NUFAWSA Sick Benefit Society.

#### 2. PARTIES TO THE FUNDS

2.1 The Parties to the Furnmed Sick Benefit Society are-

**FBUMA** 

**CMAPA** 

**CEPPWAWU** 

2.2 The Parties to the NUFAWSA Sick Benefit Society are-

**FBUMA** 

**CMAPA** 

**NUFAWSA** 

#### 3. ADMINISTRATION OF THE FUNDS

- 3.1 The trustees of the Funds referred to in clauses 1.1 and 1.2 above shall have the right to appoint administrators for their Funds.
- 3.2 The trustees of the Funds shall consist of 50% trustees nominated by the union concerned and 50% of the trustees nominated by the employers' associations concerned. Designated alternates may take the place of trustees.
- 3.3 The benefits, contributions, rules and all other matters coincidental to the administration of the Funds shall be determined by the trustees of the Funds by majority vote. The benefits, contributions and rules shall not be inconsistent with this Agreement, the Act, or any other legislation and shall be lodged with the Registrar of Labour Relations.
- 3.4 Should the Council be appointed by either of the Funds as the Funds Administrator, the General Secretary of the Council or any of his staff delegated for this purpose shall be responsible for the proper administration of such Fund.
- 3.5 The trustees of the Fund(s) may refuse and/or withhold any or all benefits from any member and/or his dependants who, in its opinion, have acted in a manner calculated or reasonably likely to injure the interests of the Fund(s) or their members: Provided that such member shall be given the opportunity of submitting an appeal against the decision of the trustees to an independent body whose decision shall be final.
- 3.6 Any disputes concerning the interpretation, meaning or intention of any of the provisions of the Fund(s) or concerning the administration of the Funds which the trustees are unable to resolve, shall be referred to an independent person or body for a final and binding decision.
- 3.7 Should any of the Funds be administered by the Council, the Funds' trustees and employees of the Council shall not be liable for the debts and liabilities of the Fund(s).
- 3.8 Should any of the Funds be administered by the Council, the Funds' trustees and employees of the Council shall not be held responsible for any act which may result in loss to the Fund(s), where such act was done in good faith, and they shall be indemnified by the Fund(s) against all losses and expenses incurred by them in the course of their duties.

- 3.9 Should the Council be the administrators or be the collecting agent for any of the Funds, it shall not be held responsible for any contributions deducted and any contributions due and payable by any employer and/or member not paid to the Council upon sequestration or liquidation of any employer.
- 3.10 Should the Council be administrators or be the collecting agent for any of the Funds, all expenses incurred in connection with the administration or collection of contributions for the Fund(s) shall be charged against such Fund(s).

#### 4. OPERATION OF THE FUNDS

- 4.1 The Funds shall consist of -
  - 4.1.1 all contributions paid to the Funds;
  - 4.1.2 all income derived from the investment of any moneys or assets of the Funds; and
  - 4.1.3 all other moneys to which the Funds may become entitled.
- 4.2 Should the Council be the administrator of the Fund(s), all moneys accruing to the Fund(s) shall be deposited to the credit of the Fund(s) in a separate account with a registered bank within three working days after receipt thereof.
- 4.3 Should the Council be the administrator of the Fund(s), the moneys of the Fund(s) shall be used for payment of benefits and expenditure in accordance with the rules of the Fund(s).
- 4.4 Should the Council be the administrator of the Fund(s) when benefits become payable, the amount due from the Fund(s) to beneficiaries shall be paid by cheque, or transferred electronically or be paid in cash.
- 4.5 Should the Council be the administrator of the Fund(s), and payments from the Fund(s) are made by cheque, such cheques shall be signed by two trustees of the Fund(s) or any other person(s) nominated by the trustees for this purpose and countersigned by the General Secretary or any person(s) nominated by him.
- 4.6 Should the Council be the administrator of the Fund(s), any moneys held by the Fund(s) not required to meet current benefit payments and expenditure shall be invested in terms of section 53 (5) of the Act.

#### 5. AUDITING OF THE FUNDS

- 5.1 Auditors as defined in the Act shall be appointed by the Council to audit the accounts of the Funds at least once annually and by not later than 30 June of each year, and within six months after the end of each financial year, to prepare financial statements, including at least a statement of income and expenditure for the previous financial year and a balance sheet showing its assets, liabilities and financial position as at the end of the previous financial year.
- 5.2 Should the Council be the administrator of the Fund(s), the audited statements and the balance sheets of the Funds shall thereafter lie for inspection at the office of the Council and copies thereof, duly certified by the auditor and countersigned by the trustees of the Fund(s), together with any report made by the auditor thereon, shall be lodged with the Registrar of Labour Relations not later than 30 June of the following year of the period covered by such statements and balance sheets.

#### 6. EXPIRY OF THE COLLECTIVE AGREEMENT

- 6.1 Upon the expiry of this Collective Agreement or any extension thereof, the trustees in office at the time or the trustees appointed by the Registrar of Labour Relations shall continue to administer the Fund(s) for a period of at least two years in order to pay out benefits due to the beneficiaries and, subject to the approval of the Registrar of Labour Relations and moneys standing to the credit of the Fund(s) after the said period of at least two years shall accrue to the general funds of the Council.
- 6.2 If upon expiry of the said period of at least two years, the affairs of the Council have already been wound up and its assets distributed, the balance of the Fund(s) shall be distributed in terms of the provisions of the Council's Constitution.

#### 7. LIQUIDATION OF THE FUNDS

- 7.1 Upon the expiry of this Collective Agreement or any extension thereof and, in the event of no subsequent agreement being negotiated for the purpose of continuing the operations of the Fund(s) within two years from the expiry of this Collective Agreement or any extension thereof, the Fund(s) shall be liquidated by the Fund(s) trustees in terms of clause 7 of this Chapter.
- 7.2 In the event of the Fund(s) trustees in office at the time being unable to administer and/or liquidate the Fund(s) in terms of this clause, and/or being unable or unwilling to

discharge their duties, or a deadlock arising which renders the administration of the Fund(s) impracticable or undesirable in the opinion of the Registrar of Labour Relations, he may appoint a trustee or trustees to carry out the duties of the trustees and such trustee or trustees shall possess all the powers entrusted to the trustees for such purposes.

7.3 In the event of the dissolution of the Council or in the event of its ceasing to function during any period in which this Collective Agreement is binding in terms of the Act, the Fund(s) shall continue to be administered by the trustees in office at the time.

#### 8. BENEFITS INALIENABLE

- 8.1 The benefits provided for by the Fund(s) referred to in this Chapter shall not be transferable and any member who attempts to assign, transfer, pledge or hypothecate his rights shall forthwith cease to be entitled to any benefits whatsoever, and membership of the Fund(s) in respect of himself and his dependants shall be terminated.
- 8.2 No benefit or right to any benefit shall be capable of being ceded, transferred, assigned or otherwise made over, or pledged or hypothecated, nor shall any contribution made by a member or on his behalf be liable to be attached or be subject to any form of execution under a judgement or an order of a court of law.

#### 9. WITHHOLDING OF BENEFITS

An employee who is a member of any of the Fund(s) in this Chapter and who is entitled to benefits, shall at the absolute discretion of the trustees of the Fund(s) concerned be deprived of any benefits from any of the Fund(s) in the event of such employee making a false statement or in any way attempting to obtain benefits fraudulently or dishonestly.

# 10. PAYMENT OF CONTRIBUTIONS

10.1 Every employer shall forward monthly the required employee and employer contributions prescribed in Schedule 1 to this Agreement, together with return(s) in the form(s) specified to reach the Council not later than the tenth day of the month following the month during which the employee's deductions were required to be made. Interest on late payments shall be charged at 15% per annum. The return(s) shall be certified by the employer or his authorised representative as being true and correct.

10.2 If, in any particular month, no employees are employed, a NIL return, duly signed by the employer or his authorised representative, shall be submitted to the Council.

#### 11. AMENDMENT TO THE RULES

The trustees of the Fund(s) shall have the power to prescribe, alter and amend any rules for the administration of the Fund(s) and to make, amend and alter the rules governing the administration of the funds: Provided that such rules or amendments thereof shall not be inconsistent with provisions of any Collective Agreement entered into between the parties or the provisions of any other legislation. A copy of the rules and any amendments thereof shall be submitted to the Registrar of Labour Relations.

#### 12. SPECIAL PROVISIONS IN RESPECT OF THE FUNDS

# 12.1 The Furnmed Sick Benefit Society

- 12.1.1 Objectives of the Fund. The objectives of the Fund shall be
  - 12.1.1.1 to assist members and their registered dependants with the costs of medical services as may be specified in the Fund's rules, to be determined from time to time, which arise from illness, injury and/or accident;
  - 12.1.1.2 to assist members and their registered dependants with the costs of medication and/or other medical goods needed for the treatment of illness, injury and/or accident, subject to the rules of the Fund;
  - 12.1.1.3 to take such measures and do such things as the Fund's trustees may deem necessary for the prevention of illness, injury and accidents and for the improvement and promotion of the general health of members, dependants and persons employed or engaged in the Industry;
  - 12.1.1.4 to contract with any individual or group of hospitals, clinics, convalescent homes for the care of ill, injured or convalescent members and their registered dependants;
  - 12.1.1.5 to contract with any other person(s), body, institution or authority in respect of medical services as may be specified in the rules from time to time;
  - 12.1.1.6 to do all such things as are necessary, incidental or conducive to the general welfare and health of members and their registered dependants and to the attainment of the aforementioned objectives.

# 12.1.2 *Membership*

# 12.1.2.1 Voluntary membership

Employees who are employed in the Industry for whom wages are not specified in this Agreement may be admitted as voluntary members of the Furnmed Sick Benefit Society in terms of the Furnmed Sick Benefit Society's rules. Such employees shall be employed by an employer who is a member of an employers' organisations which is party to this Agreement. The provisions of this Agreement which are applicable to the Furnmed Sick Benefit Society as well as the rules of the Furnmed Sick Benefit Society shall *mutatis mutandis* apply to any such voluntary members of the Furnmed Sick Benefit Society.

