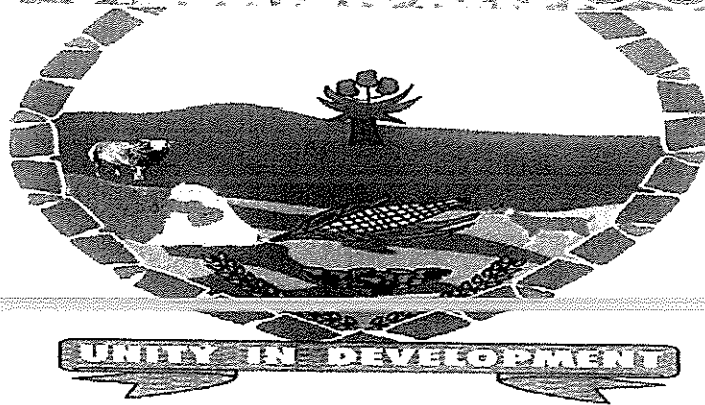


EMALAHLENI



EMALAHLENI MUNICIPALITY SUPPLY CHAIN MANAGEMENT REPORT
FOR 3RD QUARTER OF 2019/20 FINANCIAL YEAR

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Proposed

To inform the EXCO about the supply chain management practices during the 3rd quarter of the 2019/20 financial year.

Legislative Framework

Oversight role of Council of the Municipality or board of directors of the municipal entity:

In terms of regulation 6(3) " the Municipal Manager must within 10 days of the end of each month, submit a report on the implementation of the Supply Chain Management Policy to the Municipal Manager of the Municipality or the Board of Director of the Municipal Entity.

Financial Implications

MIG and Municipal Budget

Legal Implications

SCM Regulations

SCM Policy

MFMA

BID AWARDS REPORT

**TABLE 1: BIDS AWARDED FOR AN AMOUNT ABOVE R200 000.00 FOR 3RD QUARTER OF 2019/20 FINANCIAL YEAR
January 2020**

BID NO	PROJECT NAME	BIDDERS NAME	BBBEE STATUS LEVEL	AWARDED AMOUNT	DATE APPOINTMENT LETTER SIGNED
ELM/4/11/2019T	Construction of Cacadu Park Phase 2 in ward 4	Tati Group	1	R2 262 174.54	23-01-20
ELM/5/11/2019T	Professional Services and Construction of Jinginja Access Road in ward 17 through turnkey	Masiyabu Trading JV BM infrastructure Development	1	R6 618 118.85	23-01-20
ELM/6/11/2019T	Professional Services and Construction of Tsolokazi Access Road in ward 1 through turnkey	Mvi Construction and Maintenance JV Ibhotwe Lwezizwe	1	R6 245 811.00	28-01-20
ELM/3/11/2019T	Supply OF Fuel for Municipal Vehicles for a Period of three years for Indwe Unit	Hendrik Willem Stapelbert	0	Rates only contract	17-01-20
TOTAL AMOUNT OF BIDS AWARDED ABOVE R200 000.00 FOR THE MONTH OF JANUARY OF 2019/20 FINANCIAL YEAR				R15 126 104.39	

There were no bids awarded above R200 000.00 for the month of February and March 2020.

TABLE 2: BIDS AWARDED FOR AN AMOUNT BETWEEN R30 000-R200 000.00 FOR THE 3RD QUARTER

January 2020

BID NO	PROJECT NAME	BIDDERS NAME	BBBEE STATUS LEVEL	AWARDED AMOUNT	LOCALITY
ELM/3/11/2019Q	Appointment of an accredited Service provider on Supervision Management	Dreamfinders Trading and Project 588	1	R84 364.00	Johannesburg (Gauteng)
ELM/4/11/2019Q	Appointment of a Service Provider for Training on SHE Representative and First Aid Level 3	Dreamfinders Trading and Project 588	1	R75 000.00	Johannesburg (Gauteng)
ELM/5/11/2019Q	Supply, Delivery and Assembly of Office Furniture and Appliances at Lady Frere Traffic Station	M –Ngcabululuza Construction	1	R110 647.17	Emalahleni local Municipality, Cacadu (Eastern Cape)
ELM/1/12/2019Q	Supply and Delivery of Diaries	Black Sport Media	0	R82 550.00	Queenstown (Eastern Cape)
ELM/2/01/2020	Supply and Delivery of Construction Tools and Equipment for EPWP Paving Projects	Shakes Multi Traders	1	R49 500.00	Emalahleni local Municipality, Cacadu (Eastern Cape)
TOTAL AMOUNT OF BIDS AWARDED BETWEEN R30 000 AND R200 000 FOR JANUARY 2020				R402 061.17	40%

