



EMALAHLENI MUNICIPALITY SUPPLY CHAIN MANAGEMENT 3rd QUARTERLY REPORT 2017/18

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QUARTERLY SUPPLY CHAIN MANAGEMENT REPORT FOR THE PERIOD OF 3rd QUARTER 2017/18

DATE: 10 MARCH 2018

BID AWARDS REPORT

Purpose

To present a report to the Mayor on the performance of Supply Chain Management during Third quarter of the 2017/2018 financial year.

Background

Section 6 subsection (3) of SCM Regulations requires that the Accounting Officer must within 10 days of the end of each quarter submit a report on the implementation of Supply Chain Management policy to the Mayor of the municipality.

Financial Implications

MIG and Municipal Budget

Legal Implications

SCM Regulations
SCM Policy
MFMA
PPPFA

DISCUSSION

The tables below reflect on bids awarded, deviations approved, contracts management and implementation of the procurement plan during the 3rd quarter of the 2017/2018 financial year

TABLE 1: BIDS AWARDED BETWEEN R30 000-R200 000: JANUARY 2018

BID NO	PROJECT NAME	BIDDERS NAME	BBBEE STATUS LEVEL	AWARDED AMOUNT
ELM/3/1/2018Q	Supply, Delivery and Installation of Material for 320m long and 1.8 high stock Fencing for Zingqolweni Shearing Shed	Lilian Dennis Creative (Pty) Ltd	1	R131 860.00
ELM/5/1/2018Q	Supply and Delivery of Material for Indwe Auto Styling Car Wash	Lilian Dennis Creative (Pty) Ltd	1	R66 680.00
ELM/6/1/2018Q	Supply and Delivery of Black Refuse Bags	KG20120611	0	R48 998.00
TOTAL AMOUNT OF BIDS AWARDED BETWEEN R30 000 AND R200 000 FOR JANUARY 2018				R247 538.00

BIDS AWARDED BETWEEN R30 000-R200 000: FEBRUARY 2018

BID NO	PROJECT NAME	BIDDERS NAME	BBBEE STATUS LEVEL	AWARDED AMOUNT
ELM/1/1/2018Q	Appointment of accredited service provider to train 10 candidates on basic computer practise	Masporisanenisonke Trading & Projects	1	R41 000.00
ELM/4/1/2018Q	Network line Connection Rental	Cobalt Communication	1	R42 400.20
ELM/7/1/2018Q	Supply and Delivery of Transformer and Compatibles	Sinabalo General Trading	1	R186 400.00

ELM/8/1/2018Q	Municipal Finance Programme for 2 Officials	Fort Hare Solutions	0	R129 107.00
ELM/9/1/2018Q	Supply and Delivery of Material for Prefabrication of Zwartwater Community Hall	Amandulo Trading (Pty) Ltd	0	R198 000.00
ELM/10/1/2017Q	Supply and Delivery of Material for Strengthening of Dordrecht Animal Pound Fence	Loli Yamie Trading & Projects	0	R198 000.00
TOTAL AMOUNT OF BIDS AWARDED BETWEEN R30 000 AND R200 000 FOR FEBRUARY 2018				R794907.20

TABLE 2: BIDS AWARDED ABOVE R200 000 FOR THE 3RD QUARTER

BID NO	PROJECT NAME	AWARDED BIDDER	BBBEE STATUS LEVEL	RESTRICTED SUPPLIER	DATE AWARDED	AMOUNT
ELM/9/10/2017T	Supply and Delivery of Personal Protective Clothing	Amended Recline Trading & Projects	1	No	19 January 2018	R900 000.00
ELM/8/10/2017T	Supply and Delivery of 19 Laptops and 1 Desktop	K2015077542 (South Africa) Pty Ltd	1	No	19 January 2018	R249 996.00
ELM/2/1/2017T	Installation of High-Mast Lights In Cacadu Town Area, Cacadu Bridge(Ward4) and Dordrecht (Ward14)	L Ntloko Electrical Jv Khubonga Consulting	1	No	19 January 2018	R4 897 918.80
ELM/1/1/2017T	Installation of Solar Street Lights in Cacadu, Indwe, Dordrecht	Wegezi JV Theshani	1	No	15 January 2018	R4 016 300.00
ELM/10/10/2017	Supply and Delivery of Three Single Cab Bakkies	Mark Wilson Motors T/A Jacksons	0	No	15 January 2018	R779 700.00

