

ANNUAL REPORT ON THE IMPLEMENTATION OF THE SUPPLY CHAIN MANAGEMENT POLICY AND THE PREFERENTIAL PROCUREMENT POLICY: 1 JULY 2022 – 30 JUNE 2023

JAARLIKSE VERSLAG VAN DIE IMPLEMENTERING VAN VOORSIENINGSKANAALBELEID EN DIE VOORKEUR VERKRYGINGS BELEID: 1 JULIE 2022 - 30 JUNIE 2023

INGXELO YONYAKA YOKUPHUNYEZWA KOMGAQO-NKQUBO WOLAWULO LWETHUBA NOMGAQO-NKQUBO OKHETHEKILEYO WOKUTHENGA IZINTO: 1 JULY 2022 – 30 EYESILIMELA 2023

File Number: 8/1/2/1

Collaborator Number: 2065898

Committees: Finance Portfolio; Mayoral Committee 1; Council

Meeting Cycle: July

Key Performance Area: KPA 2: Finance

Access Level: Public

1. PURPOSE

On an annual basis a report on the implementation of the Supply Chain Management Policy and the Preferential Procurement Policy must be submitted to Council for noting purposes.

2. FOR DECISION BY

Council

3. RECOMMENDATIONS

It is recommended that:

3.1 Council takes note of the content of this report; and

3.2 The report be made public in accordance with section 21A of the Municipal Systems Act.

3. AANBEVELINGS

Dit word aanbeveel dat:

- 3.1 Die Raad kennis neem van die verslag; en
- 3.2 Die verslag gepubliseer word in terme van artikel 21A van die Munisipale Stelsels Wet.

3. BACEBISE

Bacebise ukuba:

- 3.1 iBhunga malinike ingqalelo kwisiquqatho salengxelo; kunye
- 3.2 Lengxelo mayasizwe kuwowonke umntu njengoko ibekiwe kwicandelo 21A yoMthetho weNkqubo zooMasipala.

4. INTRODUCTION

The annual implementation report on the Supply Chain Management Policy and the Preferential Procurement Policy must be submitted to Council in order for Council to exercise its oversight role.

5. DISCUSSION

Paragraph 6(2) of the Supply Chain Management Policy determines the following:

“For the purposes of such oversight the Accounting Officer must –

- (a) Within 30 days of the end of each financial year, submit a report on the implementation of this Policy and the supply chain management policy of any municipal entity under the sole or shared control of the municipality, to the council of the municipality; and*
- (b) Whenever there are serious and material problems in the implementation of this Policy, immediately submit a report to Council.”*

Paragraph 8 of the Preferential Procurement Policy determines the following:

“For the purposes of oversight the Accounting Officer must within 30 days of the end of each financial year, submit a report on the implementation of this Policy to the Council.

No serious or material problems were experienced with the implementation of both the Supply Chain Management Policy and the Preferential Procurement Policy. These policies are in line with the prescribed legal framework.

The Supply Chain Management Policy was amended by Council during January 2023 in order to align it to the Preferential Procurement Policy which came into effect on 1 February 2023. This was done as a result of the promulgation of the Preferential Procurement Regulations by the Minister of Finance.

6. IMPLICATIONS

6.1 POLICY

None.

6.2 FINANCIAL

None.

6.3 LEGAL

None.

6.4 STAFF

None.

6.5 ENVIRONMENTAL

None.

6.6 RISK

None.

7. PREVIOUS COUNCIL RESOLUTIONS
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Not Applicable.

8. ANNEXURES

None.

9. COMMENTS FROM WARD COUNCILLORS AND DATE SIGNED
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None.

10. COMMENTS FROM DEPARTMENTS AND DIVISIONS
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10.1 CORPORATE AND PLANNING SERVICES

Not Applicable.

10.2 FINANCIAL SERVICES

Not Applicable.

10.3 ENGINEERING SERVICES

Not Applicable.

10.4 COMMUNITY SERVICES

Not Applicable.

10.5 RISK MANAGEMENT

Not Applicable.

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Department: Financial Services

Signed off by Portfolio Councillor:

Signed off by Executive Mayor:

Signed off by City Manager: