

Supply Chain Processes at Sedibeng District Municipality

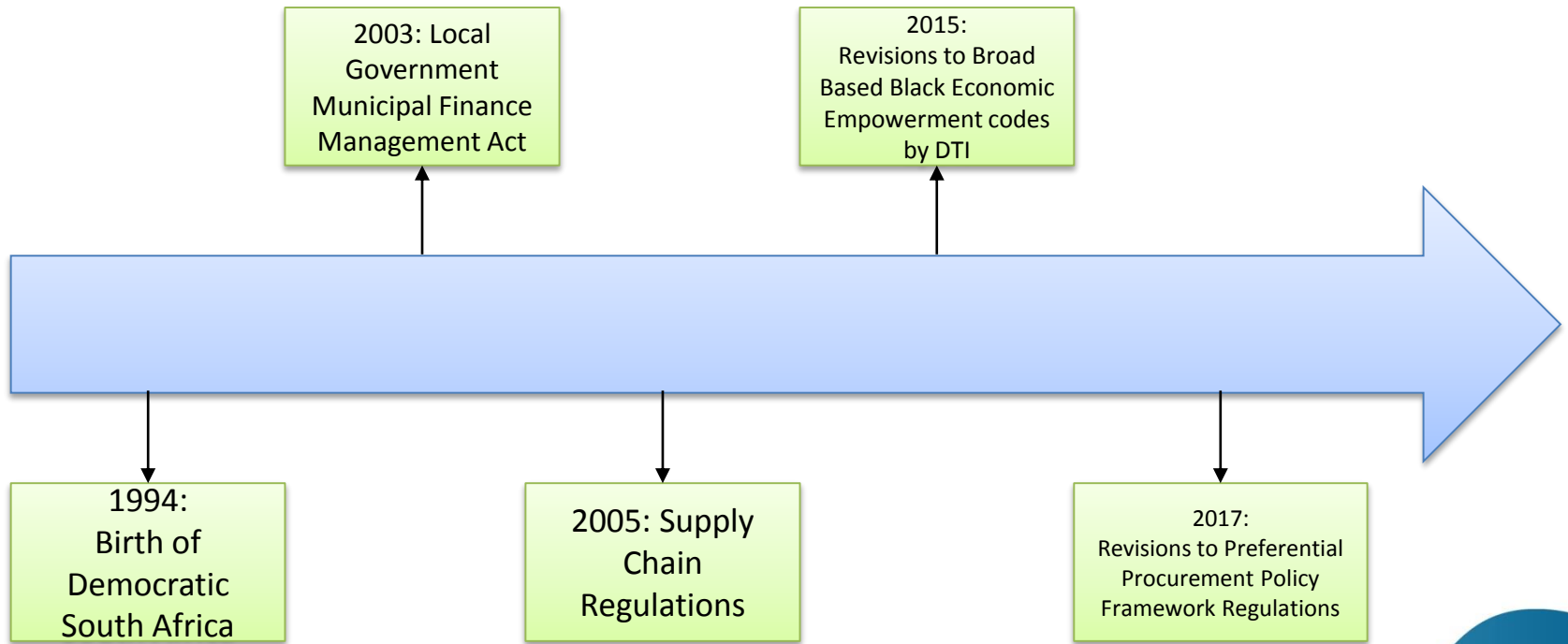


DISCUSSION

- Legislative Background
 - SCM Regulations
 - PPPFA Regulations & BBBEE
 - Council Policy
- Registering on Supplier Database
- Types of Tender Processes
- Roles & Responsibilities



1. Legislative Background



1. Legislative Background

SCM Regulations

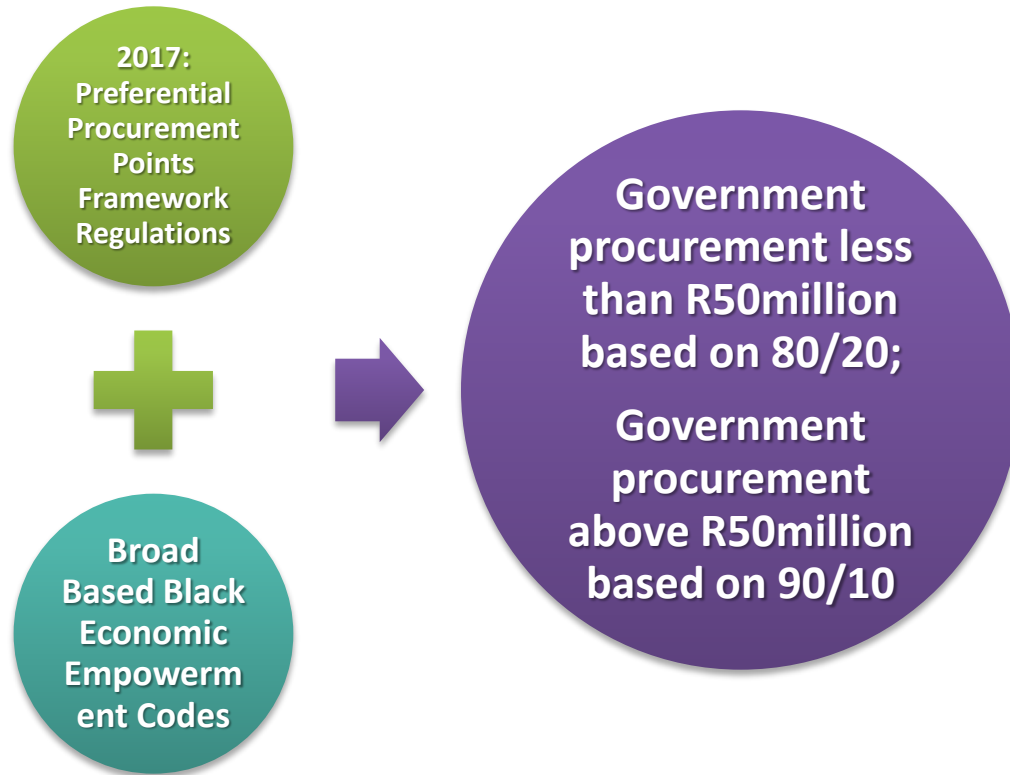
- 2003: MFMA Chapter 11 legislates procurement practices
- 2005: MFMA SCM Regulations prescribe regulatory framework, limitations and restrictions

Supplier must familiarise themselves with what are their roles and responsibilities



1. Legislative Background

PPPFA Regulations & BBBEE



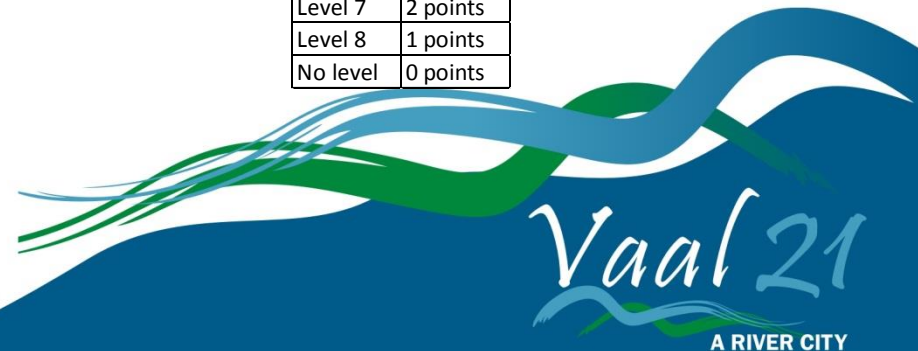
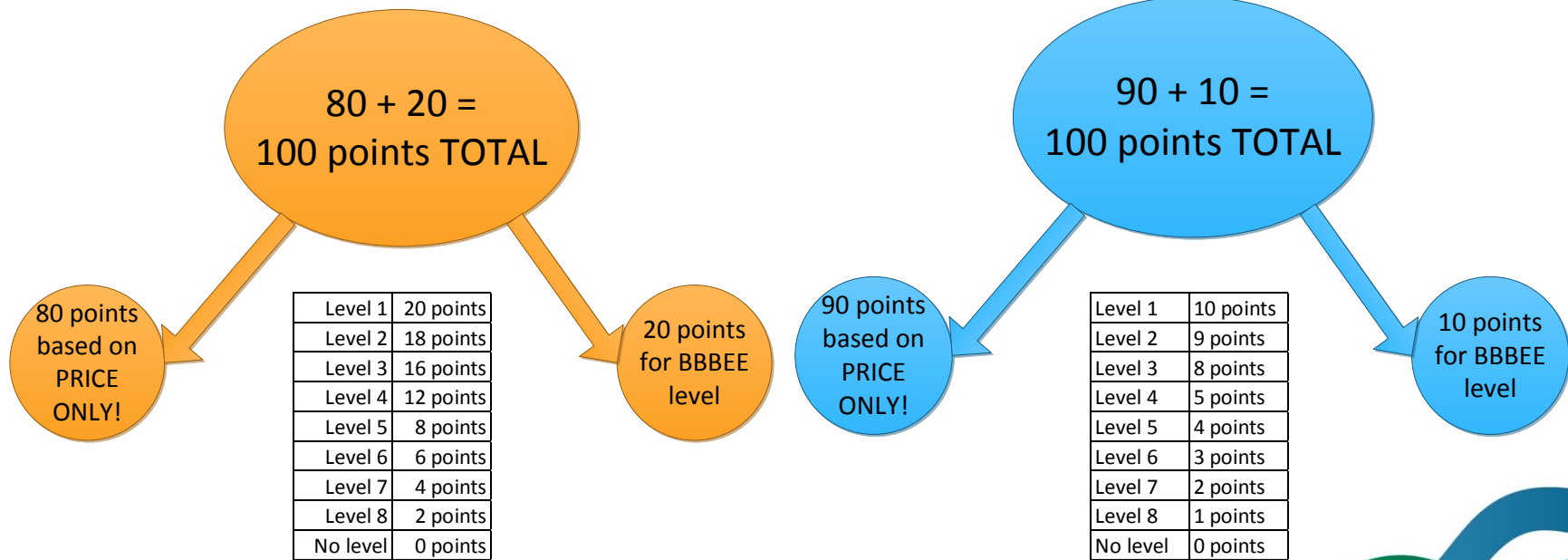
1. Legislative Background

PPPFA Regulations & BBBEE

- How does 80 / 20 work? • How does 90 / 10 work?

Less than R50million

Above R50million



1. Legislative Background

PPPFA Regulations & BBBEE

- Legislation ***prohibits*** procurement practices targeting designated groups outside of BBBEE
- BBBEE codes based on various elements:-

ELEMENT:	WEIGHTING
Ownership	25 points
Management control	15 points
Employment equity	nil points
Skills development	20 points
Preferential procurement	nil points
Enterprise and supplier development	40 points
Enterprise development	nil points
Socio-economic development	5 points
TOTAL	105 points

The number of points a company scores per element adds up to give you a total rating which then gives you the BBBEE level.