# 12.1.2.2 Continuation membership

Employees who were voluntary or compulsory members of the Furnmed Sick Benefit Society immediately prior to permanent retirement from the Industry owing to old age (65 years or more of age) or to permanent disability as substantiated by a medical certificate(s), or dependant widows/widowers of deceased continuation members may be admitted as continuation members of the Furnmed Sick Benefit Society in terms of the Furnmed Sick Benefit Society's rules. The provisions of this Agreement which are applicable to the Furnmed Sick Benefit Society as well as the rules of the Furnmed Sick Benefit Society shall *mutatis mutandis* apply to any such continuation members of the Furnmed Sick Benefit Society.

# 12.1.2.3 Compulsory membership

CEPPWAWU members and all other employees who are employed in the Industry and for whom wages are prescribed in this Agreement and who are employed by an employer who is a member of an employers' organisation which is party to this Agreement, but excluding members of the Furnmed Sick Benefit Society who are referred to in clauses 12.1.2.1 and 12.1.2.2 above and excluding employees who are members of the National Union of Furniture and Allied Workers of South Africa or any other trade union, shall be deemed to be compulsory members of the Furnmed Sick Benefit Society and membership of the Furnmed Sick Benefit Society shall be regarded as a

condition of their employment, unless otherwise decided by the trustees of the Furnmed Sick Benefit Society. The provisions of this Agreement which are applicable to the Furnmed Sick Benefit Society as well as the rules of the Furnmed Sick Benefit Society shall *mutatis mutandis* apply to such compulsory members of the Furnmed Sick Benefit Society.

### 12.1.3 **Termination of membership**

Membership of this Society shall terminate within one month of a member leaving the Industry.

### 12.1.4 Reserves of the Furnmed Sick Benefit Society

If at any time the amount of moneys to the credit of the Furnmed Sick Benefit Society drops below the average of one month's contributions, the payment of benefits shall cease and shall not be resumed until the amount of moneys to the credit of the Furnmed Sick Benefit Society exceeds the aggregate of two months' contributions.

# 12.1.5 Right of recourse

If it is established that a member has ceased to be a member of the Furnmed Sick Benefit Society, and the Society has in error or contractually paid for any medical expenses incurred by such member and/or his registered dependants, the Fund trustees shall have the right to deduct the amount(s) from the member's own Provident Fund contributions and transfer the amount(s) due to the Society.

# 12.2 The NUFAWSA Sick Benefit Society

- 12.2.1 The NUFAWSA Sick Benefit Society may be administered by the Council or the Council may act as the collecting agent for the contributions which are payable to this Society.
- 12.2.2 The trustees of the NUFAWSA Sick Benefit Society shall determine what contributions should be paid and to whom such contributions will be paid.
- 12.2.3 The Council shall have the right when acting as an administrator or collecting agent for the Society's contributions to determine an administration fee and to deduct such an administration fee from contributions collected or to claim such a fee from the Society.

- 12.2.4 Objectives of the Fund. The objectives of the Fund shall be
  - 12.2.4.1 to assist members and their registered dependants with the costs of medical services as may be specified in the Fund's rules to be determined from time to time, which arise from illness, injury and/or accident;
  - 12.2.4.2 to assist members and their registered dependants with the costs of medication and/or other medical goods needed for the treatment of illness, injury and/or accident, subject to the rules of the Fund;
  - 12.2.4.3 to take such measures and do such things as the Fund's trustees may deem necessary for the prevention of illness, injury and accidents and for the improvement and promotion of the general health of members, dependants and persons employed or engaged in the Industry;
  - 12.2.4.4 to contract with any individual or group of hospitals, clinics, convalescent homes for the care of ill, injured or convalescent members and their registered dependants;
  - 12.2.4.5 to contract with any other person(s), body, institution or authority in respect of medical services as may be specified in the rules from time to time:
  - 12.2.4.6 to do all such things as are necessary, incidental or conducive to the general welfare and health of members and their registered dependants and to the attainment of the aforementioned objectives.

## 12.2.5 *Membership*

# 12.2.5.1 Voluntary membership

Employees who are employed in the Industry and for whom wages are not prescribed in this Agreement may be admitted as voluntary members of the NUFAWSA Sick Benefit Society, in terms of the NUFAWSA Sick Benefit Society's rules. Such employees shall be employed by an employer who is a member of an employers' organisations which is party to this Agreement and be registered members of NUFAWSA. The provisions of this Agreement which are applicable to the NUFAWSA Sick Benefit Society as well as the rules of the NUFAWSA Sick Benefit Society shall *mutatis mutandis* apply to any such voluntary members.

# 12.2.5.2 Continuation membership

Employees who were voluntary or compulsory members of the NUFAWSA Sick Benefit Society immediately prior to permanent retirement from the Industry owing to old age (65 years or more of age) or to permanent disability as substantiated by a medical certificate(s), or dependant widows/widowers of deceased continuation members may be admitted as continuation members of the NUFAWSA Sick Benefit Society in terms of NUFAWSA Sick Benefit Society's rules. The provisions of this Agreement which are applicable to the NUFAWSA Sick Benefit Society as well as the rules of the NUFAWSA Sick Benefit Society shall mutatis mutandis apply to any such continuation members of the NUFAWSA Sick Benefit Society.

