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Reference number: RSC/C.5

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## TREASURY CIRCULAR MUN NO. 14/2019

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THE MAYOR, CITY OF CAPE TOWN: MR D PLATO
THE MAYOR, WEST COAST DISTRICT MUNICIPALITY: MR H CLEOPHAS
THE MAYOR, MATZIKAMA MUNICIPALITY: MR J VAN DER HOVEN
THE MAYOR, CEDERBERG MUNICIPALITY: MR W FARMER
THE MAYOR, BERGRIVIER MUNICIPALITY: MR R VAN ROOY
THE MAYOR, SALDANHA BAY MUNICIPALITY: MR M KOEN
THE MAYOR, SWARTLAND MUNICIPALITY: MR T VAN ESSEN
THE MAYOR, CAPE WINELANDS DISTRICT MUNICIPALITY: DR H VON SCHLICHT
THE MAYOR, WITZENBERG MUNICIPALITY: MR BC KLAASEN
THE MAYOR, DRAKENSTEIN MUNICIPALITY: MR CJ POOLE
THE MAYOR, STELLENBOSCH MUNICIPALITY: ADV. G VAN DEVENTER
THE MAYOR, BREEDE VALLEY MUNICIPALITY: MS A STEYN
THE MAYOR, LANGEBERG MUNICIPALITY: MR HM JANSEN
THE MAYOR, OVERBERG DISTRICT MUNICIPALITY: MR A FRANKEN
THE MAYOR, THEEWATERSKLOOF MUNICIPALITY: MS CJM VOSLOO
THE MAYOR, OVERSTRAND MUNICIPALITY: MR D COETZEE
THE MAYOR, CAPE AGULHAS MUNICIPALITY: MR PJ SWART
THE MAYOR, SWELLENDAM MUNICIPALITY: MR NG MYBURGH
THE MAYOR, GARDEN ROUTE DISTRICT MUNICIPALITY: MR M BOOYSEN
THE MAYOR, KANNALAND MUNICIPALITY: MS M BARRY
THE MAYOR, HESSEQUA MUNICIPALITY: MR G RIDDLES
THE MAYOR, MOSSEL BAY MUNICIPALITY: MR HJ LEVENDAL
THE MAYOR, GEORGE MUNICIPALITY: MR MG NAIK
THE MAYOR, OUDTSHOORN MUNICIPALITY: MR CF SYLVESTER
THE MAYOR, BITOU MUNICIPALITY: MR MP LOBESE
THE MAYOR, KNYSNA MUNICIPALITY: MR M WILLEMSE
THE MAYOR, CENTRAL KAROO DISTRICT MUNICIPALITY: DR A RABIE
THE MAYOR, LAINGSBURG MUNICIPALITY: MR M GOUWS
THE MAYOR, PRINCE ALBERT MUNICIPALITY: MR G LOTTERING
THE MAYOR, BEAUFORT WEST MUNICIPALITY: MR N CONSTABLE
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THE MUNICIPAL MANAGER, CEDERBERG MUNICIPALITY: MR L VOLSCHENK
THE MUNICIPAL MANAGER, BERGRIVIER MUNICIPALITY: ADV. H LINDE
THE MUNICIPAL MANAGER, SALDANHA BAY MUNICIPALITY: MR H METTLER
THE MUNICIPAL MANAGER, SWARTLAND MUNICIPALITY: MR J SCHOLTZ
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THE MUNICIPAL MANAGER, DRAKENSTEIN MUNICIPALITY: DR J LEIBBRANDT
THE MUNICIPAL MANAGER, STELLENBOSCH MUNICIPALITY: MS G METTLER
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THE MUNICIPAL MANAGER, THEEWATERSKLOOF MUNICIPALITY: MR G MATTHYSE
THE MUNICIPAL MANAGER, OVERSTRAND MUNICIPALITY: MR C GROENEWALD
