



December 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 December 2017

Bids less than R100, 000.00 awarded in December 2017

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Supply and Delivery of Stationery	ELM-4/011/2017-2018	Awarded to Page First products	Level 1	20	Maluti	R 68 430.41
2. Supply and Delivery of expandable / retractable burglar guards	ELM-2/013/2017-2018	Awarded to Ezamajola Trading Enterprise	Level 1	20	Maclear	R 90 980.00
3. Supply and Delivery of Blue Refuse bags for Maclear Offices	ELM-3/020/2017-2018	Awarded to Isiphile 2013 Trading Enterprise	Level 1	20	Ugie	R 54 000.00
4. Supply and Delivery of 2X Desktops 1X Laptop for committees section	ELM-4/009/2017-2018	Awarded to CHM Vuwani Computer Solution (EC) PTY (LTD)	Level 1	20	East London	R 35 977.03
5. Supply and Delivery of 40 Drums SSS60, Anionic grade emulsion or similar	ELM-3/025/2017-2018	Awarded to Zennis Build Construction	Level 1	20	Mthatha	R 82 904.00

4.2 Awarded bids for December 2017

Bids more than R100, 000.00 awarded in December 2017

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTI ON	CLAIMED POINTS	LOCALITY	AMOUNT
1. Partitions Maclear Offices	ELM-2/019/2017-2018	Awarded to Lomzi Civils (PTY) LTD	Level 1	20	East London	R 194 930.00

4.3 Deviations - December 2017

Deviations less than R30, 000.00

COMPANY NAME	AMOUNT	DEPARTMENT	DESCRIPTION	REASON FOR DEPARTMENT
1. Diana Occupational Health Services	R24 326.00	IPD	Professional Services: Medical Examination for 25 Personnel Involved I Civil Works	Less than three quotations as there were no submissions after advertised three times and end up sourcing from database and only one submission
2. Munsoft	R17 100.00	Budget and Treasury Office	2 Days training on Fixed Asset Module and Stores Training	Such services have already been acquired from this service provider as we are using them for our Financial Management System therefor this is for the training in one of their modules
3. AC Spares and Repairs	R6 440.00	Community Services Department	Repairs on Husqvarna Lawnmower	Less than three quotations, as the service provider need to strip the lawnmower 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 lawnmower
4. Transkei Yamaha	R17 203.00	Community Services Department	Repairs and service of Ride on Mowers	Emergency as the end user urgently need their grass cutting machines for festive season and this is the only service provider who responded on our RFQ
5. Munsoft	R11 400.00	Budget and Treasury Office	Fixed Assets Training	Such services have already been acquired from this service provider as we are using them for our Financial Management System therefor this is for the training in one of their modules
6. Ugie Mac Quarry	R3 179.01	IPD	Repairs of falcon Slasher	Less than three quotations, as the service provider need to strip the falcon slasher 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 falcon slasher
7. Buffalo Toyota Mthatha	R5 740.13	BTP	Service of HPY 707 EC Corolla Quest	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 vehicle
8. Buffalo Toyota Mthatha	R3 100.78	IPD	Service of FVT 128 EC Toyota Cab Hilux	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 vehicle
9. Buffalo Toyota Mthatha	R1 237.73	IPD	Service of HPY 730 EC Corolla Quest	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 vehicle
10. Truvelo Manufacturers	R16 000.00	Community Services	Training of 6 Traffic Officials on Prolaser Machine	Sole supplier as they are the only supplier of this machine and they are going to conduct the training on the machine for end uses
11. Jolwana Mgidlana Attorneys	R 28 863.34	Municipal Manager's Office	Legal Fees :Guardrisk	Exceptional case as the attorneys are unable to quote before they perform their duties and they invoice after services has been done. They were appointed in a litigation matter involving Guard risk
12. Union Diesel	R19 415.61	IPD	Service Mahindra Bolero HBZ 804 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 nearest service provider who can repair mahindra
13. CPD Africa	R11 958.60	IPD	Engineering and construction project management 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 delegate
14. Tibaa Consulting Engineers & Project Managers	R30 600.00	BTO	Advisor to the Bid Evaluation Committee on Infrastructure Projects	Such services have already acquired by the municipality as we already contracted them in similar services therefor they would better execute the assignment and offer discount rates at market related
15. Ugie Mac Quarry	R3 170.01	Community Services Department	Repairs of Falcon Slasher	Less than three quotations, as the service provider need to strip the machine to identify the problem, hence it made it impossible to obtain more than one quotation. This is the nearest service provider who can repair machine
16. Queenstown Nissan	R9 226.04	Community Services Department	Service HHD788EC Nissan Hard body	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 service and repair vehicle
17. Queenstown Nissan	R3 773.57	Community Services Department	Service HHD796EC NP300 Hard body	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 service and repair vehicle

18. Tava Networks	R10 950.94	Corporate Services Department	Publication of vacant position on Daily Dispatch	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
19. Tava Networks	R3 186.41	Corporate services department	Publication of Council meeting 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

4.4 Deviations - December 2017

Deviations more than R30, 000.00

COMPANY NAME	BID NUMBER	DESCRIPTION	REASON FOR DEPARTMENT	B-BBEE & POINTS	LOCALITY	AMOUNT
1.Infrastructure Options	ELM-2/022/2017-2018	Training on the NEC3 forms of Contract	Less than three quotations as this was advertised three times and only one submission on the third time	Level 1 20 Points	Randburg	R39 800.00
2.East Cape Publishing (OG Media Trust)	ELM-6/005/2017-2018	Tourism Marketing Branding & printing Materials	Such services have already been acquired by the municipality as we are using this service provider for our Elundini Tourism branding as they already have our soft copy contents and they are the manufacture of the stand	Level 4 12 Points	Port Elizabeth	R141 040.60
3.Ugie Mac Quarry	ELM-3/024/2017-2018	Hire of Lowbed and Excavator	Less than three quotations as there was only one submission on seven days advert and the end user urgently require this service for it to be advertised for the second time	Level 3 14 Points	Ugie	R158 460.00
4.University of Fort Hare	ELM-4/019/2017-2018	Fees for Diploma in Local Government Law & Administration	Exceptional case as this course was initiated and co-ordinated by Salga and this is the only institution of higher learning they are working with	None	Bisho	R90 840.00

5.Munsoft	ELM-2/027/2017-2018	Budget amendment and Data Strings Verifications	Sole supplier as we are using this service provider for our Financial Management System therefor they are the only one who can fix and maintain the system	None	Fairland	R171 000.00
6.Mdledle Incorporated	ELM-1/007/2017-2018	Legal Fees: Abitration proceedings	Such services have already acquired by municipality from this service provider and therefor they are continuing with the matter between municipality and Community Services Manager	Level 1 20 Points	Pietermaritzburg	R54 114.00
7.Fikile Ntayiya & Associates	ELM-1/006/2017-2018	Legal Cost: Mashata Skhosana & 31 Others	Such services have been acquired by the municipality from this service provider and therefor they are taking the matter to the high court which is between municipality and Mashata Skhosana and 31 others	None	Mthatha	R93 209.82
8.Gray Moodliar Attorneys	ELM-1/005/2017-2018	Legal cost: Parity Dispute	Exceptional case as the attorneys are unable to quote before they perform their duties and they invoice after services has been done. They were appointed in a litigation matter involving	None	Port Elizabeth	R49 914,62
9.Esoh Consulting	ELM-2/028/2017-2018	Irregular, Unauthorised, wasteful & fruitless workshop	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	Level 2 18 Points		R31 999.96

4.5 Irregular - December 2017

Irregular less than R30, 000.00

None