

No. 637

30 June 2005

**REVOCATION OF GOVERNMENT NOTICE NO. 1404 OF 1 DECEMBER 2004
AND EXEMPTION FROM CERTAIN SUPPLY CHAIN MANAGEMENT PROVISIONS
AND REGULATIONS PROMULGATED UNDER SECTION 168 OF THE LOCAL
GOVERNMENT MUNICIPAL FINANCE MANAGEMENT ACT, 2003**

I, Trevor A Manuel, Minister of Finance, acting in terms of section 177 (1) (b) of the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003), hereby –

- (a) revoke Government Notice No. 1404 of 1 December 2004; and
- (b) exempt municipalities and municipal entities as set out in the schedule hereto from or in respect of -
 - (i) sections 62(1)(f)(iv), 110 to and including 116 of the Act; and
 - (ii) the municipal supply chain management regulations promulgated under section 168 of the Act published in Government Notice No. 868 on 30 May 2005.

MINISTER OF FINANCE

SCHEDULE

Definition

In this Schedule "*high capacity municipality*", "*medium capacity municipality*" and "*low capacity municipality*" respectively has the meaning assigned to it in the Schedule to Government Notice No. 773 of 1 July 2004 and includes their respective municipal entities.

Period of exemption

TYPES OF MUNICIPALITIES	PERIOD OF EXEMPTION
High capacity municipalities	Until 1 October 2005
Medium capacity municipalities	Until 1 January 2006
Low capacity municipalities	Until 1 July 2006

Condition to which exemptions are subject

The exemptions granted in terms of this schedule are subject to each municipality and municipal entity having and maintaining during the period of exemption a supply chain management system substantially similar to the system as was required by section 10G(5) of the Local Government Transition Act, 1993 (Act No. 209 of 1993) and any regulations made thereunder.