



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

AMENDMENT

**PFMA SCM INSTRUCTION NO. 02 OF 2021/22
PUBLIC FINANCE MANAGEMENT ACT
(ACT 1 OF 1999)**

AMENDMENT TO PFMA SCM INSTRUCTION NO. 02 OF 2021/22 ON THRESHOLD VALUES FOR THE PROCUREMENT OF GOODS AND SERVICES BY MEANS OF PETTY CASH, WRITTEN PRICE QUOTATIONS OR COMPETITIVE BIDS

TO ALL:

ACCOUNTING OFFICERS OF DEPARTMENTS
ACCOUNTING OFFICERS OF CONSTITUTIONAL INSTITUTIONS
ACCOUNTING AUTHORITIES OF SCHEDULE 3A AND 3C PUBLIC ENTITIES
HEAD OFFICIALS OF PROVINCIAL TREASURIES

1. Pursuant to the promulgation of Preferential Procurement Regulations, 2022, which took effect on 16 January 2023, the following paragraphs of PFMA SCM Instruction No 02 of 2021/22 have been amended to read as follows:
 - 1.1 Paragraph 3.2.4 (b) "Accounting officers / authorities must ensure that the prices received are market related and where they are not, that negotiations be entered into in line with their SCM policies or any other prescripts issued by the relevant treasury";
 - 1.2 Paragraph 3.2.5 (j) "provisions of the preferential procurement regulations"; and
 - 1.3 Paragraphs 4.2, 4.2.1 and 4.2.2 have been repealed and replaced with a new 4.2 to read as follows: "Accounting officers / authorities must apply the Preferential Procurement Policy Framework Act, Act 5 of 2000 and its regulations."
2. All other provisions of PFMA SCM Instruction No. 02 of 2021/22 remain unchanged.

MENDOE NTSWAHLANA
CHIEF PROCUREMENT OFFICER
DATE: