

DISPENSING WITH CALLING FOR TENDERS FOR THE PERIOD OCTOBER TO DECEMBER 2007:

ANNEXURE A

Department	Description	Reason	Approved Company	Amount
Finance Department	Appointment of Consultant to Assist the Salaries Section with the determination of Leave Provision and Payroll Verification	<p>Previous appointment to assist with finalization of budget process – Finance requesting permission for <u>extension of scope of work</u> to include the following:</p> <ul style="list-style-type: none"> • Determination of leave provision as at 30 June 2007; • Calculation of leave outstanding as the conversion of leave records to BIQ system; • Determination of actual housing subsidy; • Determination of existence of ghost/fictitious employees. 	Integrasol Finance (Pty) Ltd	Proposed fee to be negotiated with CFO in line with budget availability.
Municipal Manager: PMU Unit	Urgent Appointment of Consulting Engineer to Design the Scope of Work on the Implementation of PR2: Rietvallei Ext 2 and 3: Roads and Stormwater – for Implementation and Completion during the 2007/08 financial year.	Dispensed with calling of tenders in terms of S(36)(1)(a)(v) of the SCM policy as in this <u>exceptional case, it is impractical to follow</u> the official procurement process due to the fact that Mogale City only has 6 months to comply with the conditions of the grant for this specific project (design and construction).	Proplan Consulting Engineers (Pty) Ltd 256 Voortrekker Road Noordheuwel 1739	R 453 597.00 excluding VAT
Infrastructure Management: Water and Sanitation	Entering into a service level agreement with Specialist System Engineering (SSE) for the maintenance of the telemetry system for a period of two years.	SEE was appointed by MCLM to install a telemetry system in 2005/06 at the sewerage pump stations. The equipment consists of hardware, software, cell stations and a base station. At that stage no maintenance agreement was entered into with the service provider.	Specialist System Engineering 31 Kersieboom Crescent Zwartkop Ext 4 0157	CANCELLED – EMBARKED ON TENDER PROCESS

<p>Infrastructure Management</p>	<p>Appointment of Consultant for the Upgrading and Rehabilitation of the Johanna Botha Sport Complex</p>	<p>Appointment of Pro-Plan Consulting Engineers as a <u>continuation and extension of an appointment</u> made by MCLM in August 2006 for the Design, tender documentation and project management of the Johanna Botha Park Sport Complex. MCLM has four months left (until end Feb 2008) to finalise this project.</p>	<p>Pro-Plan Consulting Engineers (Pty) Ltd 256 Voortrekker Road Noordheuwel 1739</p>	<p>Consulting fees will be based on ECSA fee scale and be limited to the max approved budget for the proposed work at Johanna Botha SC.</p>				
<p>Infrastructure Management: Water and Sanitation</p>	<p>Appointment of Naledi Plant Hire for the completion of installation of toilet structures on 204 stands that form part of the Sinqobile Housing Project.</p>	<p>Naledi Plant Hire was appointed in 2001 to service 1500 stands for the Sinqobile Housing Development. The project was to be implemented in phases as the budget was made available by the Provincial Housing Department. In 2006 the contractor was instructed to proceed with the remaining toilets on 204 stands. Prov Housing Dept has however appointed a new contractor to construct top structures with internal toilets. <u>MCLM of the opinion that the outside toilet structure will still add positively to the housing structure and want to honor its commitment to Naledi.</u></p>	<p>Naledi Plant Hire (Pty) Ltd PO Box 206 Kagiso 1744</p>	<p>Completion of Sinqobile 204 toilet structures: R 360 269.00 (Work already done amounts to R 214 680.00)</p>				
<p>Infrastructure Services (on behalf of various departments)</p>	<p>Implementation of Humanitarian Programme as approved by the Executive Mayor on 23 November 2007</p>	<p>A Humanitarian Programme was approved by the Executive Mayor to <u>implement several interventions which were elevated to emergency status.</u></p> <p>In order to expedite the procurement processes, service providers who were already appointed to implement similar projects to those listed in the Humanitarian Programme were requested to provide quotations, and in cases where the work was outside their current scope of work, permission is requested to expand their scope of work to include the full extent of the listed</p>	<p>Due to the urgency of these projects, the following processes were followed to appoint service providers:-</p> <table border="1" data-bbox="1285 1107 1684 1331"> <thead> <tr> <th data-bbox="1285 1107 1473 1200">Project Name</th> <th data-bbox="1473 1107 1684 1200">Service Provider</th> </tr> </thead> <tbody> <tr> <td data-bbox="1285 1200 1473 1331">Indigent Meter Installations</td> <td data-bbox="1473 1200 1684 1331">Existing service providers</td> </tr> </tbody> </table>	Project Name	Service Provider	Indigent Meter Installations	Existing service providers	<p>Limit of R 5 m for total project</p> <p>R 340000</p>
Project Name	Service Provider							
Indigent Meter Installations	Existing service providers							

