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Department of Finance

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PROVINCIAL TREASURY CIRCULAR 27 OF 2011

TO :

THE ACCOUNTING OFFICER: VOTE 1: OFFICE OF THE PREMIER (Mr J.M. RABODILA)
THE ACCOUNTING OFFICER: VOTE 2: PROVINCIAL LEGISLATURE (Mr R.M. MOROPA)
THE ACCOUNTING OFFICER: (ACTING): VOTE 3: FINANCE (Mr J.B. MBATHA)
THE ACCOUNTING OFFICER: VOTE 4: COOPERATIVE GOVERNANCE & TRADITIONAL AFFAIRS (Mr D. MAHLOBO)
THE ACCOUNTING OFFICER: VOTE 5: AGRICULTURE, RURAL DEVELOPMENT & LAND ADMINISTRATION (Ms N.L. SITHOLE)
THE ACCOUNTING OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT & TOURISM (Dr D.V. DLAMINI)
THE ACCOUNTING OFFICER: VOTE 7: EDUCATION: (Mrs M.O.C. MHLABANE)
THE ACCOUNTING OFFICER: VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (Mr K.M. MOHLASEDI)
THE ACCOUNTING OFFICER: VOTE 9: SAFETY, SECURITY & LIAISON (Mr S.T. SIBUYI)
THE ACCOUNTING OFFICER: VOTE 10: HEALTH (Dr J.J. MAHLANGU)
THE ACCOUNTING OFFICER: VOTE 11: CULTURE, SPORTS & RECREATION (Ms S.P. MJWARA)
THE ACCOUNTING OFFICER: (ACTING): VOTE 12: SOCIAL DEVELOPMENT (Ms N.L. MLANGENI)
THE ACCOUNTING OFFICER: VOTE 13: HUMAN SETTLEMENT (Mr D. DUBE)

THE CHIEF FINANCIAL OFFICER: VOTE 1: OFFICE OF THE PREMIER (Mr T. NKOJOANA)
THE CHIEF FINANCIAL OFFICER: VOTE 2: PROVINCIAL LEGISLATURE (Mr S. SANYANE)
THE CHIEF FINANCIAL OFFICER: VOTE 3: FINANCE (Ms P. SEMENYA)
THE CHIEF FINANCIAL OFFICER: VOTE 4: COOPERATIVE GOVERNANCE & TRADITIONAL AFFAIRS (Mr M.D. SHIPALANA)
THE CHIEF FINANCIAL OFFICER (ACTING): VOTE 5: AGRICULTURE, RURAL DEVELOPMENT & LAND ADMINISTRATION (Mr R. MNISI)
THE CHIEF FINANCIAL OFFICER: VOTE 6: ECONOMIC DEVELOPMENT, ENVIRONMENT AND TOURISM (Ms J.P. HLATSHWAYO)
THE CHIEF FINANCIAL OFFICER: VOTE 7: EDUCATION (Mr C.B. MNISI)
THE CHIEF FINANCIAL OFFICER (ACTING): VOTE 8: PUBLIC WORKS, ROADS & TRANSPORT (Mr S. SHONGWE)
THE CHIEF FINANCIAL OFFICER: VOTE 9: SAFETY, SECURITY & LIAISON (Mr B.H. NGOMA)
THE CHIEF FINANCIAL OFFICER: VOTE 10: HEALTH (Ms G. MILAZI)
THE CHIEF FINANCIAL OFFICER: VOTE 11: CULTURE, SPORTS & RECREATION (Mr M. KHOZA)
THE CHIEF FINANCIAL OFFICER: VOTE 12: SOCIAL DEVELOPMENT (Ms P. MORGAN)
THE CHIEF FINANCIAL OFFICER: VOTE 13: 13 HUMAN SETTLEMENT (Ms B. MOJAPELO)

THE CHIEF EXECUTIVE OFFICER: MPUMALANGA ECONOMIC GROWTH AGENCY (Mr R.S. TSHUKUDU)
THE CHIEF EXECUTIVE OFFICER: MPUMALANGA GAMBLING BOARD (Mr B. Mlambo)
THE CHIEF EXECUTIVE OFFICER (ACTING): MPUMALANGA TOURISM & PARKS AGENCY (Dr N. MOTETE)
THE CHIEF EXECUTIVE OFFICER: MPUMALANGAREGIONAL TRAINING TRUST (Mr N.D. MOROPANE)

SUBJECT: NEW PREFERENTIAL PROCUREMENT REGULATIONS 2011

1. PURPOSE

- 1.1. This circular intends providing an update to all departments in this province and public entities listed on schedule 3C of the Public Finance Management Act, with regard to the new Preferential Procurement Regulations that has been issued by the National Treasury recently.

2. BACKGROUND

- 2.1. The Preferential Procurement Regulations 2001, which were issued in terms of the Preferential Procurement Policy Framework Act 5 of 2000, have been associated with a number of challenges when it comes to implementation by Government institutions, since their inception in 2001.
- 2.2. To remedy the situation, the National Treasury has resolved that these regulations be repealed in order to give way to the new ones which will take care of the challenges which have been experienced during the past few years. To this effect, the Minister of Finance has approved the new Preferential Procurement Regulations 2011 which replace those that were issued in 2001.

3. RECOMMENDATIONS

- 3.1. All Heads of Department and the Chief Executive Officers of the Public Entities listed on schedule 3C are requested to disseminate the contents of this circular to their respective Supply Chain Management Units for implementation.
- 3.2. We have attached a copy of the new regulations for your attention and implementation, which takes effect from 7 December 2011.

Regards,



MR J.B. MBATHA
ACTING HEAD OF DEPARTMENT

DATE: 28/8/2011