



**August 2017**  
**SUPPLY CHAIN MANAGEMENT SECTION**  
**REPORT**

## BUDGET AND TREASURY DEPARTMENT

### 1. PURPOSE

To inform Council about the activities of the Supply Chain Management Section.

### 2. LEGAL/STATUTORY REQUIREMENTS

MFMA Act 56 of 2003

PPPFA Act 5 of 2000

SCM Policy

SCM regulations

### 3. BACKGROUND

The Supply Chain Management Section is required to submit a report on all its operations

## 4. REPORT ON ACTIVITIES

### 4.1 Awarded bids for August 2017

#### Bids less than R100, 000.00 awarded in August 2016

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Supply and Delivery of Stationery	ELM-4/002/2017-2018	Awarded to CHM Vuwani Computer Solutions (Pty) Ltd	3	14	East London	R 54 223.91
2. Supply and Delivery of Cold Asphalt in Maclear	ELM-3/005/2017-2018	Awarded to Down Low Construction and Projects 127 CC	1	20	Pretoria	R 90 288.00
3. Provision of Auctioneering Services for a Contract	ELM-2/001/2017-2018	Awarded to Mozi Auctioneers	1	20	Qumbu	11.40 % on Sales
4. Provision of Business process Improved Services	ELM-3/085/2017-2018	Awarded to Price Water House Coopers	1	20	East London	R149 345.00

#### 4.2 Awarded bids for August 2017

##### Bids more than R100, 000.00 awarded in August 2017

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Supply and Delivery of Electrical Material	ELM-3/003/2017-2018	Awarded to ARB Electrical Wholesalers	0	0	East London	R 123 023.89
2. Electrical Network Equipment Specification and Quantigying	ELM-3/087/2016-2017	Awarded to Eyabantu	Level 2	18	East London	R 177 608.58

### 4.3 Deviations - August 2017

#### Deviations less than R30, 000.00

COMPANY NAME	AMOUNT	DEPARTMENT	DESCRIPTION	REASON FOR DEPARTMENT
1. Analytix Academy (Pty) Ltd	R 5 130.00	Corporate Service	Corporate Governance Training Workshop	Exceptional case as there is no other accredited service provider that renders this quality training and entails this content in a reasonable price and convenient time for our 1 delegates
2. SQDC Business School	R13 396.00	Infrastructure, Planning & Development	5 Day Project Management Professional Level Training & PMP Exam Prep. Delegate: Piwe Luvo Mpendulo	Exceptional case as there is no other accredited service provider that renders this quality training and entails this content in a reasonable price and convenient time
3. Ugie Mac Quarry (Pty) Ltd	R15 276.00	Roads and Storm water	Load bed & Excavator Hire for a Day	Less than three quotes as this is the only service provider who is having plant locally as others charges the transport cost from their tows which are far away from Maclear
4. Queenstown Nissan	R3 148.35	Community Services Department	Service Nissan NP300 HHD796EC	Less than three quotations, as the service provider need to strip the vehicle to identify the problem, hence it made it impossible to obtain more than one quotation. This is the only closest service provider who can repair Nissan vehicles
5. Buffalo Toyota	R11 498.00	Community Services Department	Service Toyota Auris FGC 829 EC	Less than three quotations, as the service provider need to strip the vehicle to identify the problem, hence it made it impossible to obtain more than one quotation. This is the