February 2020

BID NO	PROJECT NAME	BIDDERS NAME	BBBEE STATUS LEVEL	AWARDED AMOUNT	LOCALITY
ELM/1/01/2020Q	Supply, Delivery, Installation and Commissioning of Transformer	Komanit Trading	1	R189 002.50	Emalahleni local Municipality, Indwe (Eastern Cape)
TOTAL AMOUNT OF BIDS AWARDED BETWEEN R30 000 AND R200 000 FOR FEBRUARY 2020				R189 002.50	100%

March 2020

BID NO	PROJECT NAME	BIDDERS NAME	BBBEE STATUS LEVEL	AWARDED AMOUNT	LOCALITY
ELM/6/02/2020Q	Appointment of a service provider to conduct builder alterations at the Cacadu vehicle station (VTS) to accommodate cashier offices.	Umkhiwa Construction	1	R149 402.15	Idutywa (Eastern Cape)
ELM/3/01/2020Q	Supply and delivery of black refuse bags.	NSQ Investments	1	R42 900.00	Emalahleni local Municipality, Cacadu (Eastern Cape)
ELM 2/2/2020Q	Supply and delivery of material in Dordrecht (Harry Gwala Community Hall)	NNW Sibhoma	1	R76 395.57	Emalahleni local Municipality, Indwe (Eastern Cape)
ELM/3/2/2020Q	Appointment of a service provider to redesign as built building plans and site layouts for the Cacadu Municipal offices to include detailed emergency exits doors.	Green Revolutions Consultants	1	R70 000.00	Mthatha (Eastern Cape)
TOTAL AMOUNT OF BIDS AWARDED BETWEEN R30 000 AND R200 000 FOR MARCH 2020				R338 697.72	50%

TABLE 3: DEVIATION REGISTER

SERVICE PROVIDER	DESCRIPTION	AMOUNT	REASON
Utilities World	Pre-paid Vending System	R47 278.82	The project was awarded to Utilities. Upon the award there was a court interdict issued by one of the unsuccessful bidders. The new service provider has been appointed and accepted.
VGS	Supply of fuel for Municipal vehicles	R43 770.15	The service provided by the supplier is only available from a single provider.
Universal Garage	Supply of fuel for municipal vehicles	R70 499.44	The service provided by the supplier is only available from a single provider.
Fort Hare Solutions	Appointment of a Service Provider to Train Three Municipal Officials on Municipal Finance Management Programme	R198 000.00	Three quotes could not be obtained after advertising the project two times.
Ilizwe Town and regional Planners	Subdivision and Rezoning of a portion of ERF 1, Dordrecht in order to Formalize the existing Sports Field	R45 597.50	Three quotes could not be obtained after advertising the project two times.

TABLE 4: LIMITED BIDDING

No	SERVICE PROVIDER	DESCRIPTION	VOUCHER NUMBER	PAYMENT DATE	AMOUNT
	Tiso Black Star	Publication of ELM adverts	PI01/31/00013694/20	31/01/2020	R40 815.80
1	Tiso Black Star	Publication of ELM adverts	PI02/28/00011681/201	14/02/2019	R26 979.00
3	Tiso Black Star	Publication of ELM adverts	PI04/07/00014045/201	07/04/2020	R4 502.25
Total	Tiso Black Star is the only newspaper within Emalahleni Local Municipality that also advertise news that are based in Queenstown and are classified as a local newspaper and cover advertising in the Emalahleni Area.				R72 297.05

Irregular expenditure

There was no irregular expenditure in terms of section 32 of the MFMA and Circular 68 during the third quarter of 2019/2020 financial year.

