



**Fezile Dabi**  
District Municipality

Fezile Dabi District Municipality  
John Vorster Road  
P.O. Box 10  
Sasolburg, 1947  
Tel: +27 [16] 970 8800  
Fax: +27 [16] 970 8733

Aiming above the horizon

**Enquiries: Ms M Moeketsi**  
**Telephone: (016) 970 8709**  
E-mail address: [mariam@feziledabi.gov.za](mailto:mariam@feziledabi.gov.za)

## Quality Certificate

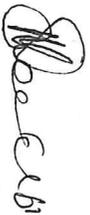
I, Maletsatsi Maria Moeketsi, the Supply Chain Manager of Fezile Dabi District Municipality

hereby certify that----

- The Implementation of SCM Policy
- Quarterly report on the implementation of SCM Policy
- For the quarter ending 30<sup>th</sup> September 2022 has been prepared in accordance with Regulation 6(3) of the SCM Regulation of 30 May 2005

Name: Maletsatsi Maria Moeketsi

SCM Manager

Signature: 

Date: 2022-10-13



**Fezile Dabi**  
District Municipality

Fezile Dabi District Municipality  
John Vorster Road  
P.O. Box 10  
Sasolburg, 1947  
Tel: +27 [61] 970 8600  
Fax: +27 [61] 970 8733

Aiming above the horizon

## **REPORT TO MAYOR ON THE IMPLEMENTATION OF SCM POLICY IN TERMS OF REGULATION 6(3) OF THE SCM REGULATION OF 30 MAY 2005.**

**SUBJECT: REPORT OF THE IMPLEMENTATION OF SUPPLY CHAIN MANAGEMENT POLICY: For the quarter ending the 30<sup>th</sup> September 2022**

### **1. PURPOSE OF THE REPORT**

The purpose of this report is to inform the Mayor regarding the implementation of the Supply Chain Management (SCM) Policy adopted on 30<sup>th</sup> May 2022, in order to perform oversight role for the 2022/23 financial year.

### **2. BACKGROUND**

Regulation 6(3) of the SCM Regulation of 30 May 2005 as amended states the following: "(3) the accounting officer must, within 10 working days of the end of each quarter, submit a report on the implementation of the supply chain management policy to the Mayor. The reports must be made public in accordance with section 21A of the Municipal Systems Act.

Regulations(6)" ***Oversight role of council of Municipality or board of directors of municipal entity, - (1) The council of a municipality and the board of directors of a municipal entity must maintain oversight over the implementation of its supply chain management policy.***

***(3) The accounting office must, within 10 days of the end of each quarter, submit a report on the implementation of the supply chain policy to the mayor of the municipality or the board of directors of the municipal entity, as the case may be"***

This report also indicate if there are serious and material changes encountered in the implementation of the SCM Policy.

### 3.4 Deviations

(Complete the table below and attach deviation register as an Annexure to the report)

Description	Supplier Name	Value for deviations	Reason for deviations
As per attached list			

### 3.5 Irregular Expenditure

(Complete the table below and attach irregular expenditure register as an Annexure to the report)

Description	Supplier Name	Total Amount	Reason for irregular
none			

**3.6 Procurement through SCM Regulation 32**

Description	The name of the Entity that SCM Regulation 32 was sourced from.	Service Provider	Date Sourced	The total value of tenders	Comments
No procurement done	n/a	n/a	n/a	n/a	

**3.7 eTender Publication Portal In terms of Circular 83**

Description	The number of tenders published.	The number of tenders cancelled.	The number of tenders re-advertised.	The number of tenders awarded.	Comments
No bids advertised for the quarter	n/a	n/a	n/a	n/a	

**3.8 Contract Performance Management**

**Management of contract in terms of Sec. 116 of MFMA (Elaborate on contractor performance and attach contract register)**

Attached Contract Register

**3.9 Audit findings**

**Indicate progress of resolving SCM issues in the Audit Action Plan.**

For 2022/23 and ongoing forward, SCM has enforce existing policy provisions and controls to prohibit any procurement process that is likely to result into irregular expenditure by returning all non-compliant procurement processes to the respective initiating user departments for correction and compliance before procurement can be proceeded with.

Strengthen review and approval processes in the SCM Unit by ensuring that all procurement processes are reviewed and approved for compliance.

**4. Recommendation**

**Compiled by:**

  
M M Moeketsi  
(Initial & Surname)  
Manager: SCM

2022/10/12  
Date

**Reviewed by:**

  
J. Reyncke  
(Initial & Surname)  
Acting Chief Financial Officer

2022/10/12  
Date

**Approved by:**

  
Adv L.S. Rabie-Khonkhe  
(Initial & Surname)  
Acting Municipal Manager

2022/10/12  
Date

**FEZILE DABI DISTRICT MUNICIPALITY**  
**DEVIATIONS REGISTER FOR THE QUARTER ENDING SEPTEMBER 2022**

Seq Nr	Financial Period / Date	Supplier Name	Payment Voucher	Deviation Date / Service Date	Invoice Date	Detail of Service / Goods	Reasons for deviation	Requesting Department	Official requesting Deviation	A m o u n t	Quotation		Notice	Tender	Type of Expenditure				Other information & Approval		
											P o l i c y	A c t u a l	R e q u i r e m e n t	R e q u i r e m e n t	A	B	C	D	I n f o r m a t i o n	A p p r o v e d	G r a n t e e d
1	2022/23	ADV. RIAAN SCHMIDT	FINA006044	30/08/2022	26/08/2022	Legal services	Adv. Riaan Schmidt was initially appointed as a legal council by Noge Attorneys, briefed to deal with a number of employees disciplinary hearings. It is therefore impossible to appoint another legal practitioners as the cases he was dealing with were inter-related and can effectively be addressed on the basis of continuity	CORPORATE SUPPORT SERVICES	DR R.S MOTINGOE	R 262 625,00				X			X			Yes	L Molibeli
2	2022/23	ADV. CHARLTON M. REX	FINA006042	30/08/2022	05/08/2022	Legal services	Appointed legal person to continue with the existing legal matter between the municipality and the employees	CORPORATE SUPPORT SERVICES	DR R.S MOTINGOE	R 426 096,05				X			X			Yes	L Molibeli
3	2023/23	NOGE ATTORNEYS INC	FINA006048	30/08/2022	02/08/2022	Legal services	Appointed attorneys to deal with the continuous municipal cases	CORPORATE SUPPORT SERVICES	DR R.S MOTINGOE	R 73 250,00			X				X			Yes	L Molibeli

FEZILE DABI DISTRICT MUNICIPALITY

CONTRACTS REGISTER: 2021/22 FINANCIAL YEAR (ACTIVE CONTRACTS AS AT 31 SEPTEMBER 2022)

