

## **DPW to implement the Preferential Procurement Policy Framework Act – 07 December 2011**

The Department, like all organs of state and public entities will from 07 December 2011 implement the Preferential Procurement Policy Framework Act, 2000 (Act No.5 of 2000) and its Regulations as signed by the Finance Minister Pravin Gordhan on 06 June 2011.

The Preferential Procurement Policy Framework Act aims to promote “good governance” in line with international standards and the Public Finance Management Act (PFMA).

The policy framework provides for a referencing scheme and measures to be taken to protect or advance persons disadvantaged by unfair discrimination.

According to the Preferential Procurement Policy Framework Act, “The points scored by a the tender in respect of the Broad-Based Black Economic Empowerment (B-BBEE) contribution as contemplated in sub-regulation (2) must be added to the points scored for price as calculated in accordance with sub-regulation (1).”

As to its application, the regulations of the Policy Framework Act apply to organs of state as contemplated in the Act and all public entities (as listed in the PFMA) and municipal entities.

To this end, the Department has done the following to ensure successful implementation

1. Review of procurement administration forms
2. Alignment of the scoring model to the Provisions of the PPPFA regulations, 2011
3. Briefing of all SCM Practitioners by the DTI on the PPPFA regulations, 2011
4. Road Shows are yet to be undertaken to provide support for implementation

Officials are encouraged to send only written queries to Mr. Thabo Tladi or Ms. Tina Mkhulise to the following email addresses: [Thabo.Tladi@dpw.gov.za](mailto:Thabo.Tladi@dpw.gov.za) or [Tina.Mkhulise@dpw.gov.za](mailto:Tina.Mkhulise@dpw.gov.za) . This is to ensure that queries are adequately attended to and / or referred to the relevant officials