

MIDVAAL LOCAL MUNICIPALITY

**MINUTES OF THE 8TH ORDINARY MEETING OF 2021 HELD ON WEDNESDAY,
25 AUGUST 2021 AT 13:30 VIA TEAMS**

C 2623/08/2021
MC A/5599/08/2021

- 9.A.6 **FS]: REPORT ON DEVIATIONS FROM THE SUPPLY CHAIN MANAGEMENT
POLICY AS REQUIRED BY THE MUNICIPAL SUPPLY CHAIN MANAGEMENT
REGULATIONS: MONTH OF JULY 2021**

8/1/1

COMPETENCY: COUNCIL

RESOLVED

That the report on the deviations from the MFMA Supply Chain Management Policy, as required by the Municipal Supply Chain Regulations, for the month of July 2021, be noted.

C 2623/08/2021
MC A/5599/08/2021

9.A.6 FSJ: REPORT ON DEVIATIONS FROM THE SUPPLY CHAIN MANAGEMENT POLICY AS REQUIRED BY THE MUNICIPAL SUPPLY CHAIN MANAGEMENT REGULATIONS: MONTH OF JULY 2021

8/1/1

COMPETENCY: COUNCIL

PURPOSE

To report on deviations from the supply chain management policy as required by the Municipal Supply Chain Management (MFMA) Regulations for the month of July 2021.

RECOMMENDATION

That the report on the deviations from the MFMA Supply Chain Management Policy, as required by the Municipal Supply Chain Regulations, for the month of July 2021, be noted.

REPORT

The Municipal Supply Chain Management Regulations published under General Notice 868 in Government Gazette 27636 of 30 May 2005, inter alia, contains the following reporting requirements:

“Regulation 6 provides that the council of a municipality has an oversight role over the implementation of its supply chain management policy.

- (1) *The council of a municipality must maintain oversight over the implementation of its supply chain management policy.*
- (2) *For the purposes of such oversight the accounting officer must –*
 - (ii) *Whenever there are serious and material problems in the implementation of the supply chain management policy, immediately submit a report to the council of the municipality.”*

The following Regulations are applicable to the implementation of the SCM policy and reported on as per the SCM regulations:

REPORT	SCM REGULATION NO	REPORT TO	FREQUENCY	RESPONSIBLE PERSON
Report on deviations from SCM Policy	36(2)	Council	Monthly (next Council meeting)	DD SCM
Report whenever there are serious and material problems in the implementation of the SCM Policy, immediately submit a report to the Council	6 (2) (a) (iii)	Council	Immediately (as and when applicable)	DD SCM

MIDVAAL LOCAL MUNICIPALITY: MFMA SCM REGULATIONS - REGULATION 36 (1) & (2) OF THE: DEVIATIONS AND RATIFICATION OF MINOR BREACHES OF PROCUREMENT PROCESS

1. The Accounting Officer may dispense with the official procurement processes established by Midvaal Local Municipality's SCM policy and procure goods or services through a convenient process which includes:

- i) Emergency;
- ii) Goods and services produced or available from a single provider only;
- iii) Special works of art, historical objects;
- iv) Animals for zoos;
- v) Exceptional cases where it is impractical or impossible to follow the official procurement process.

Herewith the report to Council on purchases that could not follow the official procurement process for the month of July 2021:


(i) PURCHASES ACQUIRED IN EMERGENCY CASES					
R/N	DEP	DESCRIPTION	DATE	REASON	AMOUNT
JULY001/2021-2022	CORP SERV	Bidvest Waitons -- a division of Bidvest Office Pty Ltd: Transportation of 39 photocopiers to Centrafin (Apex) warehouse	2021/07/27	Regulation 36(1)(a)(i) urgent delivery of machines to Centrafin (Apex) warehouse. As part of the contract, the Municipality is obligated to return the machines to the Apex warehouse within 30 days after the lapse of the contract. The Municipality considered the option of transporting these machines using our own vehicles but there was a huge risk of insurance while in transit, as the Municipality's core business is not logistics. Further to that, a 7-day tender was also considered but that would have resulted in delays and penalties being charged, subsequently leading to fruitless and wasteful expenditure.	R31 395.00
TOTAL				TOTAL	R31 395.00
(ii) PURCHASES ACQUIRED WHERE GOODS AND SERVICES PRODUCED OR AVAILABLE ARE FROM A SINGLE PROVIDER ONLY/AGENTS					
R/NR	DEP	DESCRIPTION	DATE	REASON	AMOUNT
		NONE			
(iii) SPECIAL WORKS OF ART OR HISTORIC OBJECTS					
R/N	DEPT	DESCRIPTION	DATE	REASON	AMOUNT
		NONE			

(iv) ACQUISITION OF ANIMALS FOR ZOOS AND/OR NATURE AND GAME RESERVES					
R/N	DEPT	DESCRIPTION	DATE	REASON	AMOUNT
		NONE			
(v) IMPRACTICAL OR IMPOSSIBLE					
R/N	DEPT	DESCRIPTION	DATE	REASON	AMOUNT
		NONE			
TOTAL					

Implementation of the SCM policy Regulation 6 (2) (a) (iii)

That it be noted that there are no serious or material problems in the implementation of the MFMA SCM policy.

PREPARED BY:


MRS N GITE
DEPUTY DIRECTOR: SCM
03 AUGUST 2021

REVIEWED BY:


MR. F JONAS
DIRECTOR: EXPENDITURE
03 AUGUST 2021

RECOMMENDED / NOT RECOMMENDED-


MS. K DESAI
ACTING CHIEF FINANCIAL OFFICER
03 AUGUST 2021

APPROVED / NOT APPROVED


MR. SM MOSIDI
ACTING MUNICIPAL MANAGER
03 AUGUST 2021