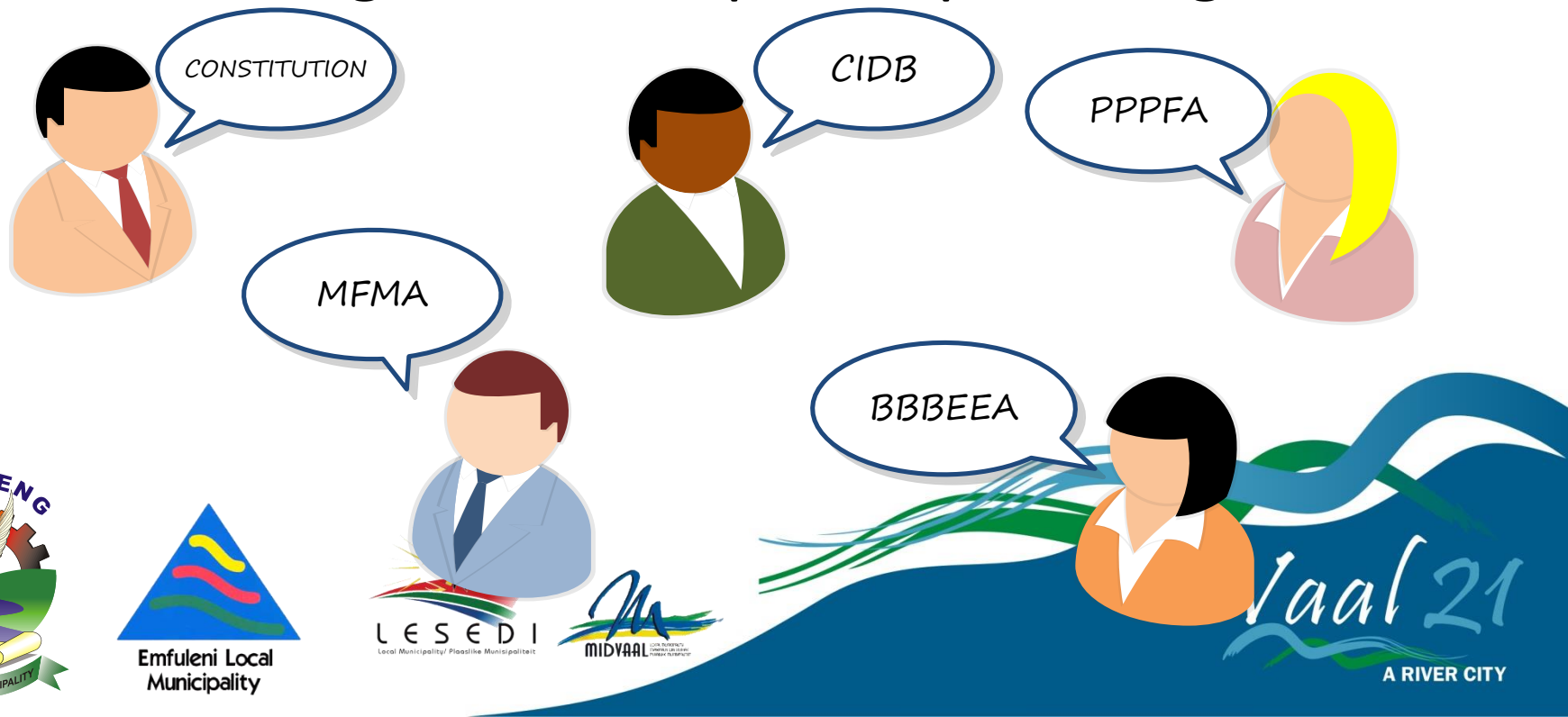
NB! You can only receive BBBEE rating from an accreditation agency approved by the DTI



1. Legislative Background

Council approved SCM Policy

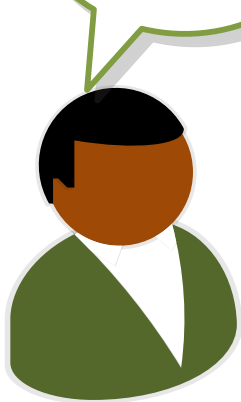
- MFMA Chapter 11 requires **ALL** municipal councils to approve and adopt SCM policies that are aligned to the prescripts of legislation



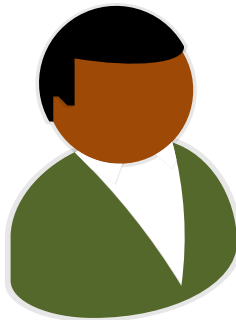
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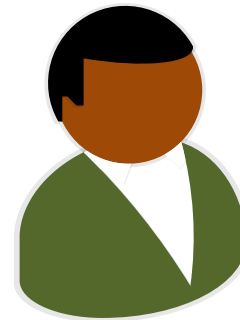
How do I as an entrepreneur get involved in policy-making?



Attend council meetings and make submissions on policy review and during public-participation process



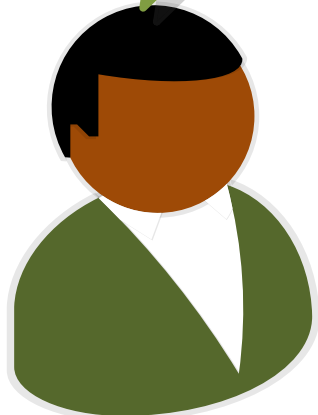
You can contact the Office of the Speaker at your local municipality for more information



1. Legislative Background

Council approved SCM Policy

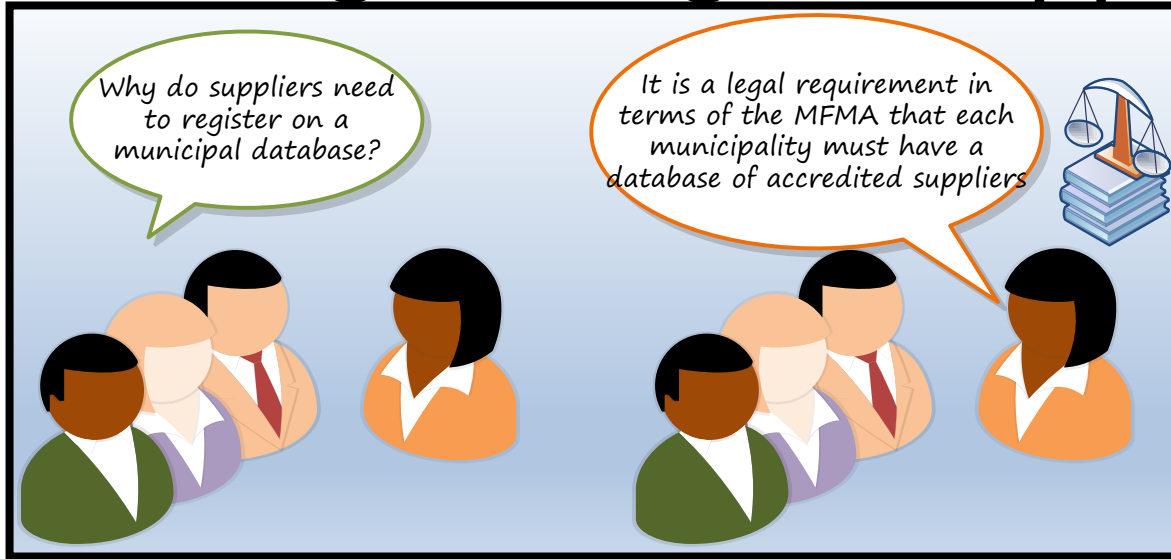
There is more information on my local municipality's website



2. Registering on Supplier Database

Why do suppliers need to register on a municipal database?

