

C 2896/07/2022
MC A/5848/07/2022

- 9.A.9 [FS]: QUARTERLY REPORT OF THE IMPLEMENTATION OF THE SUPPLY
CHAIN MANAGEMENT POLICY FOR THE 4th QUARTER OF THE 2021/2022
FINANCIAL YEAR – 01 APRIL 2022 TO 30 JUNE 2022

8/1/1

COMPETENCY: COUNCIL

RESOLVED

That the quarterly report on the implementation of the Supply Chain Management Policy, as required by the Municipal Supply Chain Regulations for the 4th Quarter of the 2021/2022 Financial Year, from 01 April 2022 to 30 June 2022, be noted.

C 2896/07/2022
MC A/5848/07/2022

**9.A.9 [FS]: QUARTERLY REPORT OF THE IMPLEMENTATION OF THE SUPPLY
CHAIN MANAGEMENT POLICY FOR THE 4th QUARTER OF THE 2021/2022
FINANCIAL YEAR – 01 APRIL 2022 TO 30 JUNE 2022**

8/1/1

COMPETENCY: COUNCIL

PURPOSE

To report on the implementation of the Supply Chain Management Policy, as required by the Municipal Supply Chain Regulations for the 4th Quarter of the 2021/2022 Financial Year, from 01 April 2022 to 30 June 2022.

RECOMMENDATIONS

That the quarterly report on the implementation of the Supply Chain Management Policy, as required by the Municipal Supply Chain Regulations for the 4th Quarter of the 2021/2022 Financial Year, from 01 April 2022 to 30 June 2022, be noted.

REPORT

The Local Government: Municipal Finance Management Act, No 56 of 2003, (the 'MFMA') requires the municipality to have and implement a Supply Chain Management Policy which gives effect to the provisions of Part 1 of Chapter 11 of the Act that deals with 'Supply Chain Management'.

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:

6. Oversight role of council of municipality or board of directors of municipal entity

- (1) The council of a municipality and the board of directors of a municipal entity must maintain oversight over the implementation of its supply chain management policy.
- (3) The accounting officer must, within 10 days of the end of each quarter, submit a report on the implementation of the supply chain management policy to the Mayor of the municipality or the board of directors of the municipal entity, as the case may be.

16. Written quotations

A supply chain management policy must stipulate the conditions for the procurement of goods or services through written quotations, which must include conditions stating:

- (c) that if it is not possible to obtain at least three quotations, the reasons must be recorded and reported quarterly to the accounting officer or another official designated by the accounting officer.

**AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS**

1. IMPLEMENTATION OF THE SCM POLICY

ITEM NO.	COUNCIL ITEM REF	POLICY	DATE
9.A.3	C 2550/05/2021 SMC A/5530/05/2021	SCM Policy adopted	27 May 2021

2. THE BID COMMITTEE SYSTEM

The following committees have been established:

- 2.1 The Bid Specification Committee
- 2.2 The Bid Evaluation Committee
- 2.3 The Bid Adjudication Committee

The Bid Committee system for competitive bids has been actively applied within the municipality over the past financial year. Officials are still being invited on an ad-hoc basis to participate in the committees as and when required. Officials are required to declare any possible conflict of interests at the meetings and recuse themselves in the event of a possible conflict.

(a) The bid specification committee

The Bid Specification Committee (BSC) compiles the specifications for the procurement of goods or services by the municipality. The committee is appointed by the Accounting Officer and must be composed of one or more officials of the municipality, preferably a Supply Chain Management Practitioner and the Manager responsible for the function involved, and may when regarded appropriate by the Accounting Officer, include external specialist advisors.

The Accounting Officer appointed the following members to the BSC for the 2021/2022 financial year:

OPEX Committee

NAME	DESIGNATION	DEPARTMENT
Ms. Trivania Reddy	Deputy Director: Urban Planning/ Town Planning (Chairperson)	Development and Planning Services
Mr. Tiyani Baloyi	Assistant Director: Sports and Recreation	Community Services
Ms. Sithembiso Tshabalala	Accountant: SCM	Financial Services
Mr. Bayanda Gamede	Assistant Director: Water Services	Engineering Services
Ms. Nelisa Mbatha	Assistant Director: Legal	Corporate Services
Mr. Patrick Pilane	Assistant Director: Labour Relations	Corporate Services

AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS

CAPEX Committee

NAME	DESIGNATION	DEPARTMENT
Mr. Kagiso Rasepae	Assistant Director: Building and Land Use Control (Chairperson)	Development and Planning Services
Ms. Naeema Gite	Deputy Director: SCM	Financial Services
Mr. Delight Mukwevho	Assistant Director: Support Services	Engineering Services
Mr. Vusumzi Yake	Assistant Director	Development and Planning Services
Mr. Mesuli Mpeta	Assistant Director: Legal	Corporate Services

(b) The bid evaluation committee

The Bid Evaluation Committee (BEC) is appointed by the Accounting Officer and must as far as possible be composed of –

- officials from departments requiring the goods or services; and
- at least one Supply Chain Management practitioner of the municipality.

The Accounting Officer appointed the following members to the BEC during the 2021/2022 financial year:

OPEX Committee

NAME	DESIGNATION	DEPARTMENT
Ms. Promise Mnguni	Director: Led and Housing	Development and Planning Services
Mr. Sam Letsatsi	Assistant Director: Logistics	Financial Services
Mr. Vusi Tshabalala	Director: PMU	Engineering Services
Ms. Palesa Papane	Sub Accountant: SCM	Financial Services
Mr. Nolisa Mbothe	Assistant Director: Legal	Corporate Services
Ms. Sthabile Ngcobo	Assistant Director: Legal	Corporate Services

CAPEX Committee

NAME	DESIGNATION	DEPARTMENT
Mr. Tshepiso Ncube	Director: Support Services	Engineering Services
Mr. Tovhowani Ramalivhana	Assistant Director: Contract	Financial Services
Ms. Debbie Semano	Assistant Director: SCM	Financial Services
Mr. Lucky Mohaka	Senior Admin Officer	Engineering Services
Mr. Mzwakhe Nhlapo	Assistant Director: HR	Corporate Services

(c) The bid adjudication committee

The Bid Adjudication Committee (BAC) must consist of at least four senior managers of the municipality which must include –

- the Chief Financial Officer or, If the Chief Financial Officer is not available, another manager in the budget and treasury office reporting directly to the Chief Financial Officer and designated by the Chief Financial Officer;
- at least one Senior Supply Chain Management practitioner who is an official of the municipality; and
- a Technical Expert in the relevant field who is an official of the municipality, if the municipality has such an expert.

**AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS**

The Bid Adjudication Committee has been fully functional and has adjudicated bids above R 200 000 (VAT incl).

Where bids were in excess of R10 million (VAT incl), the Bid Adjudication Committee recommended to the Accounting Officer for final approval.

The Accounting Officer appointed the following members of the BAC during the 2021/2022 financial year:

NAME	DESIGNATION	DEPARTMENT
Mr. David Chamboko	Executive Director: Development and Planning	Development and Planning
Mr. Phumudzo Magodi	Executive Director: Engineering Services	Engineering Services
Mr. Alfie Scutts	Acting Executive Director: Corporate Services 01/04/2022	Corporate Services
Dr. AR Ngwenya	Chief Financial Officer 01/02/2022 to 14/06/2022	Financial Services
Mr. Fanny Jonas	Director: Expenditure	Financial Services
Mr. Arie Meiring	Acting Chief Financial Officer from 15/06/2022	Financial Services

3. MUNICIPAL SUPPLY CHAIN MANAGEMENT UNIT ORGANISATIONAL STRUCTURE & PERSONNEL

In terms of Paragraph 7 of the Municipal Supply Chain Management Regulations (MSCMR) the municipality must establish a Supply Chain Management Unit (SCMU) to implement its supply chain management policy. The SCMU must operate under the direct supervision of the Chief Financial Officer or may be delegated to an official in terms of Section 82 of the MFMA.