				only closest service provider who can repair Toyota vehicles
6. Actom	<b>R3 678.95</b>	Infrastructure, Planning & Development	High Mast Lamps	Such goods have been already acquired from this service provider as the electricity section need to exchange high mast lamps that cannot be used due to the latest technology and give us the ones that we need
7. Maclear Fire protection Association	<b>R 10 000.00</b>	Community Services Department	Fire membership Fees	Sole supplier as this is the only fire protection associates in Maclear and yearly membership fees need to be paid
8. Nosa	<b>R 7 120.00</b>	Infrastructure, Planning & Development	Introduction to SAMTRAC Training	Sole Supplier as they are the only closest accredited service provider for this kind of training and is scheduled for these dates for 1 employees from PMU section
9. Condere Investment 146 cc	<b>R4 500.00</b>	Budget and Treasury Office	Roadworthy Certificates	Exceptional case as the municipality is in the process of licencing vehicles which needs roadworthy before licencing
10. CQS Technology Holdings	<b>R8 846.40</b>	Budget and Treasury Office	Case ware MFMA Fundamental Training	Such services have already been acquired by municipality from this service provider as we are using them in our case ware system and therefor this is for training on MFMA
11. Click'n Travel	<b>R25 615.80</b>	Budget and Treasury Office	Travelling agency	Emergency, as the appointed traveling agency credit card decline on several occasions and the officials had to wait about three hours before they can check in or use their credit cards to book accommodation
12. Ugie Mac Quarry	<b>R14 820.00</b>	Infrastructure, Planning & Development	Transportation of TL to Ketekete	Exceptional case as it is impractical to follow procurement processes as there is only one local service provider who can offer

				transportation of TLB as other will cost travelling costs from their towns
13. Nosa	<b>R7 699.99</b>	Infrastructure, Planning & Development	Introduction to SAMTRAC Training	Sole Supplier as they are the only closest accredited service provider for this kind of training and is scheduled for these dates for 1 employees from Community Services section
14. Ugie Mac Quarry	<b>R19 152.00</b>	Infrastructure, Planning & Development	Crusher Dust	Less than three quotes as this is the only service provider who can supply crushed material locally
15. Mdledle Incorporated	<b>R14 800.00</b>	Corporate Services	Legal Cost	Emergency as this matter is before arbitration and following SCM processes would course delays
16. Ugie Mac Quarry	<b>R15 276.00</b>	Infrastructure, Planning & Development	Hire Low bed	Less than three quotes as this is the only service provider who is having plant locally as others charges the transport cost from their tows which are far away from Maclear
17. Nduna Project Consulting (Pty) Ltd	<b>R26 997.00</b>	Corporate Service	2 <sup>nd</sup> Annual Skills Auditing and Training needs	Sole Supplier as they are the only closest accredited service provider for this kind of training and is scheduled for these dates for our 3 delegates
18. Flat Foot Engineering	<b>R16 633.18</b>	Corporate Service	Installation of Air Conditioner	Emergency, due to disaster recovery site in Ugie our server room need air-conditioners urgently and this is the only service provider who responded when we request a quotation
19. Aucamp Motors Cc	<b>R 13 884.38</b>	Community Service	Clutch Plate (DPS 188 EC)	Less than three quotations, as the service provider need to strip the vehicle to identify the problem, hence it made it impossible to obtain more than one quotation. This is the only closest service provider who can repair tractors

20. Sydfred Motors	<b>R8 113.03</b>	Community Services	Repairs to clutch kit & release bearing	Less than three quotations, as the service provider need to strip the vehicle to identify the problem, hence it made it impossible to obtain more than one quotation. This is the only closest service provider who can repair Isuzu
21. VAB Electrical	<b>R42 688.41</b>	Infrastructure, Planning & Development	Emergency work Ugie Transformer 2A	Emergency, as there was fire on the overhead electrical network next to dam entrance I Ugie which resulted to more than 100 customers without electricity overnight
22. Jacksons	<b>R20 868.00</b>	Community Services Department	Repairs to Isuzu KB250 Bakkie FFC112EC	Less than three quotations, as the service provider need to strip the vehicle to identify the problem, hence it made it impossible to obtain more than one quotation. This is the only closest service provider who can repair Isuzu
23. Ugie Mac Quarry	<b>R14 820.00</b>	Infrastructure, Planning & Development	Transporting TLB from Zanyeni to Maclear	Exceptional case as it is impractical to follow procurement processes as there is only one local service provider who can offer transportation of TLB as other will cost travelling costs from their towns
24. Le Mark Training & Development	<b>R4 965.00</b>	Corporate services department	Training on Skills Transfer	Exceptional case as there is no other accredited service provider that renders this quality training and entails this content in a reasonable price and convenient time
25. Tava Networks	<b>R3 418.78</b>	Budget and Treasury Office	Publication of tender notice	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence



				we use this service provider for this financial year and they are the cheapest
26.Tava Networks	<b>R3 418.78</b>	Budget and Treasury Office	Publication of tender notice	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence we use this service provider for this financial year and they are the cheapest
27.Tava Networks	<b>R6 635.44</b>	Corporate Services	Publication of tender notice	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence we use this service provider for this financial year and they are the cheapest
28.Tava Networks	<b>R15 497.02</b>	Budget and Treasury Office	Publication of Tariffs	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence we use this service provider for this financial year and they are the cheapest
29.Tava Networks	<b>R10 528.52</b>	Budget and Treasury Office	Publication of tender notice	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence we use this service provider for this financial year and they are the cheapest
30.Tava Networks	<b>R11 290.80</b>	Budget and Treasury Office	Publication of tender notice	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence

				we use this service provider for this financial year and they are the cheapest
31.Tava Networks	<b>R2 176.90</b>	Strategic Planning and Development	Publication of IDP	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence we use this service provider for this financial year and they are the cheapest

#### 4.4 Deviations - August 2017

##### Deviations more than R30, 000.00

COMPANY NAME	BID NUMBER	DESCRIPTION	REASON FOR DEPARTMENT	B-BBEE & POINTS	LOCALITY	AMOUNT
1. <b>Spontaneous Management Consulting CC</b>	ELM-1/001/2017-2018	Provision of Specialist Support for ELM Section Panel of 2 Directory: IPD and SP&ED	Exceptional Case as we previously use this service provider for these services which add value for money and due to time limitations is was not advertised	20	East London	R 48 825.35
2. <b>IT Inspired Training Empowering Professionals (Pty) Ltd</b>	ELM-3/009/2017-2018	Maintenance and Training of Dongle ii1024 and Plus Additional Software	Such services have already been acquired by municipality from this service provider as they are the developers and sole custodian of the software, therefor the electricity section will use their software to identify overloaded transformer and to do application quickly and update information	16	Hillcrest, KZN	R191 692.00
3. <b>Price Water House Coopers</b>	ELM-3/085/2016-2017	Provision of Business process	Less than three quotation as this was advertised for seven days and there was only one submission and the process of re-advertising will delay the	20	East London	R149 345.00

		Improvement Services	electricity section need this position as it is critical factor in calculation to reduce electricity distribution losses			
<b>4. Tava Networks</b>	ELM-2/017/2017-2018	Publication of Tariffs 2017-2018	Exceptional case and it is impractical to get three quotations since all publishing companies refuse to format and customize adverts when they are not appointed hence we use this service provider for this financial year and they are the cheapest	20	East London	R38 056.63
<b>5. Ugie Mac Quarry Ltd</b>	ELM-3/013/2017-2018	Supply and Delivery of Ready Mix Concrete to Zanyeni	Less than three quotations, as this is the only service provider locally who can provide us with product as transportation of concrete from other towns will be expensive	16	Ugie	R87 203.43
<b>6. CQS Technology Holdings (Pty) Ltd</b>	ELM-2/006/2017-2018	On site specialist support	Such services have already been acquired by the municipality from this service provider as we are using them for our AFS, National Treasury Returns and Budget Format	None	Parklands	R68 495.76
<b>7. Basitsana Training Consultants</b>	ELM-4/004/2017-2018	Advance Documents and Records Management Compliance Training	Exceptional case as there is no other accredited service provider that renders this quality training and entails this content in a reasonable price and convenient time	20	Dainfern North	R31 917.72

**4.5 Irregular - August 2017**

**Irregular less than R30, 000.00**

COMPANY NAME	AMOUNT	DESCRIPTION	REASON FOR DEPARTMENT
1.			
2.			
3.			