It is a legal requirement in terms of the MFMA that each municipality must have a database of accredited suppliers

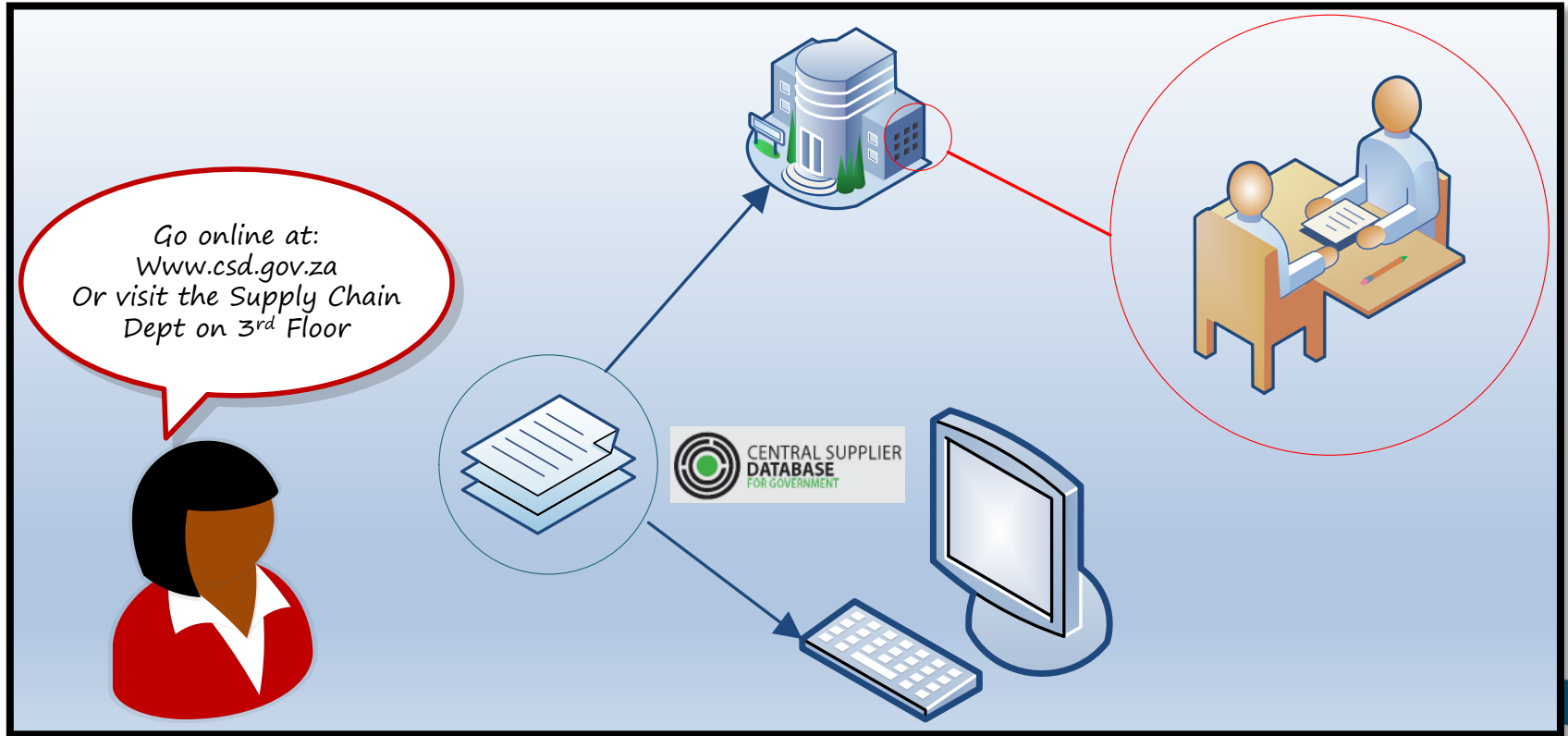


How do we become an accredited supplier on the database?

You need to register on the National Database:
www.csd.gov.za



2. Registering on CSD Supplier Database



2. Registering on Supplier Database



SARS Tax Clearance



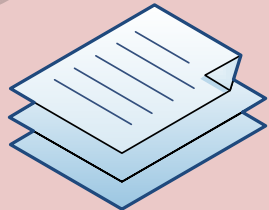
BBBEE certificate

Municipal account must not be in arrears for more than 30 days

You need the following documents ...



