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Provinciaale Tesourie

Enquiries : Mr R Masambo X4230
Ref : MPT 14/4/1/2

PROVINCIAL TREASURY CIRCULAR NO. 43 OF 2018

TO:

THE MUNICIPAL MANAGER: EHLANZENI DISTRICT MUNICIPALITY (MR FS SIBOZA)
THE MUNICIPAL MANAGER (ACTING): BUSHBUCKRIDGE LOCAL MUNICIPALITY (MR E MASHAVA)
THE MUNICIPAL MANAGER (ACTING): CITY OF MBOMBELA (MR N DIAMOND)
THE MUNICIPAL MANAGER: NKOMAZI LOCAL MUNICIPALITY (MR MD NGWENYA)
THE MUNICIPAL MANAGER (ACTING): THABA CHWEU LOCAL MUNICIPALITY (MR SS MATSI)
THE MUNICIPAL MANAGER: GERT SIBANDE DISTRICT MUNICIPALITY (MR CA HABILE)
THE MUNICIPAL MANAGER (ACTING): CHIEF ALBERT LUTHULI LOCAL MUNICIPALITY
(MR MA DLAMINI)
THE MUNICIPAL MANAGER (ACTING): DIPALESENG LOCAL MUNICIPALITY (MS TC MAMETJA)
THE MUNICIPAL MANAGER (ACTING): DR PIXLEY KA SEME (MR P THWALA)
THE MUNICIPAL MANAGER (ACTING): GOVAN MBEKI LOCAL MUNICIPALITY (MR C MOROLO)
THE MUNICIPAL MANAGER: LEKWA LOCAL MUNICIPALITY (MS GP MHLONGO - NTSHANGASE)
THE MUNICIPAL MANAGER: MKHONDO LOCAL MUNICIPALITY (MR M KUNENE)
THE MUNICIPAL MANAGER: MSUKALIGWA LOCAL MUNICIPALITY (MR M ZUNGU)
THE MUNICIPAL MANAGER: NKANGALA DISTRICT MUNICIPALITY (MS MM SKHOSANA)
THE MUNICIPAL MANAGER: (ACTING) DR JS MOROKA LOCAL MUNICIPALITY (MR MF MONKOE)
THE MUNICIPAL MANAGER: EMAKHAZENI LOCAL MUNICIPALITY (MS EK TSHABALALA)
THE MUNICIPAL MANAGER (ACTING): EMALAHLENI LOCAL MUNICIPALITY (MR HS MAISELA)
THE MUNICIPAL MANAGER (ACTING): STEVE TSHWETE LOCAL MUNICIPALITY (MR B KHENISA)
THE MUNICIPAL MANAGER: THEMBISILE HANI LOCAL MUNICIPALITY (MR O NKOSI)
THE MUNICIPAL MANAGER: (ACTING) VICTOR KHANYE LOCAL MUNICIPALITY (MS ST MATLADI)

THE ACTING DIRECTOR GENERAL: OFFICE OF THE PREMIER OF MPUMALANGA
(MR KM MOHLASEDI)
HEAD: CO-OPERATIVE GOVERNANCE AND TRADITIONAL AFFAIRS (MR P NYONI)

THE CHIEF DIRECTORATE: SUSTAINABLE RESOURCE MANAGEMENT
THE CHIEF DIRECTORATE: ASSETS AND LIABILITIES MANAGEMENT
THE CHIEF DIRECTORATE: FINANCIAL GOVERNANCE

REQUEST TO SUBMIT INFORMATION ON THE IMPLEMENTATION OF SUPPLY CHAIN MANAGEMENT

1. PURPOSE

The purpose of this Circular is to request Municipalities and Municipal Entities to provide information on the implementation of Supply Chain Management.

2. BACKGROUND

In terms of the Municipal Finance Management Act (Sections 74(1) and 104(1)(b)) an Accounting Officer of a Municipality should submit information regarding the implementation of Supply Chain Management to the Provincial Treasury as and when required.

3. DISCUSSION

To pursue our mandate, it is expected of us to interact with Municipalities with an intention to guide and monitor the progress in the implementation of Supply Chain Management, in order to enhance sound financial management and accountability.

3.1 Appointment of Bid Committees

In terms of Section 26, 27, 28 and 29 of the Municipal Supply Chain Management Regulations of 2005, an Accounting Officer should appoint committees for competitive bids. The Accounting Officer is requested to provide the Provincial Treasury with a list of members as per the attached template.

3.2 Ethical standards (Declaration of Interest)

Section 46(2)(e) of the Municipal Supply Chain Management Regulations of 2005 states that a municipal code of standards must stipulate that an official or other role player in the implementation of supply chain management policy of the Municipality or Municipal Entity must declare to the Accounting Officer details of any private or business interests which that person, or any close family member, partner or associate, may have in any proposed procurement or disposal of, or in any award of a contract by, the Municipality or Municipal Entity. The Accounting Officer is therefore requested to provide the Provincial Treasury with completed disclosures for the period of 1 July 2018 to date.

3.3 Adoption and amendment of supply chain management policies

In terms of Section 3 (1)(b) of Municipal Supply Chain Management Regulations of 2005, the Accounting Officer must at least annually review the implementation of the policy. The Accounting Officer is hereby requested to provide the Provincial Treasury with the revised SCM policy.

4. SUBMISSION DATE OF THE REQUESTED INFORMATION


The requested information should be submitted to Provincial Treasury on or before Friday, **3 August 2018**.

5. DISSEMINATION OF INFORMATION

Municipal Managers are requested to bring the contents of this circular to the attention of the Chief Financial Officers and Heads of Supply Chain Management units for implementation in order to enhance compliance.

Your co-operation in this regard is appreciated.

Regards,


MS NZ NKAMBA
HEAD: PROVINCIAL TREASURY
DATE: 26/7/2018