



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 January 2017 to 31 March 2017

- Implementation of the Supply Chain Management Policy.

The policy was implemented in accordance with the MFMA and relevant Regulations. Progress has been made with the review process and a draft document has been circulated to various role players and the final document will be tabled to Council shortly. Various issues had to be taken into account during the review process. Plans had to be made to implement the MFMA circular 77 and the new PPPF 2017 regulation

- 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.

Formal training is still in process for MFMP.

- Demand Management

The monitoring and management of the consolidated procurement plan is going according to plan. Bid specifications outstanding are followed up and addressed. The annual invite for prospective providers was successful and reached many potential suppliers. Many of them were successfully registered on our data base.

The unit made preparations to implement the new PPPF Regulations. Processes are in place to implement as from 1 April 2017

- Acquisition Management

All procurement was made in accordance with the required thresholds and contracts.

There were (17) seventeen contracts awarded during this period.

The quarterly report for all orders placed where less three (3) 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 submitted to Committee Services but has to be tabled before Council at next meeting that is scheduled for 05 April 2017.

A total amount of R54,545,584-43 was paid out to Supply Chain Management suppliers of which R29,364,180-13 was paid to local black SMME's

- Logistics Management

All inventory levels were tested and no zero levels were recorded

The turnover of stock items report for the 20 highest valued stock items was submitted for information to the Finance Committee

Monthly spot checks were performed on stock items and no deviations were recorded

- Disposal Management

A disposal Committee meeting was held on 13 February 2017 and an Auctioneer appointed to auction of all the obsolete vehicles and equipment. The auction is planned to take place during April 2017

- Performance and Risk Management

No assessment 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.

GH AKHARWARY

MUNICIPAL MANAGER