		<p>projects.</p> <p>The work to be executed needed to be completed before the festive season, where this was practically impossible, early starts in January were allowed.</p> <p>PLEASE NOTE THAT THE PROJECT MANAGER ON THIS PROJECT, FROM DEPARTMENT INFRASTRUCTURE, MUST SUBMIT A COMPREHENSIVE REPORT TO COUNCIL ONCE THE PROJECT HAS BEEN COMPLETED. THE INFORMATION CONTAINED IN THIS REPORT, WAS THE ONLY INFORMATION PROVIDED TO THE SCM UNIT.</p>	<table border="1"> <tr> <td data-bbox="1279 240 1473 379"></td> <td data-bbox="1473 240 1686 379">utilized – Using various SMMEs</td> </tr> <tr> <td data-bbox="1279 379 1473 659">Lewisham / Singqobile Houses without water meters</td> <td data-bbox="1473 379 1686 659">Ultrasonic – currently appointed for prepaid water meter installations.</td> </tr> <tr> <td data-bbox="1279 659 1473 1078">Old Kagiso Hostel</td> <td data-bbox="1473 659 1686 1078">Delayed implementation due to budget and planning requirements. Housing Section is currently doing planning work.</td> </tr> <tr> <td data-bbox="1279 1078 1473 1265">Lenwin Hostel Purchase</td> <td data-bbox="1473 1078 1686 1265">Will be done in house- As per Council resolution.</td> </tr> <tr> <td data-bbox="1279 1265 1473 1313">Joshua Door</td> <td data-bbox="1473 1265 1686 1313">Khaselihle</td> </tr> </table>		utilized – Using various SMMEs	Lewisham / Singqobile Houses without water meters	Ultrasonic – currently appointed for prepaid water meter installations.	Old Kagiso Hostel	Delayed implementation due to budget and planning requirements. Housing Section is currently doing planning work.	Lenwin Hostel Purchase	Will be done in house- As per Council resolution.	Joshua Door	Khaselihle	<p>R 130 000</p> <p>R 450 000</p> <p>R 1 000 000</p> <p>R 390 000</p>
	utilized – Using various SMMEs													
Lewisham / Singqobile Houses without water meters	Ultrasonic – currently appointed for prepaid water meter installations.													
Old Kagiso Hostel	Delayed implementation due to budget and planning requirements. Housing Section is currently doing planning work.													
Lenwin Hostel Purchase	Will be done in house- As per Council resolution.													
Joshua Door	Khaselihle													

			/ Green Hostel	Construction Roads and Civils – new appointment due to urgency nature of project. Electricity still outstanding – no appointment as yet. Scope is outside current budget.	R 550 000	
			Rural Areas Interventions	Mvula Trust – extension of the existing rural water and sanitation scope.		
			Tudor Shaft and Soul City Informal	Itikeng Building Construction, extension of		R 89 968

			Settlement	the existing scope.	
			Makhulu Gama Informal Settlement	Lufina Properties – new appointment due to availability, quotation and urgent nature of project.	R 42 366
			Noordheuwel and Rangeview water pressure problems	Specialist Service Providers to be procured via advert on Website	R 340 000
			Munsieville Ext 4 provision of household electricity connections	Existing Contractor – increase of scope of works.	R 700 000

			(150 households)		
			Fencing of Ward 19 Committee Offices	Existing Contractor – increase of scope of works.	R 100 000
			Stormwater drainage and pothole repairs in Kagiso and Azaadville	Existing Contractor – increase of scope of works.	R 400 000
			Waste Skips provision	Still to be appointed - Advertised on website 14 days	R 200 000
			Indigent Meter Installations	Ongoing project – Using various SMMEs	R 340 000

<p>Infrastructure Management</p>	<p>Appointment of a Consultant (professional civil engineering consultant) and Contractor for the Implementation of the Rangeview Ext 2 Civic Engineering Services: Water and Sewer Reticulation and Roads and Stormwater.</p>	<p>A number of sites were sold (CS (P) 02/2005) by MCLM in Rangeview Ext 2 to private individuals per public tender, and subsequently it was discovered that there were no engineering services available. This has now resulted in preventing the landowners to proceed with their developments. The municipality is under pressure to provide services immediately to allow development to continue and to prevent legal action should this be delayed any further. The CFO has indicated savings in the Capital Budget to fund this urgent project to the value of R 3.5m. Permission was requested from MM to proceed with obtaining of quotations from three professional service providers for the appointment of the consultant and contractors, due to urgency. Specific Contractor linked to every Consultant.</p>	<p>Design and Project Management: Ilifa Africa Engineers (Pty) Ltd PO Box 8013 Westgate 1737</p> <p>Installation of Civil Engineering Services: Street Construction PO Box 546 Westonaria 1780</p> <p>Project duration: 6 months</p>	<p>R 634 588.18 (Vat Excluded)</p> <p>R 6 698 794.14 (Vat Excluded)</p>
----------------------------------	--	--	--	---

MINOR BREACHES OF THE SUPPLY CHAIN MANAGEMENT PROCEDURES FOR THE PERIOD OCTOBER TO DECEMBER 2007

Department	Description	Reason	Approved Company	Amount
<p>Infrastructure Services</p>	<p>Q I (SW) 01/2008: Quotations received for the cleaning of storm water drainage systems with specialized equipment on an as and when required basis for a period of 12 months</p>	<p>Correct SCM procedures were followed during preparation and advertising – advertised for 7 days on website. Due to an administrative oversight the quotation was awarded based on price alone and not on 80/20 principle. Outcome of award is the same after correct evaluation criteria was applied – no financial implication. Written warning was issued to relevant official.</p>	<p>Sight Lines Pipe Survey</p>	<p>R 110 200 (Vat included)</p>
<p>Speakers Office</p>	<p>Halaal meals ordered from</p>	<p>In terms of section 44 of the SCM Policy and</p>	<p>Z Loonat</p>	<p>R 309.00 & R 352.00</p>

	a councilor of Mogale City Local Municipality and invoices presented for payment to Creditors Section.	National Treasury Regulations, no goods or services may be procured or contracts awarded to a person in service of the state. A councilor classifies as a person in service of the state. SCM Training was provided by the Specialist: Procurement to the staff in the political offices.		
--	--	---	--	--

