

GREATER GIYANI MUNICIPALITY

PUBLIC NOTICE:2022/2023

AMMENDEDMENT OF 2022-2023 SUPPLY CHAIN MANAGEMENT POLICY (PREFERENTIAL PROCUREMENT)

PURPOSE

Greater Giyani Municipality calls upon all stakeholders to comment on the draft amendment Supply Chain Management (SCM) policy to put in line with the Preferential Procurement Regulations as published on the 04th November 2022 by Minister of Finance.

Background

In terms of Government Gazette no 47452 dated 4th November 2022, The Minister of Finance has in terms of section 5, read with section2 (1) (b) (i) and with effect from 16th of January 2023, made the regulation set out in the schedule. Greater Giyani Municipality is in process of amending the SCM policy to comply with the Government gazette no 47452, dated 4th of November 2022 and to align it with the new regulation.

Provision of the Amended Regulation

- 1.1.1 The following are the key aspects that scrapped in the new regulation on the preferential procurement 2022:
- 1.1.1.1 Scrapping of Black Economic Empowerment and
- 1.1.1.2 Local Content production
- 1.1.1.3 Subcontracting of 30% of contract above R30 Million
- 1.1.1.4 Definition, etc

1.1.2 The following are the new aspects that are included in the SCM:

- 1.1.2.1 The Municipality, in the tender documents must, stipulate:
 - a. The applicable preferential point system as envisaged in regulation 4, 5, 6 and 7;
 - b. The specific goals in the invitation to submit the tender for which a point may be awarded, and the number of points that will be awarded to each goal, and proof of the claim for such goal.
- 1.1.2.2 if it is unclear whether the 80/20 or 90/10 preferential point system applies, the Municipality must, in tender documents, stipulate in the case of
 - a. An invitation for tender for income-generating contracts, that either 80/20 or 90/10 preference point system will apply and the highest acceptable tender will be used to determine the applicable preference point system: or
 - b. Any other invitation for tender, that either the 80/20 or 90/10 preference point system will apply and that the lowest acceptable tender will be used to determine the applicable preference point system.

Specific Goal:

The Municipality in terms of preference points system is required to use the specific goal in terms of allocating the point which was not applicable in the previous policy. Specific goals refer to specific goals as contemplated in section 2 (1) (d) of the Act which may include contracting with person, or categories of persons, historically disadvantaged by unfair discrimination on the basis of race, gender and disability including the implementation of programmes of the

Reconstruction and Development Programme as published in the Government Gazette No: 16085 dated 23rd of November 1994;

The Table below depicts specific goal to which the 80/20 and 90/10 preferential point system will be awarded in the SCM policy:

N/B point will be allocated per project.

NO Halita	Specific goals The product of the control of the c	Proof to claim specific goals
1	Black person	CSD report and Certified copy of Identification
2	Black person and youth	CSD report and Certified copy of Identification
3	Black Person and woman	CSD report and Certified copy of Identification
4	Black person with disabilities	CSD report, Certified copy of Identification and disabilities certificate from a professional doctor
5	Błack person living in the rural area or underdeveloped townships (Giyani)	Proof of residence
Total point of the second of t		

ACTING MUNICIPAL MANAGER

15-02-2023