



# Verslag ♦ Ingxelo ♦ Report

Kantoor van die Direkteur: Finansiële Dienste  
10 November 2020

5/14/3/5  
WYK: Alle

## ITEM VAN DIE AGENDA VAN 'N UBK VERGADERING WAT GEHOU SAL WORD OP 18 NOVEMBER 2020

**ONDERWERP: VERKOOP VAN UITGEDIENDE BATES PER OPENBARE VEILING**

**SUBJECT: SELLING OF OBSOLETE ASSETS ON PUBLIC AUCTION**

### 1. AGTERGROND/BEREDENERING / BACKGROUND/DISCUSSION

According to the Asset Management Policy the disposal of an item of property, plant or equipment must be fair, equitable, transparent, competitive and cost effective and comply with a prescribed regulatory framework for municipal supply chain management and the Supply Chain Management Policy of the municipality.

Appropriate means of disposal may include:

- Public auction, Public tender, Transfer to another institution, Sale to another institution, Letting to another institution under finance lease, Trade-in, Controlled dumping (for items that have low value or are unhygienic)

Criteria for disposal:

- The useful life of the asset has expired;
- The asset is out-dated;
- The asset has no further useful life;
- The asset is economically irreparable

Refer to the attached list of assets identified during the 2020/2021 financial year for purposes of a decision to dispose of same.

Volgens die batebestuursbeleid van die raad moet die wegdoening van alle items van Eiendom, aanleg en toerusting, regverdig, billik, deursigtig, mededingend en koste-effektiewe wees en voldoen aan die voorgeskrewe reguleringsraamwerk vir munisipale voorsieningskanaalbestuurs en aan die Voorsieningskanaal Bestuursbeleid van die munisipaliteit.

### 2. WETGEWING / LEGISLATION

Section 50 of the Local Government: Municipal Finance Management Act, 2003 ( Act no. 56 of 2003)

### 3. KOPPELING AAN DIE GOP / ALIGNMENT TO THE IDP

Verwys na 1.4.1 van die GOP/ Refer to 1.4.1 of the IDP

*“Maintain and utilise assets effectively and efficiently- Implement an asset register that complies with Generally recognised Accounting Practice (GRAP) standards. In an effort to establish an asset management programme, compile a maintenance plan linked to the asset register, calculate escalated replacement cost of assets, and establish operating costs of assets and compare to standard.”*

### 4. FINANSIËLE IMPLIKASIE / FINANCIAL IMPLICATION

R 1 566 688.62 ( Obsolete Assets)

5. **AANBEVELING / RECOMMENDATION**

- That council approves the attached list of assets to be sold by public auction and for same to be removed from the asset register .

.....  
**(Get) M BOLTON**  
**DIREKTEUR: Financiële Dienste**