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THE MUNICIPAL MANAGER, HESSEQUA MUNICIPALITY: MR J JACOBS
THE MUNICIPAL MANAGER, MOSSEL BAY MUNICIPALITY: ADV. MG GILIOMEE
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THE MUNICIPAL MANAGER, KNYSNA MUNICIPALITY: DR S VATALA
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THE MUNICIPAL MANAGER, LAINGSBURG MUNICIPALITY: MR P WILLIAMS
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THE CHIEF FINANCIAL OFFICER, BEAUFORT WEST MUNICIPALITY: MR CJ KYMDELL
THE HEAD OF SCM, CITY OF CAPE TOWN: MR B CHINASAMY
THE HEAD OF SCM, WEST COAST DISTRICT: MR M MARKUS
THE HEAD OF SCM. MATZIKAMA MUNICIPALITY: MS H MEYER
THE HEAD OF SCM, CEDERBERG MUNICIPALITY: MS J MAARMAN
THE HEAD OF SCM, BERGRIVIER MUNICIPALITY: MS N BOTHMA
THE HEAD OF SCM, SALDANHA BAY MUNICIPALITY: MR H MEEDING
THE HEAD OF SCM, SWARTLAND MUNICIPALITY: MR P SWART
THE HEAD OF SCM, CAPE WINELANDS DISTRICT: MR GJP FALCK
THE HEAD OF SCM, WITZENBERG MUNICIPALITY: MR M FRIESLAAR
THE HEAD OF SCM. DRAKENSTEIN MUNICIPALITY: MR H VERGOTINE
THE HEAD OF SCM, STELLENBOSCH MUNICIPALITY: MR D JACOBS
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THE HEAD OF SCM, LANGEBERG MUNICIPALITY: MR S NGCONGOLO
THE HEAD OF SCM, OVERBERG DISTRICT: MS D KAPOT-WITBOOI
THE HEAD OF SCM, THEEWATERSKLOOF MUNICIPALITY: MR A HENDRICKS
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THE HEAD OF SCM, OUDTSHOORN MUNICIPALITY: MR JC LADOUCE
THE HEAD OF SCM, BITOU MUNICIPALITY: MR P PETERS
THE HEAD OF SCM, KNYSNA MUNICIPALITY: MS F KRUGER
THE HEAD OF SCM, CENTRAL KAROO DISTRICT: MS A LENDERS (ACTING)
THE HEAD OF SCM, LAINGSBURG MUNICIPALITY: MR K GERTSE
THE HEAD OF SCM, PRINCE ALBERT MUNICIPALITY: MS C BAADTJIES (ACTING)
THE HEAD OF SCM, BEAUFORT WEST MUNICIPALITY: MS L GOUWS
THE HEAD OFFICIAL: PROVINCIAL TREASURY (MS JD GANTANA) (ACTING)
THE DEPUTY DIRECTOR-GENERAL: FISCAL AND ECONOMIC SERVICES (VACANT)
THE DEPUTY DIRECTOR-GENERAL: GOVERNANCE AND ASSET MANAGEMENT (MR IG SMITH) (ACTING)
THE CHIEF DIRECTOR: PUBLIC POLICY SERVICES (MS R SLINGER) (ACTING)
THE CHIEF DIRECTOR: PROVINCIAL GOVERNMENT PUBLIC FINANCE (MS A PICK) (ACTING)
THE CHIEF DIRECTOR: LOCAL GOVERNMENT PUBLIC FINANCE (MR M SIGABI) (ACTING)
THE CHIEF DIRECTOR: ASSET MANAGEMENT (MS N EBRAHIM) (ACTING)
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THE CHIEF DIRECTOR: FINANCIAL GOVERNANCE AND ACCOUNTING (MR A HARDIEN)

