



February 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 February 2017

Bids less than R100, 000.00 awarded in February 2017

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Supply and Delivery of cold Asphalt to Maclear	ELM-3/056/2016-2017	Awarded to Dlomo Investments	Level 1	20	Mthatha	R89 080.00
2. Supply Posthole Bore	ELM-3/023/2016-2017	Awarded to Action Plant & Equipment	Level 3	16	East London	R26 949.60
3. Provision of Space (Premises) for Waste Recycling for a period of 12 Months	ELM-5/015/2016-2017	Awarded to Salabora Entrepreneur Projects CC	Level 3	16	Maclear	R81 016.00

4.2 Awarded bids for February 2017

Bids more than R100, 000.00 awarded in February 2017

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Hiring of TLB for a period of 63 working days	ELM-3/057/2016-2017	Awarded to Odwa and Soli Trading	1	20	Indwe	R165 186.00
2. Supply and Delivery of Protective Clothing	ELM-5/011/2016-2017	Awarded to Isiphile 2013 Trading Enterprise	1	20	Ugie	R156 770.00
3. Provision of Auctioneering for a contract period ending 30 June 2017	ELM-2/009/2016-2017	Awarded to Mozi Auctioneers	1	20	Qumbu	At 7.5%
4. Hire 12 Ton Pad-Foot Roller for a period of 60 Days	ELM-3/015/2016-2017	Awarded to Peugair Plant Hire	8	2	East London	R160 725.64
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4.3 Deviations - February 2017
2 Deviations less than R30, 000.00

COMPANY NAME	AMOUNT	DEPARTMENT	DESCRIPTION	REASON FOR DEVIATION
1. Ugie Mac Quarry cc	R2 622.00	Infrastructure Planning and Development	Supply and delivery of chain	Exceptional case and it is impractical to get three quotations as this is the only local supplier who can provide us with this chain to tie down shipping containers on 10 ton crane truck
2. SABS Training Centre	R10 453.80	Corporate Services	Training in OHS	Exceptional case as we are having only one delegates that we can send to this training according to the scheduled dates by the service provider hence it is impractical to source for three quotes
3. Kwa-Wicks Buildit	R8 500.00	Infrastructure Planning and Development	Steel Channel	Emergency, as this is the only local service provider that can provide us with this steel as the Tsitsa River Bridge is flooded and the user require piece of channel steel to transfer weight of truck across the entire bridge
4.Tava Networks	R 3 450.19	Municipal Manager`s Offices	Publication of Council 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. Truvelo Manufacturers	R 5 305.34	Community Services	Calibration	Such services have already been acquired by the municipality from this service provider as they are the manufacturer of this machine, therefor they are the only one that can do service on this machine
6. Copy World	R 18 753.00	Office of the Municipal Manager	Supply and Delivery of Books for Policy on Rules, Responsibilities and Delegation Powers; By Laws Rules	Less than three quotation, as this is the only bidder that submitted quotation after number of attempts of requesting quotations
7. Transkei Yamaha	R 9 362.71	Infrastructure Planning and Development	Supply of chainsaw, safety Helmet and glove	Emergency, as this is the only nearest service provider that can provide us with these tools as the bridges in ward 4 are flooded and the user need it to cut larger logs to prevent damage
8. Tava Networks	R 7,963.66	Corporate Services	Publication of Vacancy	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. Tava Networks	R 12 526.32	Infrastructure Planning and Development	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
10. Nosa	R 7 550.00	Corporate Services	Intro To Samtrac	Sole supplier as this is the only service provider who can conduct this kind of training, since we are having only one delegate that we can send to their scheduled dates

11. Queenstown Nissan	R 17 358.34	Infrastructure Planning and Development	Service Truck FXN 283 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.
12. Queenstown Nissan	R 7 764.97	Infrastructure Planning and Development	Service Truck FXN 283 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.
13. Tava Network	R 4 920.31	Corporate Services	Publication of Vacancy	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. Dr Nava Reddy	R 700.00	Corporate Services	Boarding Documents and Report	Exceptional case and it is impractical to follow the official processes due to delicate nature of the services that were requested hence there was no order
15. Motor Vehicle Electric	R 4 890.00	Community Services	Repairs on Blue Lamp HHD 788 EC	Such services have already been acquired by the municipality as this lamp have been bought from them and they are going to conduct repairs on it
16. Buffalo Toyota	R 2 678.64	Budget and Treasury Office	Service Toyota Corolla HPY 730 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.
17. External Management Support CC	R 4 902.00	Infrastructure Planning and Development	Repairs to diesel dispenser	Emergency, as this service provider was around from Pretoria for other companies we requested them to conduct repairs to our

				machine as they are the sole agent and to save travelling costs
18. Motor Vehicle Electric CC	R 2 451.00	Budget and Treasury Office	Remove of siren and amplifier and installation of desk mount light into portable light	Such services have been acquired from this service provider as they installed blue light, sirens and amplifier and therefor it requires to be removed

Deviations - February 2017

Deviations more than R30, 000.00

Company Name	BID NUMBER	DESCRIPTION	REASON FOR DEPARTMENT	B-BBEE & POINTS	LOCALITY	AMOUNT
1. Maclear Motor and Tractor Spares	ELM-3/063/2016-2017	Supply and Delivery of 3000 litres of Diesel	Emergency, as the appointed service provider did not deliver the fuel and the plant urgently require diesel	0	Maclear	R38 850.00
2. Spontaneous Management Consulting	ELM-1/013/2016-2017	Provision of Facilitation Services of the Performance Assessment of	Such services have already been acquired by the municipality by using this	20	East London	R169 279.96

		the Municipality`s Section 57 Managers	service provider to do remunerations review of fixed term contract employees for the past three years in the same template without compromising the quality of product			
3. Makhubalo Attorneys	ELM-4/012/2016-2017	Provision of Legal Services at Elundini Local Municipality	Exceptional case and it is impractical to follow the procurement process as this is a sensitive case and publishing it on tender would unnecessarily divulge confidential information	N/A	Bloemfontein	Rates Only
4. Vab Electrical	ELM-3/031/2016-2017	Ugie Municipal Boarding House, Individual Meter Installation	Less than three quotations as there were no submissions two time on opening of this tender and only one submission for the third time	16	Mthatha	R197 457.28
5. Azob Consulting	ELM-5/003/2016-2017	External Land Fill Site Audit	Less than three quotations as there were no submissions two time on opening of this tender and only one submission for the third time	20	Mthatah	R83 106.00
6. TFM Manufacturing	ELM-3/071/2016-2017	Supply and Delivery of Diesel Bowser Trailer	Less than three quotations as there were no submissions three times on opening of this tender which resulted to go straight to the manufacturer	0	East London	R95 988.00
7. Conlog	ELM-3/070/2016-2017	Supplier and delivery of Electricity Meters	Such goods have been acquired by the municipality from this	16	Durban	R97 127.83

			service provider as we are using their meters since 2008 for installation and replacement in Ugie and Maclear and it will be uneconomical to acquire differently type in order to standardize and cost saving			
8. Ndokhula Consulting	ELM-1/017/2016-2017	Facilitation of Strategy Development for the Elundini Municipality	Emergency, due to tight deadlines of the MFMA calendar the strategy development session must be in the first week of February, therefor 7 days advertising had to be relaxed and selection was based on three quotations	20	East London	R172 620.00

4.4 Irregular - February 2017

Irregular less than R30, 000.00

COMPANY NAME	AMOUNT	DESCRIPTION	REASON FOR DEPARTMENT
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