### 12.2.5.3 Compulsory membership

Employees who are employed in the Industry and for whom wages are prescribed in this Agreement and who are members of the National Union of Furniture and Allied Workers of South Africa and who are employed by an employer who is a member of an employers organisation(s) which is party to this Agreement, but excluding members of the NUFAWSA Sick Benefit Society who are referred to in clauses 12.2.5.1 and 12.2.5.2 above, shall be deemed to be compulsory members of the NUFAWSA Sick Benefit Society and membership of the NUFAWSA Sick Benefit Society shall be regarded as a condition of their employment, unless otherwise decided by the Trustees of the NUFAWSA Sick Benefit Society. The provisions of this Agreement which are applicable to the NUFAWSA Sick Benefit Society as well as the rules of the NUFAWSA Sick Benefit Society shall mutatis mutandis apply to such compulsory members of the NUFAWSA Sick Benefit Society.

# 12.2.6 **Termination of membership**

Membership of this Society shall terminate within one month of a member leaving the Industry.

#### 12.2.7 Reserves of the NUFAWSA Sick Benefit Society

If at any time the amount of moneys to the credit of the NUFAWSA Sick Benefit Society drops below the average of one month's contributions, the payment of benefits shall cease and shall not be resumed until the amount of moneys to the credit of the NUFAWSA Sick Benefits Society exceeds the aggregate of two months' contributions.

### 12.2.8 **Right of recourse**

If it is established that a member has ceased to be a member of the NUFAWSA Sick Benefit Society, and the Society has in error or contractually paid for any medical expenses incurred by such member and/or his registered dependants, the Funds trustees shall have the right to deduct the amount(s) from the member's own Provident Fund contributions and transfer the amount(s) due to the Society.

#### **CHAPTER 3**

#### **NEGOTIATING PROCEDURES AND DISPUTE SETTLEMENT PROCEDURES**

#### 1. Preamble

- 1.1 The procedures set out in this Agreement shall be adopted to deal with all disputes arising within the Council's scope.
- 1.2 Wage negotiations in respect of employees who are employed by employers who are members of the Curtain Makers and Allied Products Association shall be conducted separately from wage negotiations of the Furniture, Bedding and Upholstery Sectors as and when agreed to by the parties concerned.

# 2. Procedure for the negotiation of collective agreements

- 2.1 Any party of the Bargaining Council may introduce proposals for the conclusion or amendment of a collective agreement in the Bargaining Council.
- The proposals must be submitted at least 2 months prior to the effective date of the amendments concerned. The proposals must be submitted to the General Secretary in writing and must identify the other parties to the proposed agreement.
- 2.3 Within seven days of submission of the proposals, the General Secretary must serve copies of the proposals on the other parties to the council.

- 2.4 Within 21 days of submission of the proposals or at any other time that all the parties agree to, the General Secretary must call a special meeting of the executive committee to consider the proposals and to decide on a process for negotiating the proposals, including-
  - 2.4.1 the introduction of counter-proposals;
  - 2.4.2 whether the negotiations should be concluded by the Bargaining Council, the executive committee or any other committee appointed by the Bargaining Council;
  - 2.4.3 the possible appointment of a mediator to facilitate the negotiations; and
  - 2.4.4 the timetable for the negotiations.
- 2.5 If no negotiation process is agreed upon-
  - 2.5.1 the General Secretary must appoint a mediator to facilitate negotiations if it was so agreed upon and to conclude a collective agreement;
  - 2.5.2 the Bargaining Council must meet at least twice within 30 days of the meeting to negotiate on the proposals and any counter proposals, unless a collective agreement has been concluded;
  - 2.5.3 the mediator must facilitate the negotiations at those meetings and facilitate the negotiations for the conclusion of a collective agreement, unless otherwise agreed to by the parties.
- 2.6 If no collective agreement is concluded in the course of this process or the procedure contemplated in this clause-
  - 2.6.1 any of the parties or both the parties to the Bargaining Council may-
    - 2.6.1.1 refer a dispute to arbitration as contemplated in clause 3 of this Chapter; or

- 2.6.1.2 resort to a strike or a lock-out that conforms with the provisions of the Act; or
- 2.6.2 any party to the dispute whose members are engaged in essential services may request that the dispute in respect of the employers and the employees engaged in those services be resolved through arbitration as contemplated in clause 3 of this Chapter.
- 2.7 In the circumstances contemplated in subclause 2.6.1.1, the General Secretary must appoint any independent arbitrator, including any panellist, to arbitrate the dispute.
- 2.8 If the parties to a dispute disagree on an arbitrator for their dispute, the General Secretary shall appoint any other arbitrator to arbitrate the dispute referred to the General Secretary in terms of this Council's Collective Agreement.
- 2.9 During a strike or lock-out as contemplated in subclause 2.6.1.2, the parties to the dispute must attend every meeting convened by a conciliator, mediator and/or arbitrator to resolve the dispute.
- 2.10 If any party to the dispute fails to attend without any good cause shown, the members of that party-
  - 2.10.1 if they participate in a strike, will forfeit the protection they would have enjoyed in terms of the Act;
  - 2.10.2 if they are engaged in a lock-out, will forfeit the protection they would have enjoyed in terms of the Act.