During the reporting period the staff complement that performed the duties and functions in terms of the SCM policy were as follows:

Director: Expenditure Mr. F Jonas	Oversees the co-ordination and controlling of the implementation of the SCM Policy; Manages bid committees; Oversees the management and implementation of SCM Supplier Database; Oversees the management of the bid processes and contracts ; Oversees all relevant reporting
Deputy Director Supply Chain Management: Ms. N Gite	Co-ordinates and controls the implementation of the SCM Policy; Manages bid committees; Manages and implements the SCM Supplier Database; Manages the bid processes and contracts ; Reporting
Assistant Director: Supply Chain Management Ms. D Semano	Assist with co-ordinating and controlling the implementation of the SCM Policy; Assists with co-ordination of Bid committees; Assist with management of the SCM Supplier Database; Assist in managing the bid processes and contracts ; Assist with reporting
Assistant Director: Contract Law Mr. T Ramalivhana	Reviews and advises on all procurement contract related matters. Oversees contract management
Accountant: Supply Chain Management Mrs. S Masuku	Assist with co-ordinating and controlling the implementation of the SCM Policy; Assists with co-ordination of Bid committees;

MIDVAAL LOCAL MUNICIPALITY

AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS

	Assist with management of the SCM Supplier Database; Assist in managing the bid processes and contracts ; Assist with reporting
Accountant: Contract Management Ms. Palesa Papane	Attend to all contract/s related matters or issues; Ensures that goods/services are procured in line with contracts, etc.
Sub Accountants: Supply Chain Management: Mr. F Powell Mrs. Y Mariri Mr. N Mthimkulu	Implements the SCM Policy for purchases between R30 000 and R200 000; Prepares bid committees agendas and minutes; Bid processes including bid opening and placement of advertisements; Reporting.
Assistant Director: Logistics Mr. S Letsatsi	Supply Chain Stores and inventory; Processing of procedures for procurement of stores inventory; Request Quotations for inventory; Processing of Orders for inventory; Supervise staff in Stores environment; Monitoring and administrating of inventory levels; Ensure that stock is safe guarded; Regular stock taking.
Clerks: Storeman Mr. R Kgaritsi Mr. S Nkabinde	Processing of stock issued; Capturing of orders and delivery notes; Receipt of Goods; Issuing of inventory and fuel (Petrol & Diesel); Processing of fuel issue documents; Regular stock taking.
Logistics: Fuel Attendant Mr. B Phakathi	Issuing of fuel (Petrol & Diesel); Taking of dip stick readings daily; Regular ordering of fuel; Processing of fuel issue documents;
Senior Clerks : Procurement Ms. L Mabena Mr. X Khumalo Ms. D Lemeko Vacant	Receiving of orders requests and Sundry payments; Validating vendor registration; Validating budget and cost centres; Processing of orders; Requesting quotations; Filing of documents; Other administrative SCM functions; Reporting; Public assistance.
Clerks: Mr. N Ntuli Mr. N Ntshangase	Updating of SCM supplier Database Accepting of new vendor forms Upkeep of tax clearance certificates, B-BBEE certificates, Rates and taxes and other changes to service providers as and when required. Receiving of orders requests and Sundry payments; Validating vendor registration; Validating budget and cost centres; Contract management
Intern: SCM Ms. R Ntsole	

As per Government Gazette No. 29967 issued on the 15 June 2007 – The Municipal Regulations on Minimum Competency Levels, 2007 (Effective from 1 July 2007), Regulation in terms of section 168 of the Municipal Finance Management Act, 2003 (Act No. 56 of 2003) officials appointed in the SCM unit should attain the following:

- a) Higher education qualification
- b) Work related experience
- c) Core managerial and/or occupational competencies
- d) Competency in the prescribed unit standards

The following officials have been exposed to SCM training and workshops in order to comply with the Regulations:

DESIGNATION	NAME OF OFFICIAL	QUALIFICATIONS	UNIT STANDARDS REQUIRED AS PER REGULATIONS	UNIT STANDARDS COMPLETED TO DATE	UNIT STANDARDS STILL REQUIRED
DIRECTOR EXPENDITURE	F JONAS	~ ADVANCE SOURCING AND SUPPLY CHAIN MANAGEMENT ~ B TECH COST AND MANAGEMENT ACCOUNTING ~ LEAN 6 SIGMA YELLOW BELT ~ POST GRAD DIPLOMA IN MANAGEMENT	116361;116350;116348;116342;116392;116341;116345;119352;119341;119331;116364;116343;116339;119343;119334;116353	116353;116393;116343;116348;119331;119041;119343;116334;119348;116346;116352;116350;116342;116341;116361;116362;116339;116351;119351;116364	COMPLETED
DEPUTY DIRECTOR SCM	N GITE	~ BACHELOR COMMERCE ~ SAIPA ARTICLES	116345;119352;119341;119331;116364;116343;116338;119343;119334;116353	119352;116340;116358;116342;116348;116347;116346;116345;119343;116364;116344;116353;116341;119353;116351;119350;119348;116331;119341;116360;116362;116331;116357;116338;119334;116361;116363	COMPLETED
ASSISTANT DIRECTOR SCM	D SEMANO	~ POST GRAD DIPLOMA IN HIGHER EDUCATION ~ B TECH PUBLIC RELATIONS MANAGEMENT ~ CERTIFICATE IN SUPPLY CHAIN ~ LEAN 6 SIGMA YELLOW BELT	116345;119352;119341;119331;116364;116343;116339;119343;119334;116353	116342;116340;116339;116346;116344;116345;116343;116351;116341;116348;116347;116358;116357;116361;116362;116360;116353;116364;116353;116350;119341;119343;119351;119352;119348;116331;119334;116353	COMPLETED
ASSISTANT DIRECTOR CONTRACT LAW	T RAMALIVHANA	~ BCOM HONOURS INTERNAL AUDITING ~ BCOM ACCOUNTING	116345;119352;119341;119331;116364;116343;116339;119343;119334;116353	116343;116361;119334;116339;116341;116351;116344;116346;116359;116353;116341;116348;119348;116353;116340;116342;116362;116347;116345;116344;116346;116344;116360;116351;119352	119043, 116353, 119353
ASSISTANT DIRECTOR LOGISTICS	S L LETSATSU	~ NATIONAL DIPLOMA PURCHASING MANAGEMENT	116345;119352;119341;119331;116364;116343;116339;119343;119334;116353	116345;119352;119341;119331;116364;116343;116339;119343;119334;116353	COMPLETED
ACCOUNTANT	S MASUKU	~ NATIONAL DIPLOMA COST AND MANAGEMENT ACCOUNTING ~ LEAN 6 SIGMA YELLOW BELT	116345;119352;119341;119331;116364;116343;116339;119350;119348;116341;116338;119343;119334;116353;116351	116345;119352;119341;119331;116364;116343;116363;119350;119348;116341;116338;119343;119334;116353;116351	COMPLETED

MIDVAAL LOCAL MUNICIPALITY

**AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS**

ACCOUNTANT CONTRACT MANAGEMENT	P PAPANE 01/01/2022	~ BACHELOR ACCOUNTING SCIENCE ~ CERTIFICATE IN SUPPLY CHAIN MANAGEMENT	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116342;116340;116339;116346; 116344;116345;116343;116351; 116341;116348;116347;116358; 116357;116361;116362;116360; 116353;116364;116363;119350; 119341;119343;119351;119352; 119348;119331;119334;119353	COMPLETED
SUB ACCOUNTANT SCM	F POWELL	~ LGAAC CERTIFICATE	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	COMPLETED
SUB ACCOUNTANT SCM	Y MARIRI (01/03/2022)	~ NATIONAL DIPLOMA COST AND MANAGEMENT ACCOUNTING	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	COMPLETED
SUB ACCOUNTANT SCM	N MTHIMKHULU	~ BACHELORS FINANCIAL ACCOUNTING ~ LEAN 6 SIGMA YELLOW BELT	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	COMPLETED
SENIOR CLERK SCM	L MABENA	~ GRADE 12 ~ NATIONAL DIPLOMA INTERNAL AUDITING	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	COMPLETED
SENIOR CLERK SCM	X KUMALO	~ CERTIFICATE ACCOUNTING TECHNICIAN ~ LEAN 6 SIGMA YELLOW BELT	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	TO ENROL IN NEXT INTAKE
SENIOR CLERK SCM	D LEMEKO (01/06/2022)	~ BCOMM IN FINANCIAL ACCOUNTING	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116343; 116361, 119334, 116339, 116357, 116351; 116341, 116348, 116358, 119341, 116340, 119331, 119348, 116363, 119350, 116342, 116362, 116347, 116360, 119351, 119352	119343; 116353; 119353
CLERK PROCUREMENT	L NTULI (01/03/2022)	~ BTECH INTERNAL AUDITING	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351		TO ENROL IN NEXT INTAKE
CLERK SCM	N NTSHANGASE	~ PUBLIC FINANCE AND ACCOUNTING	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	116345;119352;119341;119331; 116364;116343;116363;119350; 119348;116341;116339;119343; 119334;116353;116351	119334, 116361, 119343, 116344, 116364, 116339, 116357, 116351, 116348, 116353, 116341, 116340, 116342, 116347, 116362, 116363, 116360, 116343, 116345, 116358,	COMPLETED

MIDVAAL LOCAL MUNICIPALITY

AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS

				116346			
INTERN SCM	MS. R NITSOLE (01/01/2022 to 30/06/2022)	~ BACHELOR OF ACCOUNTING SCIENCES					
CLERK STOREMAN	R KGARITSI	~ N4 PUBLIC MANAGEMENT					
CLERK STOREMAN	S NKABINDE	~ NATIONAL DIPLOMA TAXATION					
FUEL ATTENDANT	B PHAKATHI	~ GRADE 09					

5. APPLICATION OF SECTION 217 OF THE CONSTITUTION

The municipality contracts goods or services in accordance with a system which is:

- fair,
- equitable,
- transparent,
- competitive, and
- cost effective.

6. IMPLEMENTATION OF THE NEW PREFERENTIAL PROCUREMENT REGULATIONS 2017

The new PPPFA regulations became effective on the 01st of April 2017.

These Regulations are implemented on a continuous basis by Midvaal Local Municipality thus awarding the bids to the highest scoring bidder.

7. SUPPLY CHAIN MANAGEMENT ACQUISITION PROCESSES

The following thresholds are currently being adhered to in order to support the strategic and operational commitments of the municipality:

a) Emergency purchases

For purchases up to a value R2000 (VAT included), a valid invoice or written quotation must be submitted with the PR or sundry voucher.

b) Written or verbal quotations

Goods and services are procured by way of written quotations for a transaction value of R2 001 up to R30 000 (VAT included);

c) Formal written quotation (7 Day bidding) process

Goods and services must be procured by way of 7 Day bidding process for procurement of a transaction value of R30 001 up to R200 000 (VAT included);

d) A competitive bidding process

Goods and services are procured by way of a competitive bidding process for-

- a. procurement above a transaction value of R200 000 (VAT included); and
- b. the procurement of long-term contracts.

8. DEMAND MANAGEMENT - SUPPLIER DATABASE

Suppliers are continuously encouraged to register on the municipality's database as well as on the Central Supplier Database (CSD). Service providers may register on the database at any stage as there is no closing date for registration.

9. REPORTING TO NATIONAL TREASURY

9.1. All tenders are reported on the e-tender portal: www.etenders.gov.za

9.2. "Approval of tenders not recommended"

114. (1) If a tender other than the one recommended in the normal course of implementing the supply chain management policy of a municipality or municipal entity is approved, the accounting officer of the municipality or municipal entity must, in writing, notify the Auditor-General, the relevant provincial treasury and the National Treasury and, in the case of a municipal entity, also the parent municipality, of the reasons for deviating from such recommendation.

(2) Subsection (1) does not apply if a different tender was approved in order to rectify an irregularity.

With reference to section 114 of the Municipal Finance Management Act, Act 56 of 2003 no notifications have been made during the year.

10. DATABASE OF RESTRICTED SUPPLIERS

Prior to awards, a CSD verification is carried out to ensure that the recommended bidder is not a restricted supplier or tender defaulter.

No awards were made to entities on the list of prohibited suppliers during the 4th Quarter of the 2021/2022 financial year.

11. SCM INFORMATION ON WEBSITE

The following SCM reports are placed on the MLM website www.midvaal.gov.za:

- Bid notices
- Bid opening registers for the 7day bid process
- Bid opening registers for the formal bid process
- Awards made by the Municipality
- Reports to council on deviations
- Quarterly SCM Implementation Reports
- The SCM Policy

Bid invitation notices are also available on the municipality's website.

12. BIDS AWARDED BY THE BID ADJUDICATION COMMITTEE (ABOVE R 200,000) AND WHERE APPLICABLE, RECOMMENDED TO THE ACCOUNTING OFFICER (ABOVE 10 MILLION)

Bids that were awarded by the Bid Adjudication Committee and where applicable, recommended to the Accounting Officer (above R10 million) in terms of the SCM Policy and the Preferential Procurement Policy for the 4th Quarter of the 2021/2022 financial year:

**AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS**

TENDER	TENDER NO.	CONTRACTING PARTY	VALUE
BID FOR RENDERING OF BANKING SERVICES FOR MIDVAAL LOCAL MUNICIPALITY FOR THE PERIOD 01 APRIL 2022 TO 31 MARCH 2027	8/2/378 (2021-2027)	NEDBANK LIMITED	R 7 155 574,25
CONSTRUCTION OF LOCH STREET TRADING STALLS AND ABLUTION FACILITIES FOR – MIDVAAL LOCAL MUNICIPALITY	8/2/2/351 (4GB/ICE) (2022)	CAPOTEX TRADING	R 5 624 422,09
BID FOR THE SUPPLY, DELIVERY AND INSTALLATION OF FURNITURE TO MIDVAAL LOCAL MUNICIPALITY LIBRARIES (ONCE OFF)	8/2/4/194 (2022)	BLU SQUARE PTY LTD	R 488 680,49
BID TO APPOINT A SERVICE PROVIDER FOR THE PROVISION OF DOMESTIC WATER METER MAINTENANCE, MANAGEMENT, AND INVESTIGATIONS TO ADDRESS NONTECHNICAL WATER LOSSES FROM 1st JULY 2022 UNTIL 30 JUNE 2025	8/2/2/355 (2021-2024)	ON POINT ON TIME SOLUTIONS PTY LTD	R 4 500 000,00

13. Bids Awarded by The Municipal Manager – Formal Written Price Quotations (R 30,001-00 TO R 200,000-00)

Attached find the bids that were awarded by the Municipal Manager – Formal written price quotations in terms of the SCM Policy and the Preferential Procurement Policy for the 4th Quarter of the 2021/2022 financial Period.

TENDER DESCRIPTION	TENDER NUMBER	CONTRACTING PARTY	VALUE
REMOVAL OF EXISTING RAZOR FENCE, AND SUPPLY, DELIVERY, AND ERECTION OF NEW 1.8-METRE-HIGH GALVANISED RAZOR WIRE MESH FENCE COVERING 420M AT BLACKWOOD TRANSFER STATION	AHT 4718	OFFSPRING TRADING (PTY) LTD	R 148 500,00 (No Vat)
SUPPLY, DELIVERY AND ERECTION OF 1.8 METRE-HIGH-GALVANISED RAZOR WIRE MESH FENCE COVERING 430M AROUND THE CEMETERY WITHIN HENLEY ON KLIP LANDFILL SITE	AHT4719	SMART HEADS TRADING (PTY) LTD	R 160 175,00 (No Vat)
SUPPLY AND DELIVERY OF POWER RODDING MACHINES AND BRUSH CUTTERS TO MIDVAAL LOCAL MUNICIPALITY	AHT 4720	MOTHOTHA TRADING ENTERPRISE CC	R 148 900,00 (No Vat)
REPAIR OF TRAFFIC LIGHTS AT JOHAN LE ROUX INTERSECTION FOR MIDVAAL LOCAL MUNICIPALITY	AHT 4713RE	DOTCOM TRADING 318 (PTY) CC	R 199 306,50 (VAT Incl).

14. SUPPLY CHAIN MANAGEMENT DEVIATIONS – FOR THE 4TH QUARTER OF THE 2021/2022 FINANCIAL PERIOD

Regulation 36 (1) (a) provides that the Accounting Officer may deviate from the various procurement process and the following were awarded during the 4th quarter of the 2021/2022 financial period:

MONTH	36(1)(i) EMERGENCY	VALUE	36(1)(ii) SOLE PROVIDER	VALUE	36(1)(v) IMPRACTICAL	VALUE	36(1)(b) RATIFICATION OF MINOR BREACH BY AO	VALUE	TOTAL
APRIL 2022	1	R 9 215,51	1	R 9 372,50	4	R 1 961 539,99	-	R1 980 128	
MAY 2022	0	-	1	R 17 250,00	1	R 50 811,60	-	R 68 061,60	
JUNE 2022	0	-	1	R 57 604,14	1	R 81 661,50	-	R 139 265,64	
TOTAL	3	R 9 215,51	3	R 84 226,64	6	R 2 094 013,09	-	-	R 2 187 455,24

15. PROCUREMENT THROUGH NATIONAL TREASURY'S TRANSVERSAL CONTRACT

The municipality has procured office automation using the RT3 transversal contract as best prices are negotiated by the National Treasury:

DEPARTMENT	SERVICE PROVIDER	DESCRIPTION	AMOUNT (INCL. VAT)
Finance Services	Altron Document	Network	R196,892.78
		TOTAL	R196,892.78