ELM/3/11/2017T	Supply and Delivery of One 4x4 SUV Vehicle	Williams Hunt	0	No	19 February 2018	R689 136.12
TOTAL AMOUNT OF BIDS AWARDED ABOVE R200 000 FOR 3RD QUARTER 2018						R11 533 050.92

TABLE 3: DEVIATION REGISTER

There was a deviation approved for the 3rd quarter of the 2017/2018 financial year.

ON PROGRESS CONTRACTS - TECHNICAL PROJECTS

DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR/SERVICE PROVIDER	BID CONTRACT NO.	DATE OF APPOINTMENT	DATE OF CONTRACT SIGN	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	TOTAL PAID/RO		COMMITMENT
									CONTRACT		
1 Park Development in Inhove	Tswelapele Plants CC	ELM2/6/2017T	29 August 2017	06 July 2017	31 August 2017	28 February 2018	6 Months	1 735 531.52	1 189 076.42		546 455.10
2 Construction of Zingqolweni Shearing Shed	Waving High Trading	ELM1/7/2017T	29 August 2017	31 August 2017	06 October 2017	31 March 2018	6 Months	814 775.16	612 019.57		202 755.59
3 Construction of Lady Fere Park Amphitheatre	Ntshana Trading	ELM1/5/2017T	17 August 2017	24 August 2017	24 August 2017	24 February 2018	6 Months	380 000.00	283 290.00		96 710.00
4 Professional Services for the Installation of Highest Lights	Mekani Engineering	ELM4/7/2017T	12 September 2017	13 September 2017	12 September 2018	28 February 2018	6 Months	679 868.00	563 308.60		116 359.40
5 Construction of Municipal Offices Phase 1	Ntshana v Lesole	ELM5/9/2016T	15 December 2016	19 December 2016	23 August 2017	28 February 2019	18 Months	34 995 000.00	4 498 000.00		30 497 000.00
6 Installation of Solar Streetlights in Cacadu, Inhove Dordrecht	Wegazi JV Thashani	ELM1/11/2017T	15 January 2018	18 January 2018	18 January 2018	30 July 2018	6 Months	4 016 300.00	3 063 422.40		952 877.60
7 Installation of High-Mast Lights in Cacadu, Cacadu Bridge & Dord LT Ntsho JV Khubonga	ELM2/11/2017T	15 January 2018	18 January 2018	18 January 2018	30 July 2018	6 Months	4 897 918.80	3 439 589.30		1 458 329.50	
8 Professional and Construction services for the Construction of Chasiyabu Trading JV Bm Infi	ELM4/10/2017T	22 November 2017	24 November 2017	27 November 2017	30 June 2018	7 months	8 910 135.33	7 045 364.60		1 864 770.73	

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR TECHNICAL PROJECTS

CAPITAL PROJECTS						
DISCRPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID CONTRACT	IRO	EVALUATING COMMENTS
Construction of Municipal Offices Phase 1	ELM/5/9/2016T	Nubhana Trading JV Lesole Trading	R34 995 000,00	R4 498 000,00		Service provided to the expected level of satisfaction.
Construction of Lady Frere Park Amphitheatre	ELM/1/5/2017T	Nubhana Trading	R380 000,00	R283 290,00		Service provided to the expected level of satisfaction.
Installation of Solar Street Lights	ELM/1/1/2017T	Wegezi JV Teshani	R4 016 300,00	R3 063 422,40		Service provided to the expected level of satisfaction, minor breaches communicated
Park development in Indwe	ELM/2/6/2017T	Tswellapele Plant CC	R1 736 531,52	R1 189 076,42		Service provided to the expected level of satisfaction.
Construction of Zingqolweni Shearing Shed	ELM/1/7/2017T	Waving High Trading	R814 775,16	R612 019,57		Service provided to the expected level of satisfaction.
Professional Services for the Installation of High Mast Lights	ELM/4/7/2017T	Mekan Engineering	R679 668,00	R563 308,60		Service provided to the expected level of satisfaction.
Installation of Highmast Lights in Cacadu, Cacadu Bridge & DDX	ELM/2/11/2017T	LT Ntloko JV Khubonga	R4 897 918,80	R3 439 589,30		Service provided to the expected level of satisfaction, minor breaches communicated
Professional and Construction services for the Construction of Cacadu Ext Access Road	ELM/4/10/2017T	Masiyabu Trading JV BM Infrastructure	R8 910 135,33	R7 045 364,60		Service provided to the expected level of satisfaction, minor breaches communicated