#### 3. Disputes between parties to the bargaining council

Any dispute arising between the parties to the Bargaining Council other than disputes referred to in clauses 2 and 4 of Chapter 3, shall be subject to arbitration and shall be dealt with as follows:

3.1 The party or parties who claim that a dispute exists must refer the dispute in writing to the General Secretary of the Bargaining Council within 30 calendar days from the date the dispute arose.

- 3.2 The written referral must reflect the following information:
- 3.3 the details of the party or parties referring the dispute;
- 3.4 the details of the party or parties with whom the referring party is in dispute;
- 3.5 the nature of the dispute;
- 3.6 the date the dispute arose;
- 3.7 the outcome the referring party requires.
- 3.8 The referral must reach the General Secretary of the Bargaining Council together with proof from the party or parties who refer the dispute satisfying the General Secretary that a copy of the referral has been served on all other parties to the dispute.
- 3.9 The General Secretary shall appoint an independent arbitrator, which may include a panellist, within 14 calendar days of receiving the written referral and proof that a copy of the referral has been served on all other parties to the dispute.
- 3.10 The arbitrator may conciliate and/or arbitrate the dispute in terms of the Act as if it were one of those disputes referred to in the Act and must hand down either a settlement in the case of a conciliation or a ruling in the case of an arbitration, within seven calendar days of the conciliation or arbitration been finalised.
- 3.11 The settlement or ruling as referred to in clause 3.10 above shall be final and binding on the parties to the dispute.
- 3.12 The total cost to the above-mentioned process shall be paid by the Council's General Fund.
- 3.13 The process as described in this clause may be deviated from only if a future collective agreement determines a different process or by agreement between the parties to the dispute.

# 4. All other disputes

- 4.1 All other disputes excluding the disputes referred to in clauses 2 and 3 above, must be referred to this Bargaining Council and shall be subjected to conciliation and/or arbitration and shall be dealt with in terms of the Act and the prevailing rules of the CCMA, on condition that such disputes fall within the scope of this Bargaining Council. Such disputes shall be dealt with as follows:
  - 4.1.1 The party or parties who claim that a dispute exists must refer the dispute in writing to the Bargaining Council in accordance with the provisions of the Act and the rules of the CCMA.
  - 4.1.2 The party referring the dispute must complete the referral on the prescribed referral form of the Bargaining Council.
- 4.2 The referral must reach the Bargaining Council together with proof from the party or parties who refer the dispute satisfying the Bargaining Council that a copy of the referral has been served on all other parties to the dispute.
- 4.3 The General Secretary or any delegated official shall refer the dispute to a member of the Council's panel of conciliators and/or arbitrators after receiving the written referral and proof that a copy of the referral has been served on all other parties to the dispute.
- 4.4 The arbitrator may conciliate and/or arbitrate the dispute in terms of the Act and the rules of the CCMA and must attempt to hand down either a settlement in the case of a conciliation or a ruling in the case of an arbitration.
- 4.5 A Council panellist may be appointed to both the conciliation and arbitration panels and a panellist shall be eligible for reappointment if the Council so wish, unless he or she has indicated otherwise in writing to the General Secretary.
- 4.6 A fund shall be established by the Bargaining Council to meet the expenses incurred during this dispute resolution process.
- 4.7 The fund referred to above may be funded by-
  - 4.7.1 Regularly applying for subsidies to the governing body of the CCMA as prescribed;

- 4.7.2 the Council charging fees for performing any of these functions for which it is accredited and which functions it is allowed to perform in terms of the Act:
- 4.7.3 instituting a dispute resolution levy which will be payable by the employers and employees in the Industry.
- 4.8 All expenses incurred through the dispute resolution process shall be paid by the fund referred to in clause 4.6.
- 4.9 The provisions of clause 4 of Chapter 2 of this Agreement regarding financial control of funds shall apply to this fund.

#### 5. General

- 5.1 Functions to be performed by the Council in terms of this Agreement shall be performed by the General Secretary. The General Secretary may delegate any of his functions and responsibilities.
- 5.2 Expenses incurred through conciliation and/or arbitration proceedings may be charged in any manner, but at a reasonable rate to be determined by the Council. A commissioner who presides in any conciliation or arbitration proceedings at this Council is hereby empowered to impose any fee, fine or penalty allowed or prescribed either by the Act, the CCMA rules or as such commissioner may reasonably deem fit.
- 5.3 The Council shall establish and maintain panels of arbitrators and conciliators to carry out the arbitration and conciliation functions in terms of this Agreement. The Council may at any stage decide to remove a person from a panel for whatever reason it considers appropriate including, but not limited to, incapacity or misconduct. Any other independent accredited conciliator or arbitrator may be used if good cause can be shown.
- Any notice or service required in terms of this Agreement may be given by telefax, hand delivery, registered post, telegram or telex.
- 5.5 The Council may be a party to a dispute which is processed in terms of this Agreement.

