

## TRANVERSAL CONTRACTING

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Ref: RT15-2021

To : Participants

## **AMENDMENT 3**

## BENEFITS OF PARTICIPATING ON A TRANSVERSAL CONTRACT

TRANSVERSAL CONTRACT RT15-2021 FOR THE SUPPLY AND DELIVERY OF MOBILE COMMUNICATION SERVICES TO THE STATE FOR THE PERIOD 01 APRIL 2021 TO 31 MARCH 2026

- 1. The facilitation of a transversal contract by National Treasury is one of the methods of financial management through procurement expenditure and aims to eliminate the duplication of efforts by SCM¹ units across Organs of State to allow the focus on core mandates of Organs of State.
- 2. An Organ of State that opts to participate on a transversal contract as per Treasury Regulations 16.A6.5, eradicates embarking on a procurement process.
- 3. An Organ of State that opts to participate on a transversal contract as per Treasury Regulations 16.A6.5 get access to all the goods and services available on a transversal contract for the duration of that transversal contract without any limit on quantities and value of procurement expenditure.
- 4. The Organ of State has access to competitive pricing as a transversal contract leverages on economies of scale that are non-existent when an Organ of State procures singlehandedly. The pricing on the transversal contract applies Nationally which affords an Organ of State the same pricing in its different offices in all Provinces.
- 5. A Participant on a transversal contract does not get audited on compliance but it is National Treasury that is audited on compliance of the facilitated procurement process.

<sup>&</sup>lt;sup>1</sup> SCM – Supply Chain Management

6. Upon receipt of a participation letter by National Treasury from an Organ of State, the Organ of State commences with the procurement from the transversal contract as per the outlined guidance.

Kind Regards,

**KWANELE MTEMBU** 

FOR CHIEF DIRECTOR: TRANSVERSAL CONTRACTING

OFFICE OF THE CHIEF PROCUREMENT OFFICER

**DATE: 10 MAY 2021**