



# NOTICE TO MEMBERS OF THE PUBLIC

The following is reported in terms of Chapter 1 Section 6(3) of the Supply Chain Management Policy, for the period 1 October 2016 to 31 December 2016

- Implementation of the Supply Chain Management Policy.

The Supply Chain Management Policy continues to be implemented in accordance with the MFMA and its relevant Regulations, with considerable success. The Policy will be reviewed early 2017 and amendments if required will be recommended to Council for consideration and approval.

- Confirmation of Implementation of delegated powers.

It can be confirmed that all delegated powers from Council are implemented to comply with responsibilities in terms of chapter 8 of the Act (MFMA). All procurement is done on updated, approved delegations and sub delegations in terms of Section 4 and 5 of the Supply Chain Management Policy.

- Implementation of the Supply Chain Management – process

- Training of Supply Chain Management Officials.

The new group of more junior Supply Chain Management officials will resume their MFMA training during January 2017.

- Demand Management

The consolidated Procurement plan was utilized and the bidding process monitored during this period. There were various bids of Line Managers that did not meet the planned date of submission of specifications. These were followed up and will be addressed early January 2017

The consolidation of the E-venus financial system and Centralized Suppliers Data Base (CSD) have been finalized. New suppliers are now captured and managed.

- Acquisition Management

All quotations were obtained from the CSD and the Supply Chain Management Policy thresholds were followed.

There were (7) seven contracts awarded during this period.

The quarterly report for all orders placed where less three (3) three quotations were obtained will be on record shortly.

All orders placed between R30, 000.00 and R200 000.00 were reported to the CFO.

Deviations from the procurement process were reported to Council on 07 December 2016

A total amount of R50,584,261-69 was paid out to Supply Chain Management suppliers of which R43,334,138-08 was paid to local black SMME's

- Logistics Management

All inventory levels were tested and no zero levels were recorded

Monthly spot checks were performed on stock items and no deviations were reported. All stock reconciliations were performed.

The turnover of stock items have been monitored and the turnover of the 20 highest valued stock items will be reported to the Financial Committee at the next meeting.

- Disposal Management

No moveable assets were disposed of during this period

- Performance and Risk Management

No assessments were performed during this period due to staff related issues.

### Declaration

Finally, I declare that all transactions are recorded and can be accounted for in an appropriate accounting system.

The Municipal Manager  
GH Akharwaray