



December 2016
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

PPFA 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 2016

Bids less than R100, 000.00 awarded in December 2016

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Supply and Delivery of Protective Clothing	ELM-4/007/2016-2017	Awarded to Amended Reclines trading and projects	1	20	East London	R50 600.00

4.2 Awarded bids for December 2016

Bids more than R100, 000.00 awarded in December 2016

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Supply and delivery of LED Street Lights	ELM-2/043/2016-2017	Awarded to Viwe Thando Trading CC	3	16	North Crest	R199 248.00

4.3 Deviations - December 2016

Deviations less than R30, 000.00

COMPANY NAME	AMOUNT	DEPARTMENT	DESCRIPTION	REASON FOR DEVIATION
1. Payday Software Systems	R24 658.20	Corporate Services	P7 Municipality Payslip	Such services have already been acquired by the municipality as we are using this service provider for making our payslips, therefore they are the only one who can provide stationery for payslips
2. Maclear Motor & Tractor Spares	R 12 350.00	Infrastructure Planning Development	1000 Lt Diesel	Emergency, as the appointed service provider delay to deliver fuel and the roads section urgently need bulk fuel and this is the only service provider who can offer us fuel on credit hence there is only one quotation
3. ARB Electrical Wholesalers (Pty) Ltd	R 2 982.07	Infrastructure Planning Development	Supply and delivery of street light cable	Emergency, since there was no response on the request for quotations and the Ugie Town is sitting on the dark, due to crime rate in Ugie we were unable to advertise as these public lights need to be restore as soon as possible
4. Nosa (Pty) Ltd	R 7 120.00	Infrastructure Planning Development	Introduction to Samtract Course	Exceptional case, as it is the only accredited institution that is offering this kind of training at this time of the year
5. Nosa (Pty) Ltd	R 7 120.00	Infrastructure Planning Development	Introduction to Samtract Course	Exceptional case, as it is the only accredited institution that is offering this kind of training at this point in time making it

				impossible to obtain three quotes
6. Green Office (Pty) Ltd	R 4 172.40	Community Services Department	HP LJ CE505AC Black Print Cartridges	Such services have already been acquired from this service provider as we are using printer from this service provider, therefore to maintain warranty we must purchase toners from them
7. Mozi Auctioneers	10 %	Community Services Department	Provision of auctioneering services and advertisement	Emergency, due to year end the livestock is in risk of theft, hence we did not advertise for these services and we requested three quotations and the nature of these services make it impractical to get estimate to allocate threshold
8. Tava Network CC	R 2 387.37	Corporate services department	Publication of Council Meeting	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
9. Brian Singh Consulting	R 14 329.00	Infrastructure Planning Development	Job Description Writing & Facilitation	Such services have already been acquired by the municipality from this service provider as they were the ones who were facilitating the job descriptions for the institution, therefore they are going to assist this department
10. Maclear Motor & Tractor Spares	R 12 350.00	Infrastructure Planning Development	1000 Lt Diesel	Emergency, as the appointed service provider delay to deliver fuel and the roads section urgently need bulk fuel and this is the only service provider who can offer us fuel on credit hence there is only one quotation
11. Maclear High School	R 8 000.00	Corporate Services	Rental of School Grounds	Sole Supplier as this is the only school that

				had all the facilities that are needed for sports for our sports day
12. Umtha development	R20 000.00	Corporate Services	National Certificate: Occupationally-Directed Education Training and Development Practices NQF Level 5	Exceptional case, as it is the only accredited institution that is offering this kind of training at this point in time making it impossible to obtain three quotes and it is already scheduled by Joe Gqabi
13. Tava Network	R 6 012.39	Infrastructure Planning Development	Publication of 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	R 17 126.22	Municipal Manager's Office	Publication of 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
15. Tava Network	R 8 600.79	Infrastructure Planning Development	Publication of 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
16. Tava network	R 2 626.10	Infrastructure Planning Development	Publication of 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
17. Tava Network	R 1 639.74	Strategic Planning & Economic Development	Publication of 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
18. Union Motors	R 23 701.30	Community Services Department	Service Mercedes sprinter Bus FRV 675 EC	Such services have already been acquired by municipality from this service provider as we are maintaining service plan by using this service provider which is in the same category of vehicle

4.4 Deviations - December 2016

Deviations more than R30, 000.00

Company Name	BID NUMBER	DESCRIPTION	REASON FOR DEVIATION	B-BBEE & POINTS	LOCALITY	AMOUNT
1. Secur Cyber Solutions	ELM-4/009/2016-2017	Development of Addition Policies , Procedures Temple	Such services have already been acquired by the municipality from this service provider	20	Centurion	R166 850.00
2. Salabora Entrepreneur Projects	ELM-3/056/2016-2017	Carports at Maclear Municipal Offices	Such services have already been acquired by the municipality from this service provider as the sub-contractor to appointed the one that was appointed who was unable to complete, therefor we requested them to save costs	0	Maclear	R112 467.50
3. Keens Office Equipment	ELM-2/006/2016-2017	Supply and delivery of Laptops	Less than three quotations as this was advertised for seven days and only one response received and due to urgency	20	Queenstown	R97 140.00

			factor as users need these working tools and it was not advertised for the second time			
4. Sokwanya Trading (Pty) Ltd	ELM-2/007/2016-2017	Training of Bid Committees and Other Role Players in SCM	Less than three quotations as this was advertised for seven days and only one response received and it was advertised twice with no response and committees are currently functioning without being trained which may impact negatively to service delivery	20	East London	R189 720.00
5. Vab Electrical	ELM-3/046/2016-2017	Revenue Protection Services	Less than three quotations as this was advertised for seven days and only one response received and due to urgency factor as there is high risk of electricity stolen and it was not advertised for the second time	20	Mthatha	R199 952.10

4.5 Irregular - December 2016

Irregular less than R30, 000.00

COMPANY NAME	AMOUNT	DESCRIPTION	REASON FOR DEPARTMENT
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