Contract Registers

On Progress (Technical)

NO.	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE OF CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	VARIABLE AMOUNT	TOTAL EXPENDITURE INCURRED TO DATE	COMMITMENT
1	Construction of Municipal Offices Phase 1	Nubhana Jv Lesole	ELM/5/9/2016T	2016-12-19	2017-08-23	2019/02/28	18 Months	R 34 995 000.00	N/A	R 9 004 113.23	R 25 990 886.77
2	Professional Services for the Installation of HighMast Lights	Meklan Engineering	ELM/A/7/2017T	2017-09-13	2017-09-12	2018/06/30	10 Months	R 679 668.00	N/A	R 543 737.40	R 135 930.60
3	Installation of Solar Street Lights in Cacadu, Indwe Dordrecht	Wegezi JV Theshani	ELM/1/11/2017T	2018-01-18	2018-01-18	2018/07/30	6 Months	R 4 016 300.00	R 0.00	R 3 063 422.40	R 952 877.61
4	Installation of High-Mast Lights in Cacadu, Cacadu Bridge & Dordrecht	I.T Ntloko JV Khubonga	ELM2/11/2017T	2018-01-18	2018-01-18	2018/07/30	6 Months	R 4 897 918.80	R 0.00	R 3 552 029.8	R 1 435 889.00
5	Professional and Construction Services for the Rehabilitation of Indwe Sports Field Phase 1 Through Turnkey	MBS Civils JV Cudjoe Quantity Surveying CC	ELM/2/5/2018T	20/07/2019	01/10/2018	30/06/2019	9 Months	R 11 000 000.00	N/A	R 10 251 614.96	R 748 385.04
6	Professional and Construction Services for the Construction of Cacadu Sports Field Phase 3 in Ward 4 Through Turnkey	Nemorango JV Nakiseni Business	ELM9/5/2018T	20/07/2018	01/08/2018	31-May-19	8 Months	R 7 250 249.98	R 0.00	R 6 058 999.65	R 1 687 250.33
7	Construction of KwaDukathole Shearing Shed in ward 9	NNW Sibhoma Construction	ELM/3/5/2018T	20/07/2018	01/08/2018	30/11/2018	4 months	R 1 189 184.03	R 30 776.00	R 1 206 236.08	R 13 723.95
8	Supply and delivery of material for Lady Frere, DDX and Indwe	K2015077542 (Pty) Ltd	ELM/1/07/2018T	01-Oct-18	01-Oct-18	31 October 2018	4 weeks	R 1 144 680.00	N/A	R 1 144 680.00	R 0.00

N o.	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE OF CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	VARIABLE AMOUNT	TOTAL EXPENDITURE INCURRED TO DATE	COMMITMENT
9	Professional & Construction Services for the Construction of Maqwatini to Thembelihe Access Road through Turnkey	Counterpoint JV Sizo	ELM/2/07/2018T	01/10/2018	01/11/201	27-Aug-19	7 months	R 5 024 999.75	N/A	R 5 175 822.96	-R 150 823.21
10	Professional & Construction Services for the Construction for DDX.	Counterpoint JV Sizo	ELM/1/08/2018T	01/11/2018	01/11/201	27-Aug-19	7 months	R 7 533 650.00	N/A	R 5 309 115.68	R 74 435.93
11	Professional & Construction Services for the Paving of Indwe Internal Street	Cotterrell's JV THM	ELM/2/08/2018T	09/10/2018	01/11/201	01/08/2019	7 months	R 8 114 237.85	339 651.35	R 6 139 602.21	R 2 314 286.99
12	Paving of Zakhele Location Phase 2 Ward 4 (Professional Services)	Nemorango Consulting Engineers	ELM/7/07/2019T	2012/09/19	2012/09/1	31 May 202	9 months	R 1 293 043.99	0.00	R 943 050.01	R 349 999.98
13	Paving of Sinakho Location (Professional Services)	Nemorango Consulting Engineers	Elm/6/07/2019T	2012/09/19	2012/09/1	31 May 2020	9 months	R 1 293 043.99	0.00	R 947 668.41	R 345 375.58
14	Construction of Cacadu Park Phase 2	Engineering Aces	ELM/1/06/2019T	01/11/2019	01/11/201	30-Apr-20	6 months	R 454 000.00	0.00	R 195 578.53	R 258 421.47
15	Cemetery Development Indwe (Ward 16) (Consultant)	Black Mountain Msavhen JV	ELM/5/07/2019T	12-Sep-19	12-Sep-1	31-Mar-20	7 months	R 354 562.00	0.00	R 582 250.20	-R 227 688.20
16	Construction of DDX Sport Field Phase 2	BVI Boarder (PTY) LTD	ELM/1/6/2019T	31-Oct-19	31-Oct-1	30 April 2020	6 months	R 962 090.00	0.00	R 632 257.06	R 329 832.94
17	Cemetery Development Indwe (Ward 16) (Contractor)	Nontembiso Projects	ELM/3/10/2019T	19-Nov-19	19-Nov-1	30 April 2020	5 months	R 2 034 775.56	0.00	R 1 017 466.11	R 1 017 309.47
18	Paving of Zakhele Location in ward 4	Tshiya Infrastructure Development (Pty) Ltd	ELM/4/11/2019T	28/11/2019	28/11/202	30/06/2020	7 months	R 8 274 461.14	0.00	R 4 478 380.77	R 3 796 080.37
19	Paving of Sinakho Location in ward 11 & 14.	Tshiya Infrastructure Development (Pty) Ltd	ELM/5/10/2019T	28/11/2020	28/11/202	30/06/2021	8 months	R 8 762 624.64	0.00	R 4 937 343.87	R 3 825 280.77
20	Construction of Cacadu Park	Tati Group	ELM/A/11/2019T	27/01/2020	01/02/202	31/05/2020	4 months	R 2 262 174.54	0.00	R 660 490.84	R 1 601 683.70

NO.	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE OF CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	VARIABLE AMOUNT	TOTAL EXPENDITURE INCURRED TO DATE	COMMITMENT
2	Professional and Construction Services for the Construction of Tsolokazi Access Road in ward 17 Through turnkey	Mvi Construction & Maintenance JB Ibhote Lwezizwe	ELM6/11/2019T	27/01/2020	01/02/2020	30/09/2020	8 months	R6 245 811.00	R 0.00	R 1 141 586.89	R 5 104 224.11
2	Professional and Construction Services for the Construction of Jinginja Access Road in ward 1 Through turnkey	BM Infrastructure JV Masiyabu Trading	ELM/5/11/2019T	27/01/2020	01/02/2020	31/07/2020	6 months	R6 618 118.85	R 0.00	R 632 270.98	R 5 985 847.87
3	Supply and Delivery of Paving Material to be delivered in Cacadu and Indwe Units	K215077542 SA PTY (LTD)	ELM/01/7/2019T	12/09/2019	12/09/2019	27/09/2019	2 weeks	R884 850.00	R 0.00	R884 850.00	R 0.00

R 17 079 293.91

COMMITMENTS 2019/2020

COMMITMENTS ON PROGRESS CONTRACTS

R 17 079 293.91

COMMITMENTS OTHER CONTRACTS ON PROGRESS

R8 337 283.13

AMOUNT TO BE DISCLOSED

R25 416 577.04

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR TECHNICAL PROJECTS

No	DESCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT /AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
1	Construction of Municipal Offices Phase 1	ELM/5/9/2016T	Nubhana Trading JV Leshole Trading	R 34 995 000,00	R9 004 113.23	Project being halted further implementation will be based on budget.
2	Professional Services for the Installation of HighMast Lights	ELM/4/7/2017T	Mekan Engineering	R 679 668.00	R543 737.40	Project being investigated.
3	Installation of Solar Street Lights	ELM1/11/2017T	Wegezi JV Teshani	R 4 016 300.00	R3 063 422.40	The project was not completed in 2017/18 financial year
4	Installation of HighMast Lights in Cacadu, Cacadu bridge and Dordrecht	ELM2/1/2017T	LT Ntloko JV Khubonga	R 4 987 918.80	R3 552 029.8	Project being investigated.
5	Professional and Construction Services for the Rehabilitation of Indwe Sports Field Phase 1 Through Turnkey	ELM/2/5/2018T	MBS Civils JV Cudjoe Quantity Surveying CC	R 11 000 000.00	R10 451 142.97	Service provided is not to the expected level of satisfaction. Completion date was 30 June 2019.
6	Professional and Construction Services for the Construction of Cacadu Sports Fields Phase 3 in Ward 4 Through Turnkey	ELM9/5/2018T	Nemorango JV Nakiseni Business	R 7 746 249.98	R6 058 999.65	Service provided by the service provider has improved after issuing final warning letter. Completion date was 31 May 2019.
7	Professional & Construction Services for the Construction of Maqwathini to	ELM/2/07/2018T	Counterpoint JV Sizoo Engineering	R 5 024 999.75	R5 175 822.96	Service provided not to the expected level of satisfaction. Completion date was 27 August 2019.

16	Supply and Delivery of Paving Material to be delivered in Cacadu and Indwe Units	ELM/01/07/2019T	K2015077542 (SA) Pty Ltd	F 384 850.00	R884 850.00	Service provided to the expected level of satisfaction.
17	Paving of Zakhele Location in ward 4	ELM/4/11/2019T	Tshiya Infrastructure Development (Pty) Ltd	F 3 274 461.14	R4 478 380.77	Contractual obligations not met to the satisfactory level, however progress of construction work is satisfactory.
18	Paving of Sinakho Location in ward 11 & 14	ELM/5/10/2019T	Tshiya Infrastructure Development (Pty) Ltd	F 3 762 624.64	R4 937 343.87	Contractual obligations not met to the satisfactory level, however progress of construction work is satisfactory.
19	Construction of Cacadu Park	ELM/4/11/2019T	Tati Group	F 2 262 174.54	R660 490.84	Service provided to the expected level of satisfaction.
20	Professional and Construction Services for the Construction of Tsolokazi Access Road in ward 17 Through turnkey	ELM/6/11/2019T	Mvi Construction & Maintenance JB Ibhotwe Lwezizwe	F 5 245 811.00	R1 141 586.89	Service provided to the expected level of satisfaction.
21	Professional and Construction Services for the Construction of Jinginja Access Road in ward 1 Through turnkey	ELM/5/11/2019T	BM Infrastructure JV Masiyabu Trading	F 6 618 118.85	R632 270 98	Service provided to the expected level of satisfaction.

On Progress (Non-Technical)

No	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S/SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE CONTRACT SIGNED	COMMENCEMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	COMMITMENT
1	Procurement of Valuers for Property Rates	Penny Lindstrom Valuations	ELM/01/03/2017T	30 June 2017	01 July 2017	30 June 2022	5 years	R950 000.00	R 933 054.69	R 16 945.31
2	Banking Services for a period of 5 years	Banking Services for a period of 5 years	ELM/5/3/2015T	19 February 2014	19 February 2016	28 January 2020	60 Months	rates only contract	R 0.00	R 0.00
3	Provision for Account Services	Mubesko Africa (Pty) Ltd	Scm/75/2016/Fin	01 July 2016	10 July 2016	31 December 2019	36 Months	rates only contract	R 17 040 221.47	R 0.00
4	Supply and Installation of Fleet Management Tracker System	Caphela Risk Services (Pty) Ltd	ELM/4/9/2016T	05 January 2017	01 March 2017	3 December 2019	36 Months	R 270 000.00	R 281 576.55	-R 11 576.55
5	Panel of Attorneys for Legal Services	Vuba Attorneys	ELM/1/4/2017T	30-Jun-17	01-Jul-17	30 June 2020	36 Months	rates only contract	R 728 638.72	R 0.00
6	Supply, Delivery and Installation of All in One Printers	New Aloe	ELM/1/3/2018T	30-Apr-18	01-May-18	30 April 2021	36 Months	R 1 610 989.92	R 1 395 329.22	R 215 660.70
7	Panel of Attorneys for Legal Services	Tonise	ELM/1/4/2017T	30-Jun-17	01-Jul-17	30 June 2020	36 Months	rates only contract	R 2 741 281.82	R 0.00
8	Provision of Security Services	Quick Save Security	ELM/10/5/2018T	28-Sep-18	01-Oct-18	30 September 2021	36 Months	R 15 290 089.10	R 7 156 890.12	R 8 133 198.98
9	Panel of Attorneys for Legal Services	Ntsiki Phakade	ELM/1/4/2017T	30-Jun-17	01-Jul-17	30 June 2020	36 Months	rates only contract	R 1 072 505.19	R 0.00
10	Provision of Travel Agent and Events Management	Tunimart Travel Agency	ELM/7/12/2018T	29-Mar-19	19-Apr-01	31 March 2022	36 Months	rates only contract	R 2 652 238.19	R 0.00
11	Provision of Fuel for Indwe Unit	Indwe Vulstasie 2	ELM/3/11/2019T				3 years	rates only contract	R 47 696.13	R 0.00

