



NOTICE OF INTENT: TO AMEND A CONTRACT FOR BID 8/2/3/18 – RENDERING OF BANKING AND CASH COLLECTIONS SERVICES

SECTION 116 (3) (a) (b) (i) & (ii) PROCESS

Notice is hereby given in terms of Municipal Finance Management Act (Act 56 of 2003) Section 116 (3) (a) (b) (i) & (ii) read in conjunction with Section 21 A of the Municipal Systems Act, 2000 (Act No. 32 of 2000) that the municipality has the intention to amend an existing contract procured through the supply chain management policy of MLM.

BACKGROUND

The formal bid process was followed to appoint a service provider to render banking services for MLM.

The BAC at its 141st meeting held on 17 June 2009 inter alia resolved the following:

- "1. That ABSA Bank who scored the highest points be approved to render the banking and cash collection services for Midvaal Local Municipality for the period 01 July 2009 to 30 June 2014 at the rates as stipulated in the tender documents subject to the availability of funds.*
- 2. That the successful bidder be informed that the contract is for the period 1 July 2009 until 30 June 2014 financial years but that the Council may review or cancel the contract or part thereof before the start of every financial year namely 2010 to 2011, 2011 to 2012, 2012 to 2013 and 2013 to 2014."*

REASONS FOR THE PROPOSED AMENDMENT TABLED AND APPROVED BY THE COUNCIL AT ITS 2ND MEETING HELD ON 27 FEBRUARY 2014 UNDER ITEM: 9.A.7 - C1057/02/2014

The Municipal Demarcation Board promulgated the re-determined municipal boundaries for various municipalities including Midvaal Local Municipality in Provincial Gazette Extraordinary dated 8 August 2013 No. 229.

As part of the amalgamation process, municipalities were requested to not bind the proposed metro with long term contracts.

Taking this process into consideration it is proposed that the contract with ABSA Bank Ltd be extended for a period of two years effective from 01 July 2014 until 30 June 2016 subject to the approval and consent of ABSA Bank, in terms of Section 116 (3) of the MFMA.

The public is hereby invited to submit written comments or representations within 21 days from the date of this notice (on or before 31 March 2014), to the office of the Municipal Manager in respect of the proposed amendment. Such comments or representations must be submitted to the under-mentioned address.

For more information and or any person who cannot write may come during office hours to the office of the Chief Financial Officer, where Mrs A van Schalkwyk at (016) 360-7406 will assist to transcribe your comments or representations.

ORIGINAL SIGNED BY THE MUNICIPAL
MANAGER

MR ASA DE KLERK
MUNICIPAL MANAGER
10 MARCH 2014

MN 984/14

MIDVAAL LOCAL MUNICIPALITY
MITCHELL STREET
MEYERTON, 1961