



May 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 May 2017

Bids less than R100, 000.00 awarded in May 2016

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. SUPPLY AND DELIVERY OF FURNITURE	ELM-4/010/2016-2017	Awarded to Vuna Group	1	20	MTHATHA	R 13 939.00
2. SUPPLY AND DELIVERY OF FURNITURE	ELM-4/010/2016-2017	Awarded to Makhetheng Trading	2	18	MOUNT FLETCHER	R 39 000.00
3. SUPPLY AND DELIVERY OF IT OFFICE EQUIPMENT	ELM-4/015/2016-2017	Awarded to Business Connexion	3	14	MENLON PARK	R57 542.04

4.2 Awarded bids for May 2017

Bids more than R100, 000.00 awarded in May 2017

TENDER NAME	BID NUMBER	STATUS	B-BBEE STATUS LEVEL OF CONTRIBUTION	CLAIMED POINTS	LOCALITY	AMOUNT
1. Facilitating services for the Municipal Council Team Building	ELM-4/017/2016-2017	Awarded to Sbongukhanyo (Pty) Ltd	0	0	East London	R174 250.00
2. Training of 41 participants on US 113836 Apply Basic Computer Technology	ELM-4/019/2016-2017	Awarded to Sbongukhanyo (Pty) Ltd	0	0	East London	R189 450.00
3. Supply and Delivery of Padlocks	ELM-3/073/2016-2017	Awarded to Vanguard Fire & Safety Cape	4	12	Port Elizabeth	R185 934.00

4.3 Deviations - May 2017

Deviations less than R30, 000.00

COMPANY NAME	AMOUNT	DEPARTMENT	DESCRIPTION	REASON FOR DEPARTMENT
1. Labco Southern Africa Pty Ltd	R 9 030.00	IDP	Compaction Testing Mbidlana	Less than three quotations as this is the only closest service provider that can provide us with quotation for these services as Controlab does not comply
2. Land Rover East London	R 11 591.17	Finance	Replace right front wheel hub and bearing HLJ512EC	Sole supplier as this is the only closest dealership that can repair the Land Rover of Honourable Speaker's vehicle
3. AC Spares & Repairs	R 4 240.00	Community Services	Repairs of Nissan Bakkie NP300 DZM 643 EC	Exceptional case as the vehicle had a mechanical breakdown and was towed to nearest workshop which make it impossible to get three quotations as the dealership need to strip before making quotation
4. Black Spot Media	R 6 925.00	MM'S Office	IDP Booklet	Emergency since the user department requested this book that they need for IDP within a short period of time to request three quotations
5. Tava Networks	R 17 007.91	Publication of Electricity Tender	Infrastructure Planning and Development	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	R 12 815.37	Publication of Hire of Law Bed Tender	Infrastructure Planning and Development	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	R 12 434.22	Publication of Supply and Delivery of Double Cab tender	Community Services	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	R 10 147.37	Publication of supply and delivery single cab bakkie	Budget and Treasury Office	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 3 000.99	Publication of Erratum for Tender	Budget and Treasury Office	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	R 5 001.98	Publication of Notice	Municipal Manager's Office	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
11. Tava Networks	R 5 165 .32	Publication of Finance Intern Vacancy	Budget and Treasury Office	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 - May 2017

Deviations more than R30, 000.00

COMPANY NAME	BID NUMBER	DESCRIPTION	REASON FOR DEPARTMENT	B-BBEE & POINTS	LOCALITY	AMOUNT
1. Transkei Yamaha	ELM-5/033/2016-2017	Repairs to Chain Saw, Maruyama and Brush Cutters Machines	Such goods have been by the municipality from this service provider as we bought these machines as they are the manufactures, therefor they are going to repair them	Mthatha	0	R 48 895.41
2. Lwakhula Ulwazi Consulting	ELM-2/017/2016-2017	Professional fees for MSCOA Workshop	Emergency as this was not advertised for seven days as we need to implement MSCOA by I July 2017 and we manage to get two quotations from our data base	East London	20	R 78 450.00
3. Khanya Africa	ELM-3/083/2016-2017	Wireless Coverage for Warehouse	Emergency as there will be no order beyond 31 May 2017 and the IPD section need to move to this Warehouse before the end of 30 June 2017 therefor there is no enough to advertise for these services	East London	20	R 120 000.00

4. The Ethics Institute	ELM-1/021/2016-2017	Professional fees for EMMA and Strategic development	Exceptional case as the Audit Committee recommended that we must adapt King IV Report by 23 June 2017 which result for this service not advertised for 7 days and this service provider is responsible for developing Ethics framework strategy	Pretoria	6	R 132 410.11
5. Pay Day Software Systems	ELM-2/020/2016-2017	MSCOA Content Alignment	Sole supplier as we are using this service provider for our Pay roll System therefor they are going to upgrade the MSCOA Compliant that will be used as from I July 2017	Lnywood Ridge	14	R 175 565.06
6. ARB Electrical Wholesalers	ELM-3/083/2016-2017	Supply and Delivery of Network Materials	Emergency, as this was advertised two time and the bidders we above budget therefor advertising for the third time will delay the electricity section to get these material as they need to install network and three quotations were requested from our database	East London	14	R 171 822.36
7. Government Printing Works	ELM-2/019/2016-2017	Publication of our Annual Budget 2016/2017, Property Rates Policy and Property Rates By Law on	Sole supplier as this is the only service provider who issue government gazette in the country	Pretoria	-	R 41 000.00
8. Lisko Trading	ELM-3/047/2016-2017	Supply and Delivery of Electrical Works Equipment	Less than three quotations as this was advertised for three times and only two bidders responded there we resulted appointing on the two submission as the electricity section artisan are working under due risk as they perform with short material	Queenstown	20	R176 000.00
9. Muthaland Entertainment	ELM-1/025/2016-2017	Performance and motivation of Nathi Mankayi in	Exceptional case as the nature of this event audience and objectives of the programme is for Nathi Mankayi to motivate Elundini Community	Houghton	0	R44 576.00

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4.5 Irregular - May 2017

Irregular less than R30, 000.00

COMPANY NAME	AMOUNT	DESCRIPTION	REASON FOR DEPARTMENT
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