REGISTER FOR NON-TECHNICAL ACTIVE PROJECTS

DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	Prior Years	PAID 2017/18	TOTAL PAID R/O CONTRACT	COMMITMENT
1 Provision of Travel Agency Services	Lithaba Travel Management Services	ELM2/12/2015T	05 February 2019	36 Months	rates only contract	7 915 432,15	4 074 992,57	11 990 854,72	-
2 Provision of Security Services	Red Guard Security cc	ELM6/22/2015T	25 June 2018	36 Months	17 046 538,56	4 481 096,92	1 259 418,09	5 740 514,91	11 306 023,65
3 Supply of fuel for Municipal Vehicles for a period of 3 years	VGS Motors	ELM3/8/2014T	07 January 2018	36 Months	rates only contract	1 098 547,69	1 375 156,44	1 375 156,44	-
4 Procurement of Valuers for Property Rates	Penny Lindstrom Valuations	ELM01/03/2017T	30 June 2022	5 years	1 050 000,00	1 002 887,19	-	1 002 887,19	47 112,81
5 Supply of fuel for Municipal Vehicles for a period of 3 years	Universal Garage	ELM2/8/2014T	07 January 2018	36 Months	rates only contract	860 079,66	164 847,94	1 024 927,60	-
6 Provision of Security Services	Kwazi Risk Solution	ELM5/1/2014T	31 October 2017	3 years	1 902 600,00	1 691 200,00	158 550,00	1 849 750,00	62 850,00
7 Supply of fuel for Municipal Vehicles for a period of 3 years	Indv e Fling station	ELM3/8/2014T	07 January 2018	36 Months	rates only contract	438 130,31	80 911,27	519 041,58	-
8 Rental of Photocopiers for a Fixed Period of Thirty Six	Gambiz Trading 1001 (Pty)Ltd/da Aloe Office and Business Equipment	ELM3/3/2015T	30 April 2018	36 Months	rates only contract	378 002,17	112 470,80	490 472,97	-
9 Panel of Attorneys for Legal Services: SC/M06/21/15	Leroux attorney	SC/M06/2015	28 September 2018	16 Months	rates only contract	522 018,80	-	522 018,80	-
10 Vending System	Contour Technology (PTY) LTD	ELM5/3/2014T	31 December 2017	36Months	4% rates	333 336,01	113 715,00	447 051,01	-
11 Banking Services for a period of 5 years	Banking Services for a period of 5 years	ELM5/3/2015T	28 January 2020	60 Months	rates only contract	4 580 702,87	3 518 827,19	8 099 530,06	-
12 Provision for Account Services	Mubesko Africa (Pv) Ltd	Scm7/5/2016/ra	30 June 2019	36 Months	rates only contract	4 580 702,87	2 818 334,81	7 399 037,68	-
13 Supply and Installation of Fleet Management Tracker System	Carphila Risk Services (Pty) Ltd	ELM4/9/2016T	13 December 2019	36 Months	R249 996,00	7 500,00	45 456,00	52 956,00	217 044,00
14 Supply and Delivery of 19 Laptops and 1 Desktop	K201507/542 (Pv) Ltd	ELM8/10/2017T	26 February 2018	4 weeks	R 779 700,00	-	249 996,00	-	R 0,00
Supply & Delivery of Three Single Cab Bakkies	Mark Wilson	ELM1/01/02/017T	02 March 2018	4 weeks	R 299 988,72	R 779 700,00	-	R 779 700,00	R 299 988,72
Supply & Delivery of 12 Nguni Bulls	S & J D/ranics	ELM3/10/2017T	22 March 2018	12 weeks	R 758 346,97	-	325 005,94	-	R 299 988,72
Provision of Security Services for Enthaleni	Quick Save Security	ELM1/1/02/017T	31 July 2018	7 months	R 900 000,00	-	-	-	R 433 341,13
15 Supply and Delivery of PPE	Amended Recipe Trading	ELM9/10/2017T	26 February 2018	4 weeks	R 689 136,12	-	-	-	R 900 000,00
Supply & Delivery of One 4x4 Vehicle	Wilms Hunt	ELM5/11/2017T	03 March 2018	4 weeks	R 689 136,12	-	R 689 136,12	-	689 136,12
17 Appointment of an accredited service provider to Land Audit	Tshani Consulting cc	ELM3/9/2016T	24 March 2017	6 Months	420 000,00	126 000,00	122 500,00	248 500,00	171 500,00

