



GA-SEGONYANA MUNICIPALITY
SUPPLY CHAIN MANAGEMENT REPORT
FOR THE PERIOD 01 July 2019 – 30 September 2019
IN TERMS OF REGULATION 6 (3) AND (4)



Ga-Segonyana
Municipality

SUPPLY CHAIN MANAGEMENT POLICY REPORT
IN TERMS OF REGULATION 6 (3) AND (4)



Table of Contents

| | |
|--|---------------|
| Subject | Page 2 |
| Purpose | Page 2 |
| Content | |
| Legal and Policy Implications | Page 2 |
| Implementation of the Council's Supply Chain Management Policy | Page 3 |
| Deviations | Page 3 |
| Competitive Bids | Page 3 |
| Deviation List | Annexure A |
| SUPPORTING LIST | |
| SMME's | Annexure B.1 |
| Non – HDI's | Annexure B. 1 |
| Projects | Annexure B. 1 |
| Consultants | Annexure B.1 |
| Government | Annexure B.1 |

1. SUPPLY CHAIN MANAGEMENT POLICY REPORT IN TERMS OF MUNICIPAL FINANCIAL MANAGEMENT ACT NO.56 OF 2003 REGULATION 6 (3) AND (4)

FILE NO: (10.2.1.2) MANAGER FINANCE

1. **Subject** : Supply Chain Management Policy Quarterly Report (01 July – 30 September 2019).
2. **Purpose** : The purpose is to give effect to Section 6 (3) of the Council's Supply Chain Management Policy, which requires the Accounting Officer to submit a report on the implementation of Supply Chain Management Policy to the Mayor.

3. Content

3.1 Legal and Policy Implications

In accordance with section 6 (3) of the Council's Supply Chain Management policy, the Accounting Officer must submit a Quarterly Report on the implementation of its Supply Chain Management Policy.

Furthermore, the Supply Chain Management activities are governed by various legislation which inter alia includes, PPPFA, MFMA, B-BBEE and CIDB Act. Compliance to Acts is paramount in order to ensure that Ga-Segonyana Municipality has procurement system that is fair, transparent, equitable and economical.

3.2 Implementation of the Council's Supply Chain Management Policy

Goods and Services Procured by means of Quotations

| Month | Department | Amount (Vat Inc) |
|---------------|-------------------------|------------------|
| July | SMME's | R162, 563.82 |
| | Non – HDI's | R45, 309.40 |
| | Projects | R19, 562, 913.01 |
| | Consultants | R0.00 |
| | Government | R17, 326.97 |
| Totals | R19, 788, 113.20 | |

| Month | Department | Amount (Vat Inc) |
|---------------|-----------------------|------------------|
| August | SMME's | R329,319.31 |
| | Non – HDI's | R161,127.28 |
| | Projects | R18,793,954.33 |
| | Consultants | R11,753,931.52 |
| | Government | R203,368.77 |
| Totals | R31,241,701.21 | |

| Month | Department | Amount (Vat Inc) |
|---------------|-----------------------|------------------|
| September | SMME's | R707,616.38 |
| | Non – HDI's | R127,733.42 |
| | Projects | R16,000,768.41 |
| | Consultants | R3,904,675.85 |
| | Government | R361,344.98 |
| Totals | R21,102,139.04 | |

3.3 Deviations below R200 000.00

- ATTACHED HERETO PLEASE FIND LIST OF DEVIATIONS (ANNEXURE A)

3.4. Competitive Bids

The following Bid(s) were awarded during the financial period under review

| Bid No/ Contract No | Contract Description | Successful Bidder | Date | Amount (Vat Inc) |
|------------------------|--|-------------------------|------------|------------------|
| 02/2018-19 | Construction of Water Supply Augmentation in Kagung and West Derby Village | *Tsaathebe Construction | 22/07/2019 | R14,495,302.56 |

| | | | | |
|------------|--|-----------------------------------|------------|----------------|
| 01/2018-19 | Upgrading of Gravel Internal Road to Paved Road in Mothibistad | *Ovoscape (Pty) Ltd JV | 16/07/2019 | R14,527,976.79 |
| 10/2017-18 | Extension- Upgrading of Gravel Road to Paved Road in Mothibistad | *Tsela Tsweu Consulting Engineers | 24/06/2019 | |
| 02/2018-19 | Magojaneng Block D Water Supply | *Selenane JV | 08/08/2019 | R17,613,598.95 |
| 02/2018-19 | Maruping/ Batlharos Bulk Water Supply Phase 3 | *HT Pelatona Projects (Pty) Ltd | 08/08/2019 | R23,961,609.13 |
| 01/2018-19 | Upgrading of Internal Gravel Road to Paved Road in Gamopedi Village | *DTMH – Thamandla JV | 12/09/2019 | R8,323,912.35 |
| 02/2018-19 | Upgrading of Internal Water Supply to Kuruman and Wrenchville | *Uyapo Engineering Projects | | R15,431,858.99 |
| 16/2018-19 | Re-Sale of Land (Portion of Erf 1 Kuruman Undetermined Zone Between Rekathusa and Extension 26) | So Bray 15 cc | | R4,884,000.00 |

***Contractors appointed on the panel of contractors for 36 months.**

4. Recommendation(s)

It is recommended that:

- The content of this report be noted.