R 8 337 283.13

SERVICE PROVIDER PERFORMANCE SCHEDULE FOR NON-TECHNICAL PROJECTS

No	DISCRPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
1	Procurement of Valuers for Property Rates	ELM/01/03/2017T	Penny Lindstrom Valuations	R950 000.00	R900 030.00	Service provided to the expected level of satisfaction.
2	Provision for Account Services	Scm/75/2016/Fin	Mubeko Africa (Pty) Ltd	rates only contract	R17 040 221.47	Performed their support as per the service level agreement. Assisted the municipality with implementation of applicable GRAP standards. Assist with NT reporting. Accounting support and transfer of skills to staff was also adhered to. The contract just end on 31 December 2019. Services provided were not to the expected level of satisfaction.
3	Supply and Installation of Fleet Management Tracker System	ELM/4/9/2016T	Qaphela Risk Services (Pty) Ltd	R270 000.00	R237 884.00	Service provided by the service provider to the expected level of satisfaction.
4	Panel of Attorneys for Legal Services:	ELM/1/4/2017T	Vuba Attorneys	rates only contract	R728 638.72	Service provided by the service provider to the expected level of satisfaction.
5	Supply, Delivery and Installation of All in One Printers	ELM/1/3/2018T	Aloe Office	R1 610 989.92	R1 395 329.22	Service provided by the service provider to the expected level of satisfaction.
6	Panel of Attorneys for Legal Services:	ELM/1/4/2017T	Tonise	rates only contract	R2 741 281.82	Service provided by the service provider to the expected level of satisfaction.
7	Provision of Security Services	ELM/10/5/2018T	Quick Save Security	R1 529 089.11	R7 156 890.12	Service provided by the service provider to the expected level of satisfaction.
8	Provision of Travel Agency & Events Management	ELM/7/12/2018T	Tunimart Travel (Pty) Ltd	Rate contract	R2 652 238.19	Service provided by the service provider to the expected level of satisfaction.

No	DISCRIPTION OF CONTRACT/PROJECT	BID/ CONTRACT NO.	CONTRACTOR'S/SERVICE PROVIDER'S NAME	CONTRACT AMOUNT	TOTAL PAID TO CONTRACT	EVALUATING COMMENTS
9	Panel of Attorneys for Legal Services:	ELM/1/4/2017T	Ntsiki Phakade	Rate: contract	R1 072 505.19	Service provided by the service provider to the expected level of satisfaction.

COMPLETED PROJECTS

No.	DESCRIPTION OF CONTRACT/PROJECT	CONTRACTOR'S /SERVICE PROVIDER'S NAME	BID/CONTRACT NO.	DATE CONTRACT SIGNED	COMMENT DATE	COMPLETION DATE	PERIOD	CONTRACT AMOUNT	VARIANCE AMOUNT	TOTAL PAID TO CONTRACTOR	COMMITMENT
1	Professional and Construction Services for the Construction of Motor Vehicle Testing Station Phase 2 in ward 4 Through Turnkey	Mayoli Trading JV Engineering Aces	ELM/1/5/2018T	20/07/2018	01/08/2018	13/06/2019	7 months	R 7 232 286.77	R259 800.00	R7 489 777.39	R2 309.38
2	Construction of KwaDukathole Shearing Shed in ward 9	NNW Sibhoma Construction	ELM/3/5/2018T	20/07/2018	01/08/2018	30/11/2018	7 months	R 1 189 184.03	R30 776.00	R1 206 236.08	R13 723.67

