

**MIDVAAL LOCAL MUNICIPALITY**

**MINUTES OF THE 1<sup>ST</sup> ORDINARY MEETING OF 2022 HELD ON THURSDAY,  
27 JANUARY 2022 AT 14:00 IN THE COUNCIL CHAMBERS**

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**C 2744/01/2022**  
**MC A/5680/01/2022**

**9.A.9 [FS]: REPORT ON DEVIATIONS FROM THE SUPPLY CHAIN MANAGEMENT  
POLICY AS REQUIRED BY THE MUNICIPAL SUPPLY CHAIN MANAGEMENT  
REGULATIONS: MONTH OF NOVEMBER 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 November 2021, be noted.

C 2744/01/2022  
MC A/5680/01/2022

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

		<b>(i) PURCHASES ACQUIRED IN EMERGENCY CASES</b>					
R/N	DEP	DESCRIPTION	DATE	REASON	AMOUNT		
NOV001/2021-2022	COMM SERV	Rokopo Investments (Pty) Ltd - Shock for fire truck	2021/11/09	Regulation 36(1)(a)(i) emergency replacement of the front shocks for the fire truck which is currently the only operational vehicle. The shocks needed to be replaced urgently in case assistance is required in an emergency.	R 2 599,00		
NOV004/2021-2022	ENG SERV	Oxy Trading 541 - sewer blockage	2021/11/15	Regulation 36(1)(a)(i) emergency unblocking of the sewer line. There was a blockage in Riversdale. The blockage was caused by large foreign objects which required the use of a honey sucker with a jetting machine to unblock. The MLM's honey sucker is currently out of commission being repaired, therefore a honey sucker had to be sourced. This would have resulted in health issues for the surrounding residents.	R 106 513,00		
<b>TOTAL</b>					<b>R 109 112,00</b>		
		<b>(ii) PURCHASES ACQUIRED WHERE GOODS AND SERVICES PRODUCED OR AVAILABLE ARE FROM A SINGLE PROVIDER ONLY/AGENTS</b>					
R/NR	DEP	DESCRIPTION	DATE	REASON	AMOUNT		
NOV005/2021-2022	COMM SERV	Marce Projects- Servicing of TNT hydraulic equipment- BP41DJGP	2021/11/23	Regulation (1)(a)(ii) Marce Projects is the only authorised agent to service the TNT product range and related products in South Africa.	R 17 250,00		
NOV006/2021-2022	COMM SERV	Marce Projects- Servicing of TNT hydraulic equipment- KMD454GP	2021/11/23	Regulation (1)(a)(ii) Marce Projects is the only authorised agent to service the TNT product range and related products in South Africa.	R 27 765,00		
<b>TOTAL</b>					<b>R 45 016,00</b>		
		<b>(iii) SPECIAL WORKS OF ART OR HISTORIC OBJECTS</b>					
R/N	DEPT	DESCRIPTION	DATE	REASON	AMOUNT		

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(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
NOV002/2021-2022	CORP SERV	Arena Holdings (Pty) Ltd- placement of Accounting Officer and Chief Financial Officer: vacancy advert on National media platform	2021/11/11	Regulation (1)(a)(v) The regulations related to the appointment and employment conditions of senior managers specifies that the advertisement be placed in a National paper. Services of Arena Holdings (Sunday Times) have been used prior with good response rate and it would be impractical to source quotations due to different publications serving different readership	R 97 983,80
NOV005/2021-2022	COMM SERV	Universal Knowledge Software- Library software system training	2021/11/12	Regulation (1)(a)(v) The library uses Symphony Workflows software system and Universal Knowledge Software is the only licensed service provider in Africa who is duly authorised to make use of this SirstDymix product	R 34 746,91
<b>TOTAL</b>					<b>R 132 740,71</b>

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

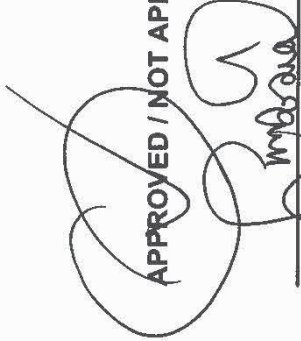
That it be noted that there are no serious or material problems in the implementation of the MFMA SCM policy.

PREPARED BY:



**MRS. N. GITE  
DEPUTY DIRECTOR: SCM  
03 DECEMBER 2021**

APPROVED / NOT APPROVED



MR. SM MOSIDI  
ACTING MUNICIPAL MANAGER  
03 DECEMBER 2021

~~RECOMMENDED / NOT RECOMMENDED~~



MR. F JONAS  
ACTING CHIEF FINANCIAL OFFICER  
03 DECEMBER 2021

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**COMMENTS: MEETING OF THE MUNICIPAL MANAGER AND HEADS OF  
DEPARTMENT: 21 DECEMBER 2021**

**Resolved to Recommend**

That the Item be referred to the Section 80 Finance Services Portfolio Committee.

**COMMENTS: SECTION 80 FINANCE SERVICES PORTFOLIO COMMITTEE: 17  
JANUARY 2022**

The recommendation is supported.