Contract Description	Name of the Appointed Company	Contract Value (VAT Incl.)	Contract (SLA) Signed? (Yes/No)	Initial Period	Start Date	Termination Date	Extended End Date	Description of Extension of Scope	Extension Value (VAT incl.)	Contract Status	Premature Termination (Yes / No)	Reason for Premature Termination	Service Providers Performance	FDDM's Performance
ring printing devices (Machines)	Zama Compu World & Networking	R2 653 466.64 consumbles excl	Yes	3 years	2019/07/01	2022/08/30	31/10/2022	N/A	N/A	Active	No	N/A	At the time of submission to management, no report was received from the end user.	At the time of submission to management, no report was received from the end user.
Services	Steiner Hygien	R 12 081.30 p/m, consumbles excl	Yes	3 years	2016/12/01	2019/11/30	month to month	Term extension	N/A	Active	No	N/A	At the time of submission to management, no report was received from the end user.	At the time of submission to management, no report was received from the end user.
Printer systems	Netstar	R 187 733,00	No	3 years	2020/11/01	31-Oct-23	N/A	N/A	N/A	Active	No	N/A	The Service Provider performed in accordance to all contractual obligations. Service provided satisfactorily and efficiently.	FDDM meets all contractual obligations.
Report system	Payday software System	R 163,531.15	Yes	3 years	2020/07/01	2023/06/30	N/A	N/A	N/A	Active	No	N/A	The Service Provider performed in accordance to all contractual obligations. Service provided satisfactorily and efficiently.	FDDM meets all contractual obligations.
Management Systems	Business Connection (Pty) Ltd	R 298 136 p/a	Yes	3 years	2005/09/01	Open ended	N/A	N/A	N/A	Active	No	N/A	The Service Provider performed in accordance to all contractual obligations. Service provided satisfactorily and efficiently.	FDDM meets all contractual obligations.
Services	Internet solution	R 31 666.72 p/m	Yes	3 years	2005/06/01	Open ended	N/A	N/A	N/A	Active	No	N/A	The Service Provider performed in accordance to all contractual obligations. Service provided satisfactorily and efficiently.	FDDM meets all contractual obligations.
E-mail Service at Satellite offices	Atlantic @ Lantic (VOX)	R 876.32 p/m	Yes	3 years	2007/05/01	Open ended	N/A	N/A	N/A	Active	No	N/A	The Service Provider performed in accordance to all contractual obligations. Service provided satisfactorily and efficiently.	FDDM meets all contractual obligations.
Services	STANDARD BANK	Transactional business	Yes	5 years	2022/01/02	31/01/2027	N/A	N/A	N/A	Active	No	N/A	The Service Provider performed in accordance to all contractual obligations. Service provided satisfactorily and efficiently.	FDDM meets all contractual obligations.
Insurance	Kunene Makopo Risk Solutions (Pty) Ltd	R 498 659,67	Yes	3 years	2021/07/01	2024/06/30	N/A	N/A	N/A	Active	No	N/A	The Service Provider performed in accordance to all contractual obligations. Service provided satisfactorily and efficiently.	FDDM meets all contractual obligations.
Install & Configure Video Conferencing, Thermal & UVC Solution. Maintenance & support	Voluscore Consulting	R 7 297 900,00	Yes	3 years	2021/07/01	2024/06/30	N/A	N/A	N/A	Active	No	N/A	At the time of submission to management, no report was received from the end user.	At the time of submission to management, no report was received from the end user.
Fire and Response Security	Sasolburg Alarms	R 1 806 p/m	Yes	3 years	2019/01/09	31/08/2022	N/A	N/A	N/A	Active	No	N/A	At the time of submission to management, no report was received from the end user.	At the time of submission to management, no report was received from the end user.

re of building fire equipment	Vaal Triangle Fire Service (Pty) Ltd	R 10 172,55 p/a call out fee excl	Yes	3 years	2020/07/01	2023/06/30	N/A	N/A	N/A	Active	No	N/A	At the time of submission to management, no report was received from the end user.	At the time of submission to management, no report was received from the end user.	R
Service for the management of SMS	Flagg Consulting Engineers	2020/21 - R2 206 000.00 2021/22- R2 3270 000.00 2022/23 - R2 246 000.00	Yes	3 years	2020/11/12	2023/10/12	N/A	N/A	N/A	Active	No	N/A	At the time of submission to management, no report was received from the end user.	At the time of submission to management, no report was received from the end user.	R

**TERMINATED CONTRACTS : 2022/23 FINANCIAL YEAR**

water, food, food products, milk, cts, structural, equipment hand swabs samples for y chemical & physical analysis	Swift Silliker t/a Meriex NutriSciences	As and when service required (prices as per supplied schedule of prices)	Yes	3 years	2019/08/01	2022/07/31	N/A	N/A	N/A	Inactive	No	N/A	N/A	N/A	N/A
rd Tax (VAT) review/recovery for (3) three for FDDM	PK & Son Financial Consultants	15% on recovered amount (all costs included)	Yes	3 years	2019/08/01	2022/07/31	N/A	N/A	N/A	Inactive	No	N/A	N/A	N/A	N/A
f funding for infrastructure nt except electrical	Tsholetso Projects	3% of funding sourced	Yes	3 years	21/08/2019	31/08/2022	N/A	N/A	N/A	Inactive	No	N/A	N/A	N/A	N/A
f funding - Energy efficiency and fe management	Basia Consulting (Pty) Ltd	3% of funding sourced	Yes	3 years	2019/11/09	31/08/2022	N/A	N/A	N/A	Inactive	No	N/A	N/A	N/A	N/A
rd Tax (VAT) review/recovery for (3) three for FDDM	PK & Son Financial Consultants	15% on recovered amount (all costs included)	Yes	3 years	2019/08/01	2022/07/31	N/A	N/A	N/A	Inactive	No	N/A	N/A	N/A	N/A