5.6 Expressions and phrases in this Collective Agreement, unless the context otherwise indicates, have the same meaning as those defined in the Labour Relations Act, 1995.

# 5.7 **Referral of disputes**

All disputes which may be referred to a bargaining council in terms of the Act, and which fall within this Council's registered scope, shall be referred to this Council in accordance with the Act and the rules of the CCMA.

# 5.8 Lodging of complaints

All complaints with regard to the non-compliance of this Agreement shall be lodged with this Council. The Council shall investigate all such complaints and may take whatever steps it deems necessary to resolve such complaints. In this regard, without limiting the powers of the Council or the powers of agents/designated agents of the Council, the powers specifically reflected in Sections 33 and 33A of the Act shall be utilised to resolve such complaints in the most amicable way. This may include the conciliation and/or arbitration procedures in terms of the Act and the rules of the CCMA.

# 5.9 **Compliance orders**

Without limiting the powers of the Council, the Council may issue compliance orders, which call upon an establishment, a person or party to act in accordance with or comply in a specific manner and within a specific time period with the provisions of this Collective Agreement.

#### 5.10 Appointment of an independent agency

In the event of an accredited agency being appointed as contemplated in clause 5.3 above to conciliate or arbitrate any of the disputes of the Council for whatever reason, such disputes shall nevertheless be conducted in accordance with this Agreement.

#### **CHAPTER 4**

# A. OCCUPATION SKILLS LEVELS – FURNITURE, BEDDING AND UPHOLSTERY SECTOR

#### 1. General workers

Work at this level is of a manual and/or repetitive nature. Minimum skill is required and limited discretion and limited judgement applies. The employee will work under direct supervision.

# Nature of work performed:

All types of manual labour of a repetitive nature.

# Some job titles:

Truck assistant, cleaner, machine feeder, packer, stacker, sand paperer, operating a filling machine, securing mattress panels to springs, tea persons, other non-production operations, etc.

# 2. Semi-skilled employees

Employees at this level will have limited skills training and are required to exercise limited discretion in performing tasks.

Employees work under direct supervision.

They will have a basic understanding of work flow and sectional output, meeting required quality standards.

## Nature of work performed:

- \* Setting up and/or operating continuous processing machines.
- \* Clerical staff e.g. storeman, despatch clerk, etc

#### Some job titles:

Spray painting, silk screening, upholstering basic furniture e.g. occasional chairs, dining room/kitchen chairs, studio couches, repetitive welding in a jig, sandblasting, drivers, assemblers, etc.

# 3. Skilled employees

Employees at this level either have a recognised tertiary qualification or have gained competence through experience.

The employee is required to exercise a considerable degree of discretion and will be able to read technical drawings where necessary.

The employee must accept responsibility for meeting production outputs at an acceptable quality level.

# Qualifications and nature of work performed:

- All artisans who obtained a recognised artisan qualification.
- Technical staff who obtained a recognised technical qualification equivalent to at least M + 3.
- Using a computer to construct working drawings and production schedules.

# 4. Chargehand

Employees at this level will have a broad knowledge of the discipline that they supervise. They may be working chargehands or supervisory chargehands. They must be competent and trained in people management skills and will be responsible for outputs in the section within acceptable parameters. These employees will be supervisors of only general workers.

They will be required to exercise analytical skills with a relevant high level of decision making.

# 5. Foreman/Supervisors

Employees at this level will have experience in more than one discipline with competency in people management skills (e.g. motivation, discipline, safety and security, etc.)

They will be able to work from complex drawings and will be able to interpret and apply technical skills. They will be versed in on the job training. Employees at this level will regularly meet output targets maintaining an acceptable quality standard.

# B. OCCUPATION SKILLS LEVELS – CURTAINING SECTOR

#### 1. General workers

- i) Cleans in factory, folds and packs away fabric and remnants.
- ii) Makes teas, light lunches, cleans staff tea rooms.
- iii) Pulls up curtain tapes to size and attaches hooks and trims to size.
- iv) Uses an iron, steam-iron or presser and also cleans fabrics.
- v) Loads and unloads goods.

# 2. Semi-skilled employee

- i) Checks for flaws, calculates cutting sizes, makes tickets and cuts fabric.
- ii) Prepares, covers and decorates pelmets.
- iii) Machines frills, borders, piping, zips, swags and tails.
- iv) Acts as storeman.
- v) Machines, joins patterned fabric, attaches tapes, marks and pleats headings.
- vi) Joins and hems plain fabric, overlocks and blind stitches plain and patterned fabrics.

- vii) Cuts fabric previously marked and marks and cuts lining.
- viii) Measures, marks and trims curtains and other items to size and shapes.
- ix) Drives a light delivery vehicle, but does not fit curtains.
- x) Stitches by hand on any items, including pelmets.
- xi) Fits products associated with window treatment under the supervision of a fitter and cuts and covers rails, rods and battens.
- xii) Prepares pelmets under the supervision of a pelmet maker.

# 3. Skilled employee

- i) Prepares patterns, marks and cuts swags and tails.
- ii) Fits curtains and associated products.

# 4. Chargehand

Supervises sections of the curtain-making process.

# 5. Foreman/Supervisor

Supervises the entire curtain-making process.

#### **SCHEDULE 1**

# CONTRIBUTIONS, LEVIES, MONEYS AND REGISTRATION FEE PAYABLE TO THE COUNCIL

#### 1. LEAVE PAY MONEYS

- 1.1 The amount payable by the employer shall be calculated at 5% of the ordinary hours worked by the employee and on the hours which would ordinarily have been worked by the employee on paid public holidays only.
- 1.2 The amount payable for working employers shall be 5% of a foreman's prescribed minimum weekly wage.
- 1.3 No Leave Pay moneys are payable on wages which are payable for overtime wages, Sunday work, allowances and on wages which are payable for sick leave days, study leave days, family responsibility leave days and trade union representative leave days.

#### 2. HOLIDAY BONUS MONEYS

The amount payable by the employer shall be calculated on the ordinary hours worked by the employee and on the hours which would ordinarily have been worked by the employee on paid public holidays only and shall be determined as follows:

- 2.1 10% of the employee's ordinary weekly wages if the employee has lost 20 minutes or less of the full possible number of ordinary hours that the employee is entitled to be paid for in any specific pay week for ordinary hours worked and paid public holiday hours.
- 2.2 5% of the employee's ordinary weekly wages if the employee has lost between 21 minutes and 60 minutes of the full possible number of ordinary hours that the employee is entitled to be paid for in any specific pay week for ordinary hours worked and paid public holiday hours.
- 2.3 10% of a foreman's prescribed minimum weekly wage for working employers.
- 2.4 No Holiday Bonus moneys are payable on wages which are payable for overtime wages, Sunday work, allowances and on wages which are payable for sick leave days, study leave days, family responsibility leave days and trade union representative leave days.
- 3. **PROVIDENT FUND** (payable only when more than 16 hours' wages per week have been paid):

3.1 **Employees in Industry:** 6% of normal weekly wage from the employee per week plus an equal amount

from the employer.

3.2 **Working employers:** 12% of a foreman's prescribed weekly wage.

4. **ADDITIONAL PROVIDENT FUND** (payable only when more than 16 hours' wages per week have been paid)

All employees in the Industry and all employers in the Industry, including working employers who do not contribute to either Furnmed Sick Benefit Society or the NUFAWSA Sick Benefit Society, shall pay the following additional Provident Fund contributions equal to the Furnmed Sick Benefit Society's member contributions:

- 4.1 Additional Provident Fund contributions payable (for all areas excluding the Free State Province)
  - 4.1.1 Employees in Industry refer to clause 5.1.1 below.
  - 4.1.2 Employers in Industry refer to clause 5.1.1 below.
  - 4.1.3 Working employers in Industry refer to clause 5.1.4 below.
- 4.2 Additional Provident Fund contributions payable (for the Free State Province ONLY)
  - 4.2.1 Employees in Industry refer to clause 5.2.1 below.
  - 4.2.2 Employers in Industry refer to clause 5.2.1 below.
  - 4.2.3 Working employers in Industry refer to clause 5.2.4 below.

# 5. SICK BENEFIT SOCIETIES

5.1 FURNMED SICK BENEFIT SOCIETY (For all areas excluding the Free State Province) (payable only when more than 16 hours' wages per week have been paid)

5.1.1 Member: R27-50 per week payable

by the employee and

R60-50 per week payable

by the employer.

5.1.2 Adult dependants: R30-00 per week payable,

per adult dependant, payable by the employee

only.

5.1.3 Minor dependants: R30-00 per week, per minor

dependant, payable by the

employee only.

5.1.4 Extraordinary dependants: R88-00 per week, per

extraordinary dependant, payable by the employee

only.

5.2 FURNMED SICK BENEFIT SOCIETY (for the Free State Province ONLY) (payable only when more than 16 hours' wages per week have been paid)

5.2.1 Member: R10-00 per week payable

> by the employee and R71-00 per week payable

by the employer.

5.2.2 Adult dependants: R30-00 per week payable,

> per adult dependant, payable by the employee

only.

5.2.3 Minor dependants: R30-00 per week, per minor

dependant, payable by the

employee only.

5.2.4 Extraordinary dependants: R81-00 per week, per

> extraordinary dependant, payable by the employee

only.

5.3 NUFAWSA SICK BENEFIT SOCIETY (For all areas excluding the Free

<b>State Province)</b> (payable only when more than 16 hours' wages per week have
been paid)

5.3.1 Member plus 1 to 3 R54-50 per week payable

> dependants employee by the and

> > R60-50 per week payable

by the employer."

4<sup>th</sup> and 5<sup>th</sup> dependants 5.3.2 R12-50 per week, per

dependant, payable by the

employee only.

6<sup>th</sup> and more dependants 5.3.3 R92-00 per week, per

dependant, payable by the

employee only.

5.3.4 Extraordinary dependants R92-00 per week, per

extraordinary dependant, payable by the employee

only.