THE CHIEF FINANCIAL OFFICER (MS A SMIT)

THE HEAD: OFFICE OF THE FINANCE MINISTRY (ADV. E PRETORIUS)

THE DIRECTOR: BUSINESS INFORMATION AND DATA MANAGEMENT (MR PP PIENAAR)

THE DIRECTOR: FINANCIAL GOVERNANCE (MS M VAN NIEKERK)

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THE DIRECTOR: LOCAL GOVERNMENT ACCOUNTING (MR L BRINDERS)
THE DIRECTOR: LOCAL GOVERNMENT BUDGET OFFICE (MR M BOOYSEN)

THE DIRECTOR: LOCAL GOVERNMENT REVENUE AND EXPENDITURE (GROUP ONE) (VACANT) THE DIRECTOR: LOCAL GOVERNMENT REVENUE AND EXPENDITURE (GROUP TWO) (MR M SIGABI)

THE DIRECTOR: LOCAL GOVERNMENT SUPPLY CHAIN MANAGEMENT (MR R MOOLMAN)

THE DIRECTOR: PROVINCIAL COVERNMENT ACCOUNTING (MR A REDDY)

THE DIRECTOR: PROVINCIAL GOVERNMENT BUDGET OFFICE (MS RH SLINGER)

THE DIRECTOR: PROVINCIAL GOVERNMENT FINANCE (EXPENDITURE MANAGEMENT) (MS A PICK)
THE DIRECTOR: PROVINCIAL GOVERNMENT SUPPLY CHAIN MANAGEMENT (MS T RAKIEP) (ACTING)
THE DIRECTOR: STRATEGIC AND OPERATIONAL MANAGEMENT SUPPORT (MS JA HENDRICKS) (ACTING)

THE DIRECTOR: SUPPORTING AND INTERLINKED FINANCIAL SYSTEMS (MR A MAZOMBA)

THE PROVINCIAL AUDITOR

MASTER RECORDS OFFICIAL: BUSINESS INFORMATION AND DATA MANAGEMENT

THE HEAD OF DEPARTMENT: LOCAL GOVERNMENT

THE CHIEF DIRECTOR: LOCAL GOVERNMENT BUDGET ANALYSIS – NATIONAL TREASURY (MR J HATTINGH)

THE CHIEF DIRECTOR: MFMA IMPLEMENTATION - NATIONAL TREASURY (MR TV PILLAY)

# LOCAL GOVERNMENT LED-SCM INDABA: MAXIMIZING CITIZEN IMPACT – 14 - 15 NOVEMBER 2019 WITHIN THE GARDEN ROUTE DISTRICT

#### 1. PURPOSE

- 1.1 To inform all municipalities and municipal entities of the 4<sup>th</sup> Local Government LED-SCM Indaba: Maximizing citizens impact that is scheduled to take place dated, 14 15 November 2019.
- 1.2 The LED-SCM Indaba will be hosted in collaboration with the Department of Economic Development and Tourism (DEDAT) and the Garden Route District municipalities.
- 1.3 To request all municipalities and municipal entities to submit at least five (5) representatives, preferably the CFO, SCM Manager, SCM Practitioner, LED Manager and LED Practitioner who will attend the Indaba.
- 1.4 Where the senior official is unable to attend the Indaba the municipality and municipal entity may nominate a representative, preferably an official of the municipality's Supply Chain Management unit and a representative from the Local Economic Development Department.
- 1.5 The purpose of the LED-SCM Indaba: Maximizing citizens impact is to provide a shared platform for discussion and learning on the utilisation of procurement as a catalyst for local economic growth and inclusive economic development.

#### 2. BACKGROUND

- 2.1 In terms of section 5(3) of the MFMA (Act 56 of 2003), a Provincial Treasury may assist municipalities and municipal entities in building their capacity for efficient, effective and transparent financial management.
- 2.2 The Directorate Local Government: Supply Chain Management facilitates this mandate by providing assistance and guidance to municipalities and municipal entities on the regulatory framework that governs Supply Chain Management.

