



March 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 March 2017

Bids less than R100, 000.00 awarded in March 2016

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
Assessment of Ugie Material recovery facility	ELM-/5/018/2016-2017	Awarded to Limitless Strategic Solutions	1	20	East London	R45 000.00
Supply and Delivery of Network Upgrade Miscellaneous Material	ELM-3/058/2016-2017	Awarded Talile Projects	1	20	Mthatha	R25 157.60
Supply and Delivery of Protective Clothing of the Office of Municipal Manager	ELM-1/012/2016-2017	Awarded to Swag Addicts Clothing (Pty) Ltd	1	20	Stellenbosch	R57 460.00
Supply and delivery of Furniture	ELM-2/010/2016-2017	Awarded to RBV Trading Enterprise	1	20	Mthatha	R 77 000.00
Supply and delivery of lunch packs	ELM-1/015/2016-2017	Awarded to Lonaphiko Trading Enterprise	1	20	King Williams Town	R 43 200.00
Manufacturing and Delivery of Sign Board to Maclear	ELM-3/068/2016-2017	Awarded to Ses Civil & Building (Pty) Ltd	1	20	Mthatha	R9 500.00
1Supply and Delivery of Furniture	ELM-2/010/2016-2017	Awarded to RBV Enterprise	1	20	Mthatha	R77 000.00

4.3 Deviations - March 2017

Deviations less than R30, 000.00

COMPANY NAME	AMOUNT	DEPARTMENT	DESCRIPTION	REASON FOR DEPARTMENT
1. Torque IT	R12 408.00	Corporate Services	Server Virtualisation	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
2. Ugie Mac Quarry	R8 270.00	Infrastrure Planning and Development	12v Diesel Pump	Emergency, as the other two service provider refuse to comply according to SCM processes and requirements of the specification which resulted for us to use this service provider
3. Tava Networks	R14 339.93	Infrastructure Planning and Development	Publication of Electrical and mechanical of Warehouse 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
4. Tava Networks	R11 290.80	Budget and Treasury 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
5. Tava Networks	R3 695.21	Strategic Planning	Publication of IDP Rep Forum 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
6. Tava Networks	R11 290.80	Budget and Treasury 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
7. Tava Networks	R11671.94	Budget and Treasury Office	Publication of Completeness Testing 2016/2017 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
8. Tava Networks	R3 205.17	Strategic Planning and Development	Publication of IDP Rep Forum 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. Tava Networks	R10 528.52	Budget and Treasury Office	Publication of Cell phone Contract 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
10. Tava Networks	R3 176.90	Strategic Planning and Development	Publication of Draft Integrated Development Plan	Exceptional case and it is impractical to get three quotations since all publishing

			& Budget 2017-2022	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
11. Mbashe Trading	R1.00	Municipal Manager	Repairs of laptop	Exceptional case as the service provider need to strip the laptop to identify the problem in order to fix it which makes it difficult to estimate how much will be the costs of repairing the screen
12. National Arts Green Fair	R9 678.60	Strategic Planning and Development	Stall & Hire Chairs	Sole supplier as they are the main service providers that conduct this festival therefor we are required to book stall and chairs
13. Smart Surv	R11 784.70	Budget and Treasury Office	Installation and Monitoring of ELM Vehicle Tracking System for one month	Such services have been acquired by the municipality from this services provider as we were using them for tracking system and their contract expired and we need an extensions for a month
14. DR P.Titi (Psychologist)	R6 100.00	Corporate Services	Trauma Briefing session for 9 Members	Exceptional case, as there was traumatic incident at work place which needed to be attended within 72 hours which makes it impossible for this kind of service to be advertised or request for three quotations

15. S.A. Post Office	R11 172.00	Budget and Treasury Office	Envelops with stamps	Less than three quotations, as this is the only service provider who can provide us with envelopes with steps at a discounted price
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4.4 Deviations - March 2017

Deviations more than R30, 000.00

COMPANY NAME	BID NUMBER	DESCRIPTION	REASON FOR DEPARTMENT	B-BBEE & POINTS	LOCALITY	AMOUNT
1. Government Printing	ELM-1/017/2016-2017	Supply and Delivery of By Laws	Sole supplier as they are the only service provider that that manufacture these by law ordinary national books	0	Pretoria	R160 000.00
2. Siyakha-Isizwe Trading Enterprise 81	ELM-4/2019/2016-2017	Annual Support License Fee Renewal for Incident and Asset Management System	Such goods have already been acquired by the municipality from this service provider as we are using this service provider for solar winds asset management and helpdesk software, therefor this is for the licence fees	20	Mthatha	R35 000.00
3. ION Consulting	ELM-4/018/2016-2017	Mail Security for Microsoft Exchange 1 year Renewal	Such services have already been acquired by the municipality from this service provider as we are using them for our Eset Anti-Virus software therefor this is for the licence fees	20	Durban	R33 880.80
4. Down Low Construction and projects 127	ELM-3/056/2016/2017	Supply and Delivery of Cold Asphalt to Maclear	Emergency, as the appointed service provider was unable to deliver and the other two did not comply which resulted to appoint the fourth one	20	Pretoria	R92 522.00
5. East Cape Publishing	ELM-6/014/2016-2017	Set up of Elundini Tourism Kiosk	Sole supplier as they are the manufactures of these books of Indaba it make it difficult to advertise for 7 days as they are the only ones that can provide quotation for this kind of services	12	Port Elizabeth	R47 000.00

6. Maclear Motor Caltex Services Station	ELM-3/078/2016-2017	Supply and Delivery of 3000 LT Diesel	Less than three quotations as they are the only local service provider who can offer us fuel on credit as we are current not having an appointed service provider who can provide with fuel	16	Maclear	R38 850.00
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4.5 Irregular - December 2017

Irregular less than R30, 000.00

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