5.4 **NUFAWSA SICK BENEFIT SOCIETY (for the Free State Province ONLY)** (payable only when more than 16 hours' wages per week have been paid)

5.4.1	Member plus 1 to 3	R10-00 per week payable	
	dependants	by the employee and	
		R71-00 per week payable	
		by the employer.	
5.4.2	4 <sup>th</sup> and 5 <sup>th</sup> dependants	R12-50 per week, per	
		dependant, payable by the	
		employee only.	
5.4.3	6 <sup>th</sup> and more dependants	R92-00 per week, per	
		dependant, payable by the	
		employee only.	
5.4.4	Extraordinary dependants	R92-00 per week, per	
		extraordinary dependant,	
		payable by the employee	
		only.	

- 5.5 Increases in employer and/or employee contributions payable to the Furnmed Sick Benefit Society and the NUFAWSA Sick Benefit Society shall be negotiated annually.
- 6. **COUNCIL LEVIES:** These levies shall be payable only when more than 16 hours' wages per week have been paid and shall amount to R5,30 per week by the employer and R5,30 per week by the employee.

The Council levies shall be increased annually by the average percentage of the Industry's wage increases.

7. **DISPUTE RESOLUTION LEVIES:** These levies shall be payable only when more than 16 hours' wages per week have been paid and shall amount to R0-00 per week by the employer and R0-00 per week by the employee.

# 8. **REGISTRATION FEE**

Every employer who registers with this Council shall pay a registration fee of R500-00 per establishment upon registration.

#### **SCHEDULE 2**

# SPECIFIED MINIMUM WEEKLY WAGE INCREASES, MINIMUM WEEKLY WAGE RATES AND SUBSISTENCE ALLOWANCE (for all areas excluding the Province of the Free State)

# 1. Specified minimum weekly wage increases and minimum weekly wage rates:

Sectors	Occupation Skills Level	Occupation Skills Level Code	Minimum weekly wage increases effective for parties as from 1 July 2008 and for non-parties on such date as may be fixed by the Minister of Labour	Minimum weekly wage rates effective for parties as from 1 July 2008 and for non-parties on such date as may be fixed by the Minister of Labour
Furniture, Bedding and	General worker	05	8% of actual weekly wages	R400-00
Upholstery	Semi-skilled employees	04	8% of actual weekly wages	R633-55
	Skilled employees	03	8% of actual weekly wages	R680-72
	Chargehands	02	8% of actual weekly wages	R734-32
	Foremen/ Supervisors	01	8% of actual weekly wages	R734-32
Curtaining	General worker	05	8% of actual weekly wages	R365-00
	Semi-skilled employees	04	8% of actual weekly wages	R516-79
	Skilled employees	03	8% of actual weekly wages	R587-30
	Chargehands	02	8% of actual weekly wages	645-25
	Foremen/ Supervisors	01	8% of actual weekly wages	645-25

#### 2. Subsistence allowance

A minimum subsistence allowance of R45-00 per night is payable.

# SCHEDULE 3

# SPECIFIED MINIMUM WEEKLY WAGE INCREASES, MINIMUM WEEKLY WAGE RATES AND SUBSISTENCE ALLOWANCE (for the Free State Province ONLY)

1. Specified minimum weekly wage increases and minimum weekly wage rates:

Sectors	Occupation Skills Level	Occupation Skills Level Code	Minimum weekly wage increases effective for parties as from 1 July 2008 and for non-parties on such date as may be fixed by the Minister of Labour	Minimum weekly wage rates effective for parties as from 1 July 2008 and for non- parties on such date as may be fixed by the Minister of Labour
Furniture, Bedding and	General worker	05	8% of actual weekly wages	R400-00
Upholstery	Semi-skilled employees	04	8% of actual weekly wages	R494-26
	Skilled employees	03	8% of actual weekly wages	R649-77
	Chargehands	02	8% of actual weekly wages	R697-06
	Foremen/ Supervisors	01	8% of actual weekly wages	R697-06
Curtaining	General worker	05	8% of actual weekly wages	R377-67
	Semi-skilled employees	04	8% of actual weekly wages	R470-72
	Skilled employees	03	8% of actual weekly wages	R618-83
	Chargehands	02	8% of actual weekly wages	R663-87
	Foremen/ Supervisors	01	8% of actual weekly wages	R663-87

# 2. Subsistence allowance

A minimum subsistence allowance of -

2.1 R160-00 per day is payable, where the employee pays for his own food and accommodation; or

69

2.2 R65-00 per day is payable, where the employer pays for the employee's accommodation only.

# 1 JULY 2009 TO 30 JUNE 2010

Minimum weekly wage increases effective 1 July 2009 shall be 8% of actual weekly wages for the period ending 30 June 2010 provided that CPI-X for the year ending April 2009 is not below 6% or above 10%. If the CPI-X for the year ending April 2009 is below 6% or above 10% the parties to the agreement shall meet to negotiate wage increases for the period 1 July 2009 to 30 June 2010.

Agreement signed at Johannesburg on this 17<sup>th</sup> day of June 2008.

# **P NTIMANE**

Chairman

#### **P LUNGA**

Vice-chairman

# **WA JANSE VAN RENSBURG**

**General Secretary**