- 2.3 Emanating from the quarterly SCM Forums, the Local Government Supply Chain Management (LG: SCM) Directorate, realised that there is a need in the SCM fraternity to create a professional environment to build institutional capacity for efficient, effective and transparent financial management as well as the promotion of the professional development of SCM Practitioners.
- 2.4 This communique serves as an official confirmation of support of the objectives of the LED-SCM Indaba: Maximizing citizens impact with specific emphasis on the promotion of a culture of excellence and efficiency, with the alignment of the local economic development department with the supply chain management department in terms of the procuring of goods and services.
- 2.5 However, not only has the demand been for SCM to become more efficient, effective and transparent, but there are increasing questions of the role of institutional procurement both public and private sector as a means of contributing to economic growth and inclusive economic development.
- 2.6 Procurement as a catalyst for economic grow and development is a relatively new concept and for many intuitions a daunting task given the increasing imposition of new compliance requirements. The successful combination of compliance and contribution to economic growth and development still remains a maze for many institutions.
- 2.7 The reality we now face is that procurement as means of economic growth and development has become an imperative. The recent (and ongoing) surge of legislation and regulations (e.g. local content requirements) is a clear indication of the seriousness of government in enforcing its will to ensure economic transformation.
- 2.8 The 2019 LED-SCM Indaba: Maximizing citizens impact, themed, "<u>Utilising procurement as a strategic enabler to enhance local economic development</u>", seeks then to create an opportunity for role-players to not only engage on the key challenges of this new imperative, but more importantly, to share experiences which contribute to us all working together to uplift and grow our communities.

#### 3. OBJECTIVES TO BE ACHIEVED THROUGH THE LED-SCM INDABA

- 3.1 To provide a socio-economic context for the imperative of the utilisation of procurement as a significant contributor to inclusive economic growth and development;
- 3.2 To share and deliberate the overcoming of challenges posed by compliance requirements in tandem with increasing calls for procurement as means to economic transformation; and
- 3.3 To share experiences and exchange learnings both from an institutional and business perspective on the successful implementation of projects and programmes that showcase procurement as a contributor to economic well-being.

#### 4. LOGISTICS

4.1 The proposed LED-SCM Indaba: Maximizing citizens impact is schedule to take place as follows:

Hosted by: Garden Route District, Mossel Bay, Knysna, George, Oudtshoorn, Kannaland,

Hessequa, Bitou Municipalities

**Date:** 14 - 15 November 2019

Venue: ATKV- Hartenbos, Beach Resort

**Address:** Kaap de Goede Hoop Laan, Hartenbos, Mossel Bay 6520

**Office:** (044) 601 7200

**Fax:** (044) 601 7237

**Email:** <a href="mailto:petriv@atkv.org.za">petriv@atkv.org.za</a>

#### 5. ACCOMMODATION ARRANGEMENTS

5.1 Please note that a formal communication will be forward to all municipal officials relating to the accommodation arrangements and the reference number against which the municipalities need to book their respective accommodations.

5.2 For any further enquiries it may be directed to the official below:

Hosted by: ATKV- Hartenbos, Beach Resort

Conference Coordinator: Mr Petri Vorster

**Office:** (044) 601 7200

**Fax:** (044) 601 7237

Email: <a href="mailto:petriv@atkv.org.za">petriv@atkv.org.za</a>

Website: <a href="www.atkvoorde.co.za">www.atkvoorde.co.za</a>

- 5.3 Municipalities must ensure that it makes the necessary accommodation arrangements within a timely manner.
- 5.4 The onus and responsibility still relies on the municipality to bear the cost of any travel, substance and accommodation on the expense of the municipal official attending the SCM Indaba: Maximizing citizens impact.
- 5.5 We therefore need to bring to your attention that any cancellations and non attendance will have a negative effect in terms of financial implications, hence all attendees must ensure that they attend the Indaba.

### 6. REQUEST

6.1 Municipalities are requested to forward the name, designation and contact details of the representatives, who will be attending the LED-SCM Indaba: Maximizing citizens impact Sustainable Procurement.

- 6.2 Failures to submit the requested information on time often makes it difficult to co-ordinate and arrange this event. To this effect we kindly request your cooperation.
- 6.3 It will be highly appreciated if all confirmations are submitted via e-mail to <a href="Mariam.Abrahams@westerncape.gov.za">Mariam.Abrahams@westerncape.gov.za</a> by latest **Wednesday**, **30 August 2019**.
- 6.4 Any enquiries in this regard may be directed to Ms Letitia Sallies on 021 483 3180.

Your co-operation will be highly appreciated.

MR RODNEY MOOLMAN

**DIRECTOR: LOCAL GOVERNMENT SUPPLY CHAIN MANAGEMENT** 

**DATE: 04 June 2019**