

STRICTLY CONFIDENTIAL

EXECUTIVE SUMMARY

SUBMISSION TO : Mayoral Committee & Council

DIVISION REQUESTING THE SUBMISSION : Finance Department (SCM)

TITLE OF THE SUBMISSION

Finance Deviations from Supply Chain Management Policy: (5/16/1/2) (CFO)

1. SOLUTION REQUIRED

Strategy Endorsement	
Commercial Options	
Approval	
Information	X

2. PURPOSE

To inform Council of the deviations from 01 July 2021 to 30 September 2021.

3. BACKGROUND

In terms of Section 36(1) (a) of the Municipal Supply Chain Management Regulations, the Supply Chain Management Policy may allow the Accounting Officer to dispense the official procurement processes established by the policy, to procure any required goods or services through any convenient process. The Accounting Officer must record the reasons for all deviations in terms of sub regulation (1) (a) and report them to council in terms of Section 36(2) of the Municipal Supply Chain Management Regulations.

4. FINANCIAL IMPLICATIONS

The total cost of the deviations for the period 01 July to 30 September 2021 amounts to R463 053.00

5. LEGISLATIVE PROVISION

- Section 36(1)(a(v)) and Section 36(2) of the Municipal Supply Chain Management Regulations.
- Section 36(1)(a(v)) and Section 36(2) of the Lesedi Local Municipality Supply Chain Management Policy.
- Section 17(1)(c) of the Municipal Supply Chain Management Regulations.
- Section 17(1)(c) of the Lesedi Local Municipality Supply Chain Manage

7. RECOMMENDATION

That the attached list of deviations be noted.

8. ATTACHMENTS

Attached hereto is a list of approved deviations.

COMPANY	DESCRIPTION	CONTRACT VALUE	DATE	REASON	DEPARTMENT
Xihlamariso Logistics	Supply and Delivery	R127 305.00	13/08/2021	RFQ for the Supply and Delivery of of Nine(9) Trolleys for Libraries Upcycle Program in Whole of Lesedi. the Lesedi Libraries was advertised on the Lesedi Website as well as on the Notice Boards for Seven (7) Days. At the opening on 29 July 2021 @12h00, only one (1) response was received. Since it was impossible to obtained three quotations as required, the Accounting Officer and Cfo are hereby requested to dispense the official procurement process in terms of Section 17(1)(c) and Section 36(1)(a)(v) of the Municipal Supply Chain Management Regulations and Section 17(1)(c) and Section 36(1)(a)(v) of the Lesedi Local Municipality Supply Chain Management Policy	Community Services (Libraries)
Rex Books	Supply and Delivery of Magazines to all Libraries in Lesedi	R185 748.00	01/09/2021	RFQ for the Supply and Delivery of Magazine Subscriptions for the Lesedi Libraries was advertised on the Lesedi Website as well as on the Notice Boards for Seven (7) Days. At the opening on 24 August 2021 @12h00, only one (1) response was received. Since it was impossible to obtained three quotations as required, the Accounting Officer and Cfo are hereby requested to dispense the official procurement process in terms of Section 17(1)(c) and Section 36(1)(a)(v) of the Municipal Supply Chain Management Regulations and Section 17(1)(c) and Section 36(1)(a)(v) of the Lesedi Local Municipality Supply Chain Management Policy	Community Services (Libraries)
Moondawg Media	Supply and Installation of Antivirus for Lesedi Local Municipality	R150 000.00	07/09/2021	RFQ for the Supply and Installation of Antivirus for Lesedi Local Municipality for the Lesedi Libraries was advertised on the Lesedi Website	Corporate Services (ICT)

COMPANY	DESCRIPTION	CONTRACT VALUE	DATE	REASON	DEPARTMENT
				<p>as well as on the Notice Boards for Seven (7) Days. At the opening on 06 September 2021 @12h00, only one (1) response was received. Since it was impossible to obtain three quotations as required, the Accounting Officer and Cfo are hereby requested to dispense the official procurement process in terms of Section 17(1)(c) and Section 36(1)(a)(v) of the Municipal Supply Chain Management Regulations and Section 17(1)(c) and Section 36(1)(a)(v) of the Lesedi Local Municipality Supply Chain Management Policy</p>	

COMPILED BY: Paul Malgas
DESIGNATION: SCM Manager

SIGNATURE: _____

DATE: _____

RECOMMENDED BY: Ms. Gugu Mncube

DESIGNATION: Acting Chief Financial Officer

SIGNATURE: _____

DATE: _____

Approved by: Acting Municipal Manager

Conditions: _____

MR Sbusiso Dlamini

Signature: _____

Date: _____