**Progress on the Annual Procurement Plan 2019/2020
 PROGRESS ON PROCUREMENT PLAN DURING 3rd QUARTER 2019/2020 FINANCIAL YEAR
 SCHEDULE OF PROCUREMENT PLAN IN RESPECT OF ADVERTISED COMPETITIVE BIDS
 (GOODS, INFRASTRUCTURE PROJECTS OR SERVICES IN EXCESS OF R200 000 INCLUDING ALL APPLICABLE TAXES) FOR THE
 2019/2020 FINANCIAL YEAR**

MIS Form ID	Description of goods / services / infrastructure project	Nat./ Prov Project Registration Number (as on the registration letter)	Registered MIG Funds	Envisaged date of advertisement in the website, E-tender portal or other media	Envisaged closing date of bid	Envisaged date of award	Responsible office	Project Type	Comments
INFRASTRUCTURE DEVELOPMENT AND HUMAN SETTLEMENTS									
306786	Paving of Zakhela Location phase 2 ward 4	EC2018/19/1/120	R11 413 290.00	2019-05-10	2019-05-28	2019-07-02	IDHS	Roads & Stormwater	Appointment letter signed on 10/09/19 and the service provider accepted on 11/09/19 for the Professional Services. Appointment letter signed on 26/11/19 & the service provider accepted on 27/11/19 for the contractor.
306867	Paving of Sinakho Location	EC2018/19/11/122	R11 413 290.00	2019-05-10	2019-05-28	2019-07-02	IDHS	Roads & Stormwater	Appointment letter signed on 10/09/19 and the service provider accepted on 11/09/19 for the Professional Services. Appointment letter signed on 26/11/19 & the service provider accepted on 27/11/19 for the contractor.
316030	Construction of Cacadu Park Phase 2	CS/IEC/15632/19/21	R2 600 000.00	2019-05-17	2019-06-05	2019-07-02	IDHS	Community facility	A consultant was appointed on the 30/10/19 and the acceptance letter was

MIS Form ID	Description of goods / services / Infrastructure project	Nat./ Prov Project Registration Number (as on the registration letter)	Registered MIG Funds	Envisaged date of advertisement in the website, E-tender, portal or other media	Envisaged closing date of bid	Envisaged date of award	Responsible office	Project Type	Comments
261608	Construction of Cacadu Multi-Purpose Centre W4	EC2017/18/03/49	R3 031 875.00	2019-05-17	2019-06-05	2019-07-02	IDHS	Community Facility	received on 31/10/19. Appointment of a contractor was concluded in Jan 2020.
315988	Cemetery Development Indwe (Ward 17)	CS/EC15831/19/21	R2 480 000.00	2019-05-17	2019-06-05	2019-07-02	IDHS	Community facility	Appointment letter signed on 10/09/19 and the service provider accepted on the same day for the Professional Services. Appointment letter signed for the contractor on 18/11. 10 and the acceptance was received on 19/11/19
316059	Construction of DDX Sport field phase 2	CS/EC/15830/19/20	R8 219 383.00	2019-05-17	2019-06-07	2019-07-02	IDHS	Sports facility	
N/A	Construction of MRF (Material Recovery Facility)	N/A	R3000 000.00	COMMUNITY SERVICES DIRECTORATE 2019-09-30	2019-09-21	2019-10-31	CSS	Waste Recycling Facility	

MIS Form ID	Description of goods / services / Infrastructure project	Nat./Prov Project Registration Number (as on the registration letter)	Registered MIG Funds	Envisaged date of advertisement in the website, E-tender portal or other media	Envisaged closing date of bid	Envisaged date of award	Responsible office	Project Type	Comments
N/A	Construction of Indwe Feedlot	N/A	R300 000.00	2019-09-02	2019-09-23	2019-10-11	PEDTA	Community facility	Awarded on the 28/04/2020 accepted on the 29/04/2020.
N/A	Supply, Delivery, Installation and Commissioning of Pre-paid Electricity vending system	N/A	Commission based	BUDGET AND TREASURY 24/09/19	24/10/19	15/11/19	BTO	Contracted services	Awarded on the 02/12/2019 accepted on the same day.

Control and monitoring the efficacy of Supply Chain Management Processes

- The supply chain Management policy provides controls to prevent the abuse of supply Chain Management system.
- The Municipal Manager has put in structures to investigate any allegations against an official or other role player of Fraud corruption, favouritism, unfair or irregular practices or failure to comply with this Policy.
- The Supply Chain Management Unit prior to awarding any contract ensures that no recommended bidder, or any of its directors, is listed as a person prohibited from doing business with the public sector this is done by checking the National Treasury database (csd).

- **The municipality rejects any bid from:**
 - a) A bidder or its directors who owe municipality or any other municipality or municipal entity rates and taxes or municipal service charges for more than 90 days.
 - b) reject a recommendation for the award of a contract if the recommended bidder, or any of its directors, has committed a corrupt or fraudulent act in competing for the particular contract
 - c) has abused the supply chain management system of the municipality or has committed any improper conduct in relation to such system;
 - ~~d) has been convicted for fraud or corruption during the past five years;~~
 - e) has wilfully neglected, reneged on or failed to comply with any government, municipal or other public-sector contract during the past five years; or
 - f) has been listed in the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004)

- **The municipality cancels a contract awarded to a person if:**
 - g) the person committed any corrupt or fraudulent act during the bidding process or the execution of the contract; or
 - h) an official or other role player committed any corrupt or fraudulent act during the bidding process or the execution of the contract that benefited that person

Report on the effectiveness/sitting of the bid committees.

The sitting of bid committees for the third quarter of 2019/20 were as scheduled.

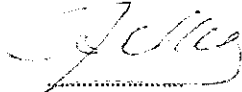
Report on awards made to person or supplier that are in service of the state and close family members

No	Suppliers	Contract Amount	Reason
1	VGS	Base on fuel Consumption	Director for this company works for the state as stated on CSD. The supplier is a Sole Provider and was awarded through deviation
2	Universal garage	Base on fuel Consumption	Director for Universal garage is currently serving as a Councillor at Emalahleni Local Municipality. The supplier is a Sole Provider and was awarded through deviation.

IT IS RECOMMENDED THAT:

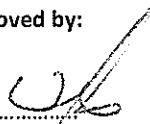
- (a) The EXCO notes the report on the Supply Chain Management performance for the 3rd quarter for the 2019/20 financial year.
- (b) The EXCO notes that the bids awarded between R 30 000-R 200 000.00 during the 3rd quarter of 2019/20 financial year which amounted to **R929 761.39**.
- (c) The EXCO notes that there were no bids awarded above R 200 000.00 during the 3rd quarter of the 2019/20 financial year.
- (d) The EXCO notes that procurement target within the Emalahleni Municipality was **50%** which overall procurement within Eastern Cape Province was **80%** for the 3rd quarter 2019/20 financial year.
- (e) The EXCO notes that there were no deviations as stated above during the 3rd quarter of 2019/20 financial year.
- (f) The EXCO notes that there was limited bidding during the 3rd quarter of the 2019/20 financial year for an amount of **R72 297.05**.
- (g) The EXCO notes the progress made on the performance and monitoring of contracts during the 3rd quarter of the 2019/2020 financial year.
- (h) The EXCO notes that the following projects have passed their completion dates:
 - Professional and Construction Services for the Rehabilitation of Indwe Sport Field Phase 1 through turnkey.
 - Professional and Construction Services of Cacadu Sport Field Phase 3 in ward 4 through turnkey.
 - Professional and Construction Services for the Construction of Maqwathini to Thembelihle Access Road through turnkey.
 - Professional and Construction Services for the Paving of Dordrecht Internal Street in ward 11 through turnkey.
- (i) The EXCO notes the progress made in the implementation of the procurement plan during third quarter of the 2019/20 financial year.

Reviewed by:



Mr A Zindlu
Acting Chief Financial Officer

Approved by:



Mr VC Makedama
Municipal Manager