Supply, Delivery, Installation and Commissioning of Pre-paid Electricity Vending System: ELM/5/3/2014T;

- Utilities World was appointed through a deviation on commission basis.

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR NON TECHNICAL PROJECTS

BID NUMBER	DESCRIPTION OF SERVICE	END USER	SERVICE PROVIDER	EXPIRY DATE	EXTENSION/VARIATION	EVALUATING COMMENTS
SCM/7/5/2016/FIN	Accounting and Financial Services Support	BTO	Mubesko Africa / Meyer Otto	30 June 2019	Rates only contract	Performed their support as per the service level agreement Assisted the municipality with implementation of applicable GRAF standards. Assist with NT reporting. Accounting support and transfer of skills to staff was also adhered to.
ELM/2/5/2017T	Procurement of Valuers for Property Rates	BTO	Penny Lindstrom Valuations	27 July 2018	Rates only contract	Provide the supplementary valuation roll.
ELM/3/9/2016T	Appointment of an accredited service provider to Land Audit	IDHS	Tshani Consulting cc	24 March 2017	R420 000.00	Service provided is not to the expected level of satisfaction. Use department to engage with the service provider to find way forward.

ELM/5/3/2014T	Supply, Delivery, Installation and Commissioning of a Prepaid Electricity Vending System	BTO	Contour Technology(Pty) Ltd	30 June 2018	Rates only contract	Utilities have provided us with excellent services. Since they started rendering the prepaid electricity vending services to Emalahleni Municipality we never had any major challenges. Their vending system provides us with accurate information. Their system has never been on downtime, and it is user friendly.
ELM/2/12/2015T	Provision of Travel Agency Services	Corporate Services	Lihaba Basadi Investment	05 February 2019	Rates only contract	Service provided to the expected level of satisfaction. A new process to appoint a new service provider underway.
ELM/1/10/2017T	Provision of Security Services	Community Services	Quick Save	31 July 2018	R758 346.97	Services were satisfactorily provided. Monthly evaluator monitoring reports are generated before payment certificates are submitted for processing.
ELM/3/8/2014T	Supply of fuel for Municipal Vehicles for a period of 3 years (Lady Freire)	Corporate Services	VGS Motors	08-January-18	Rates only contract	Service provided to the expected level of satisfaction. A new process to appoint a new service provider underway.
ELM/3/8/2014T	Supply of fuel for Municipal Vehicles for a period of 3 years (Dordrecht)	Corporate Services	Universal Garage	08-January-18	Rates only contract	Service provided to the expected level of satisfaction. A new process to appoint a new service provider underway.
ELM/3/3/2015T	Rental of Photocopiers for a Fixed Period of Thirty Six months	Corporate Services	Gembiz Trading 1001 (Pty) Ltd / Aloe Equipment	30-April-2018	Rates only contract	Services were not provided to the expected level of satisfaction.
ELM/4/9/2016T	Supply and Installation of Fleet Management Tracker System	Corporate Services	Qaphela Risk Services (Pty) Ltd	23 March 2019	Rates only contract	Services were not provided to the expected level of satisfaction.
ELM/8/10/2017T	Supply of 19 Laptops & 1 Desktop	Corporate Services	K2015077542 SA	28 February 2018	R249 996.00	Delivery was late.