



No. 7 Government Boulevard
Building No. 4
Riverside Park Extension 2
Nelspruit
1201



Private Bag X 11205
Nelspruit
1200
Tel: (013) 766 4452
Fax: (013) 766 9417
E-mail : jmbatha@mpg.gov.za

Department of Finance

Litiko LeteTimali

UmNyango weZeemali

Departement van Finansies

Kgoro ya Matlotlo

TO : ALL HEADS OF DEPARTMENT
CEO's OF SCHEDULE 3C PUBLIC ENTITIES
CHIEF FINANCIAL OFFICER
HEADS OF SUPPLY CHAIN MANAGEMENT

FROM : MR M. MAZIBUKO
HEAD OF DEPARTMENT

SUBJECT : PROGRESS ON ROTATION OF SUPPLY
CHAIN MANAGEMENT PRACTITIONER WITHIN
THE SCM COMPONENT

This communiqué serves as a follow up to all Heads of Department, CEO's of Schedule 3C Public Entities, Chief Financial Officers (CFO's) and Heads of Supply Chain Management (SCM) Unit on Circular PFMA/SCM1/2009 regarding the need to rotate SCM Practitioners on a regular basis to contribute in rooting out Fraud and corruption in the Administration.

You are therefore advised to give progress to the content of the circular and that no department or institution will be exempted inclusive of the Department of Finance. The implementation plan should be submitted for the attention of Mr R Masambo at the Provincial Treasury by Friday, 19 November 2010

Attached for your attention is circular PFMA/SCM1/2009

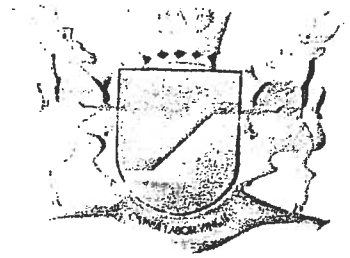
Thank you,


MR M MAZIBUKO
HEAD OF DEPARTMENT

Date: 16 / 11 / 2010.



101 Government Boulevard
Building No. 4
Riverside Park Extension 2
Nelspruit
1200



Private Bag X 11205
Nelspruit
1200
Tel: (013) 766 4224
Fax: (013) 766 4206
E-mail :ctwala@mpg.gov.za

Department of Finance

litiko LeteTimali

UmNyango weZeemali

Departement van Finansies

Kgoro ya Matlotlo

CIRCULAR PFMA/SCM 1/2009

**TO : HEADS OF DEPARTMENT
CEO'S OF SCHEDULE 3C PUBLIC ENTITIES**

**SUBJECT : ROTATION OF SCM PRACTITIONERS WITHIN THE SCM
UNIT SUB-COMPONENTS**

This circular is intended to eliminate corrupt and fraudulent practices in the public sector procurement system. It is applicable to all provincial departments and schedule 3C public entities in the province.

For the past few years, since the inception of the procurement reforms in the public sector, the procurement system has been exposed to some form of abuse, whereby most Government officials resorted to corrupt and fraudulent practices, by, amongst other things, colluding with contractors.

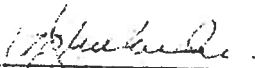
This is of great concern to Government and it undermines the key principles of procurement, as contemplated in the Constitution and other related legislative frameworks. In attempting to remedy the situation, the Provincial Treasury has resolved as follows:

- (a) Departments and Public Entities enlisted in schedule 3C of the Public Finance Management Act (PFMA), should rotate their SCM practitioners within the five (5) sub-components of the SCM unit (i.e. Demand, Acquisition, Logistics, Performance and Disposal Management) on a quarterly basis.
- (b) That, implementation plans in this regard, should be submitted to the Provincial Treasury on the 7th of the first month of each quarter for consideration and notification purposes.

- (c) In the implementation departments and public entities should not temper with basic conditions of employment of officials.
- (d) Provincial Treasury will institute stringent monitoring mechanisms which will include regular visits to departments and entities.
- (e) Human Resources Management units should assist in the implementation of this circular.
- (f) Consultation with organized labour should be encouraged.
- (g) Chief Financial Officers (CFO's) and Heads of Supply Chain Management must ensure that the implementation of this circular doesn't negatively affect service delivery.

Your usual cooperation and support is at all times appreciated.

Thank you.



MR RSTSHUKUDU
HEAD OF DEPARTMENT
Date: 03/07/2009.

PFMA/ SCM Template on rotation of staff in terms of Circular PFMA/ SCM 1/2009

Name of Institution: _____

Personal Particulars			SCM Unit Components		Logistical Arrangement		Rotation Period		
Surname and Initials	Rank	Persal No.	Current Placement	SCM Component Related to	BAS or LOGIS Accessibility	Yes	No	From	To

Recommendations:

Chief Financial Officer

Date: _____

Approved / Not approved

Head of Department

Date: _____