The municipality has procured mobile communication services using the RT15 transversal contract as best prices are negotiated by the National Treasury:

DEPARTMENT	SERVICE PROVIDER	DESCRIPTION	AMOUNT (INCL. VAT)
Corporate Services	Vodacom Pty Ltd	Mobile Communication Services	R510,899.45
		TOTAL	R510,899.45

**AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS**

The municipality has procured tyres using the **RT69** transversal contract as best prices are negotiated by the National Treasury:

DEPARTMENT	SERVICE PROVIDER	DESCRIPTION	AMOUNT (INCL. VAT)
Engineering Services	Malas (Pty) Ltd	Tyres	R 115,075.81
Engineering Services	Bahwiti Investment CC	Tyres	R 10,923.38
Engineering Services	Phileza Tyres Pty Ltd	Tyres	R 79,487.61
TOTAL			R 205,486.80

The municipality has procured vehicle fleet management services using the **RT46** transversal contract as best prices are negotiated by the National Treasury:

DEPARTMENT	SERVICE PROVIDER	DESCRIPTION	AMOUNT (INCL. VAT)
Engineering Services	First Rand Limited (LTD)	Fleet management	R3 447,281.01
TOTAL			R3 447,281.01

The municipality has procured rescue equipment services using the **RT4** transversal contract as best prices are negotiated by the National Treasury:

DEPARTMENT	SERVICE PROVIDER	DESCRIPTION	AMOUNT (INCL. VAT)
Community Services	Fire Fighting Logistics	Rescue Equipment	R 66,235.52
TOTAL			R66,235.52

The municipality has procured motor vehicles using the **RT57** transversal contract as best prices are negotiated by the National Treasury:

DEPARTMENT	SERVICE PROVIDER	DESCRIPTION	AMOUNT (INCL. VAT)
Municipality	Isuzu Motors South Africa (Pty) Ltd	Motor Vehicles	R 417,482.36
Municipality	Amaza Enterprise And Projects (Pty) Ltd	Motor Vehicles	R 606,873.40
TOTAL			R1 024,355.76

AGENDA OF THE 7TH ORDINARY MEETING OF 2022 TO BE HELD ON THURSDAY,
28 JULY 2022 AT 14:00 IN THE COUNCIL CHAMBERS

16. AWARDS TO PERSONS IN THE SERVICE OF STATE

In terms of Council's Supply Chain Management Policy, Paragraph 44, the municipality is prohibited from doing business with any person in the service of the state. Section 45 requires that awards to close family members of persons in the service of the state, or who has been in the service of the state in the previous twelve months be disclosed in the annual financial statements. The following is disclosed in this regard:

- None for the 4th Quarter of the 2021/2022 financial period.

17. UNSOLICITED BIDS (SCM Regulation 37)

- None received for the 4th Quarter of the 2021/2022 financial period.

18. IMPLEMENTATION OF THE INFRASTRUCTURE PROCUREMENT AND DELIVERY MANAGEMENT POLICY

That it be noted that there were no serious or material problems in the implementation of the infrastructure procurement and delivery management policy during the 4th Quarter of the 2021/2022 financial period.

19. CONCLUSION

The Supply Chain Management (SCM) unit is continuously improving its procedures in order to ensure that Council receives value for money in terms of demand and acquisition management.

Projects and procurement are being planned with cognisance of the requirements of the Supply Chain Management legislative framework. However more work should be done in order to improve strategic sourcing to enhance the value the municipality can derive in improved sourcing and supplier development.

The current shortcomings in the implementation of the Supply Chain Management Policy are constantly addressed. Council's SCM policy fully complies with the requirements of the SCM Regulations and is ideally set to ensure that the procurement process of the municipality is fair, equitable, transparent, competitive and cost effective and comply with the prescripts of the Municipal Finance Management Act and the Constitution of the Republic of South Africa.



MR. A MEIRING
ACTING CHIEF FINANCIAL OFFICER


MR. AM GROENEWALD
MUNICIPAL MANAGER
ALD. P HUTCHESON
ACTING EXECUTIVE MAYOR

**COMMENTS: MEETING OF THE MUNICIPAL MANAGER AND HEADS OF
DEPARTMENT: 18 JULY 2022**

Resolved To Recommend

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

**COMMENTS: SECTION 80 FINANCIAL SERVICES PORTFOLIO COMMITTEE: 18
JULY 2022**

The recommendation is supported.