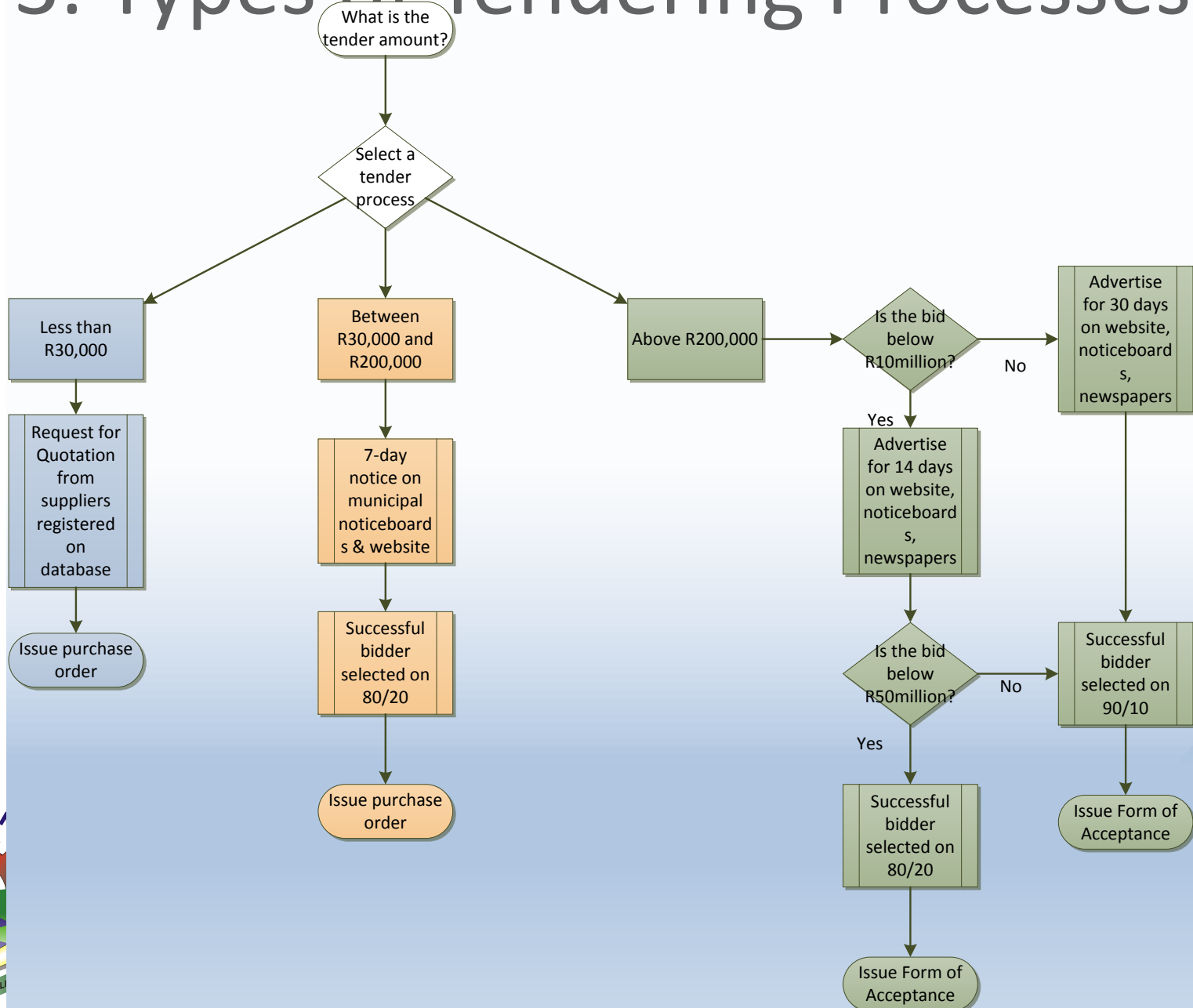
Remember to sign the Declaration of Interests!



