

FREE STATE PROVINCE



MEMORANDUM

Office of the Chief Director
Financial and Corporate Services

Date: 23 May 2007

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SUBJECT: AMENDMENT OF THRESHOLDS: COMPETITIVE BIDDING REQUIREMENT ON SCM POLICY AND DELEGATIONS

In terms of **Practice Note Number SCM2 of 2005**, hereto attached, the accounting officer/authority "may lower, but not increase, the different threshold values specified in this practice note".

Currently, in terms of the Departments SCM Policy and Delegations competitive bids should be invited for all procurement above **R100 000 (One hundred thousand rand)**.

The threshold for inviting competitive bids of R100 000, is hereby rescinded in the SCM Policy and Delegations. The new threshold in line with the SCM Practice Note No 2 of 2005, is increased to **R200 000 (Two hundred thousand rand)**, with immediate effect.

The entire SCM Policy and Delegations are still applicable save for the threshold to invite competitive bids being henceforth and forthwith increased to R200 000 (Two hundred thousand rand).

SUBMITTED BY:

Mothibedi Matshela
CHIEF DIRECTOR:
FINANCIAL AND CORPORATE SERVICES

Date: 24/05/07

APPROVED BY:

Mr Tshepiso Ramakarane
HEAD OF DEPARTMENT:
AGRICULTURE

Date: 28/05/2007

ENDORSED BY:

Mr Casca Mokitlane

MEC

Date: 29/5/07