



April 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 April 2017

Bids less than R100, 000.00 awarded in April 2016

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
Supply & Delivery for Industrial Machines	ELM-1/016/2016-2017	Awarded to Vuna Group	1	20	Mthatha	R 86 375.00
Supply & Delivery Of Protective Clothing for EPWP	ELM-3/074/2016-2017	Awarded Makhetheng Trading	1	20	Mount Fletcher	R 45 000.00
Supply & Delivery of Tools & Equipment	ELM-5/020/2016-2017	Awarded to Lwa-Tsi-Trading	1	20	East London	R 49 755.00
Supply & Delivery of Blue Refuse Bags to Maclear Offices	ELM-3/019/2016-2017	Awarded to Isiphile Trading 2013	1	20	Ugie	R 84 500.00

#### 4.2 Awarded bids for April 2017

Bids more than R100, 000.00 awarded in April 2017

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT

### 4.3 Deviations - April 2017

#### Deviations less than R30, 000.00

COMPANY NAME	AMOUNT	DEPARTMENT	DESCRIPTION	REASON FOR DEPARTMENT
1. Ugie Mac Quarry cc	R2 663.72	Infrastrure Planning and Development	Repairs of Filter Oil on 275 MF Tractor	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.
2. Nosa	R15 100.00	Infrastructure Planning and Development	Introduction to SAMTRAC	Sole Supplier as they are the only closest accredited service provider for this kind of training and is scheduled for these dates for our 2 employees that join PMU section
3. Union Diesel	R15 906.01	Infrastructure Planning and Development	Repairs Mahidra Bolero HBZ 804 EC	Such services have already been acquired by the municipality from this service provider as Mahindra Bolero HBZ 804 EC was taken to them for service and it was diagnosed
4. Tava	R3 176.900	Municipal Manager`s Office	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
5. Dependable Consulting	R 5 000.00	Corporate Services	Employment Equity Training 2017	Sole supplier as the course was initiated & co-ordinated by Joe Gqabi as this is the only institution that are working with for employment equity training
6. Mdledle Incorporated	R 29 600.00	Municipal Manager's	Request for a Legal Opinion	Emergency, as the municipality need to

		Office	for Mr M Mdingi matter	response submit response within the time required and the SCM processes might yield negative result
7. CQS	R 3 880.00	Finance Department	Case Ware Fundamentals course	Sole supplier as we are using this service provider for FMS system and they are going to provide training on the system
8. Border Irrigation	R 25 463.00	Budget & Treasury office	Borehole Installation	Less than three quotes as the responded service provider quoted above our budget and we requested the quotes from other borehole pump installers and resulted getting only one quote
9. Ugie Mac Quarry	R 9 769.80	Infrastructure Planning & Development	Repairs UD 4Ton Truck FRS554EC	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. Hence we resulted using this local service provider as it impossible to send truck back to Queenstown
10. Case ware	R3 880.00	Budget and Treasury Office	Case ware fundamental Training	Sole supplier as we are using them for our Financial Management System they are going to conduct fundamental training
11. Tava Network	R12 434.22	Community Services	Publication of Cemetery Wall in Ugie Tender	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
12. Tava Network	R7 450.07	Strategic Planning Development	Publication of IDP and Outreach Tender	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
13. Tava Network	<b>R12 434.22</b>	Infrastructure Planning and Development	Publication of Electricity and High Mast Tender	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
14. Tava Network	<b>R12 434.22</b>	Community Services	Publication of Supply and Delivery of Double Cab	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
15. Tava Network	<b>R3 176.90</b>	Municipal Manager	Publication of Adoption of Over Sight	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
16. Aucamp Motors	<b>R3 452.19</b>	Community Services	Repairs and service Trailer and Tractor DPS195EC	Less than three quotations, as the service provider need to strip, assess the vehicle to identify the problem, hence it made it impossible to obtain more than one quotation.
17. Kwa Wicks Build It	<b>R17 454.50</b>	Budget and Treasury Office	Material for repairs of Municipal Boarding Houses at Ugie	Emergency as there are repairs that need to be attended urgently to avoid further damages and to avoid paying another labours as we are going to use the ones that are currently fixing the houses
18.				

#### 4.4 Deviations - April 2017

##### Deviations more than R30, 000.00

COMPANY NAME	BID NUMBER	DESCRIPTION	REASON FOR DEPARTMENT	B-BBEE & POINTS	LOCALITY	AMOUNT
1. G4S Cash Solutions	ELM-2/014/2016-2017	Cash Collection services	Such services have already been acquired by the municipality from this service provider as we are using them for our cash collection services	0	Mthatha	R56 608.00
2. CQS Technology Holdings Pty Ltd	ELM-2/015/2016-2017	Format and training for AFS and National Treasury Returns and Budget	Sole supplier as we are using them for AFS and National Treasury Returns And Budget, therefor they are going to conduct training on several modules on this system	16	Parklands	R93 017,92
3. Ekaya Promotions CC	ELM-5/026/2016-2017	Supply and delivery of protective clothing	Such goods have already been acquired by the municipality from this service provider and the work-suits of staff must be the same and advertising for 7 days will cause disgruntlement from the staff as they cannot work 7 days with one work-suit	20	Tongaat	R 39 717,60
4. Thando Consulting Services	ELM-2/013-2016-2017	Provision of support in SCM Policy Review	Exceptional case as the service provider already undertaken training in bid committees under the same legislative environment and it would be cost effective to utilize the same service provider as he will align all these regulations	20	King Williams Town	R 76 840
5. University of Fort Hare	ELM-4/019-2016-2017	B. Admin in Public Administration 2017 for Mayor and one councillor	Sole supplier as the course was initiated & co-ordinated by SALGA as this is the only institution that are working with for higher education	18	King Williams Town	R 160 000.00
6. University of Fort Hare	ELM-4/020-2016-2017	Higher Certificate Public Admin. For Community services	Sole supplier as the course was initiated & co-ordinated by SALGA as this is the only institution that are working with for higher	18	King Williams Town	R 135 000.00



		of 2 councillors	education			
7. Total Geo-Spatial Information Solution	ELM-4/021-2016-2017	IMIS Lite Upgrade and Data Maintenance	Such services have already been acquired by the municipality from this service provider as we purchased this system from them, therefore they are going to conduct training on the system	0	Pretoria	R 104 709.00

#### **4.5 Irregular - April 2017**

#### **Irregular less than R30, 000.00**

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