Declaration of interest



3. Types of Tendering Processes

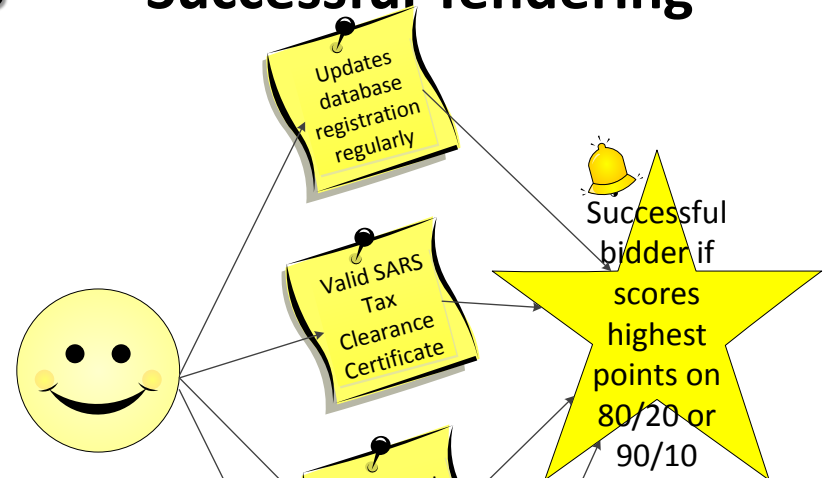
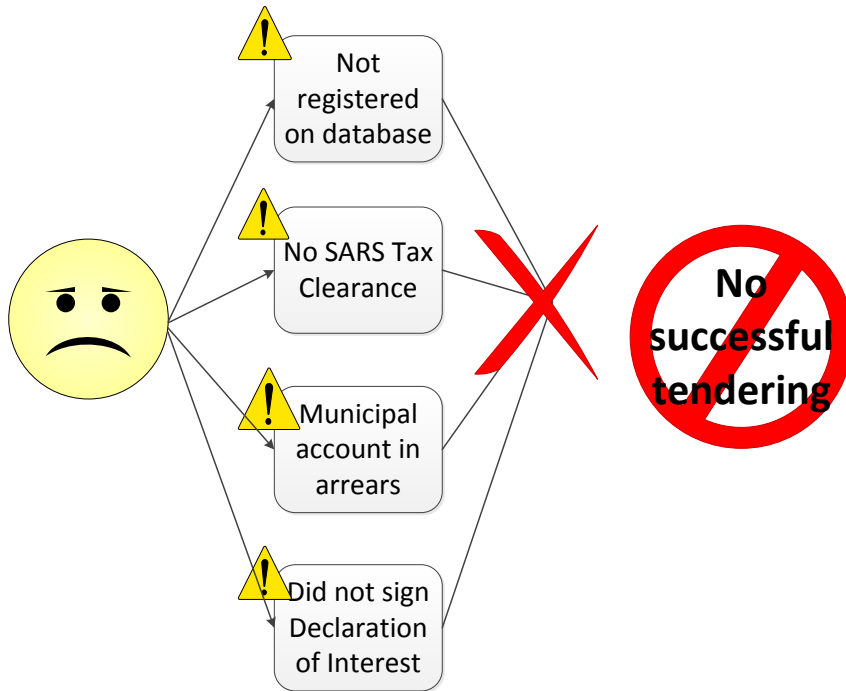


4. Responsible Bidders

Unsuccessful Tendering

VS

Successful Tendering



Additional Information



- Sedibeng District Municipality website:
<http://www.sedibeng.gov.za/tenders.html>
- Tender Advice Centre:
016 450 3110 (08h00 to 16h00 weekdays)
- Sedibeng District Municipal offices:
Corner Beaconsfield Avenue & Leslie Street,
Vereeniging, 3rd Floor, Main Building

