

**A 48/2016 DEVIATIONS FROM THE NORMAL PROCUREMENT PROCESSES FOR
JANUARY 2016**

REPORT BY THE MANAGER: FINANCE

STRATEGIC TRUST

Good Governance and Financial Management

OBJECTIVE

To inform Council on the minor deviations from the normal procurement processes.

BACKGROUND

During the month of January 2016, Ehlanzeni District Municipality procured the services and works from the below mentioned service providers in terms of paragraph 36 of the Supply Chain Management Policy. Reflected below are the services and works procured, the expenditure incurred as well as comments relating thereto.

SUPPLIER	DESCRIPTION OF GOODS/WORKS/SERVICES	AMOUNT	COMMENTS
OPTRON (PTY) LTD	PURCHASE OF 10 GPS HANDHELD UNITS WITH SOFTWARE AND TRAINING SERVICES	R 154 050.00	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (v).
CTP LIMITED T/A LOWVELD MEDIA	ADVERTISEMENT OF A TENDER FOR THE PROVISION OF FINANCIAL MANAGEMENT & GRAP SUPPORT	R 7 766.14	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (v).
VAN BEEK GENERATORS CC T/A ELECTRO GENERATORS	FACILITY MAINTENANCE: REPLACEMENT OF A FAULTY WATER PUMP THE GENERATOR AT THE DISASTER MANAGEMENT CENTRE	R 19 590.90	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (v).
CTP LIMITED T/A LOWVELD MEDIA	ADVERTISEMENT OF COUNCIL MEETING	R 6 696.36	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (ii).
EUNICE SIBANDE – SIGN LANGUAGE INTERPRETER	DISTRICT SOCIAL CLUSTER MEETING	R2,500.00	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (v)
FOREST FAR TWENTY TWO CC T/A SASOL NELSPRUIT	PURCHASE OF 1000 LITRES OF DIESEL FOR BACK-UP GENERATORS	R 11 680.00	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (ii) AND (v)..
LENFIK CC	PROVISION OF A GENERATOR DURING THE SPEAKERS OUTREACH PROGRAM IN NKOMAZI	R 11 400.00	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (v)
MODEL ELECTRIC (PTY) LTD	EMERGENCY INVESTIGATION OF ELECTRIC FAULT	R 565.33	PROCUREMENT IS IN TERMS OF PARAGRAPH 36 (1) (a) (i)

Paragraph 36 on “**Deviation from, and ratification of minor breaches of, procurement processes**” states the following that:

"36. (l) The accounting officer may –

- (a) dispense with the official procurement processes established by this policy and to procure any required goods or services through any convenient process, which may include direct negotiations, but only –
 - (i) in an emergency;
 - (ii) if such goods or services are produced or available from a single provider only;
 - (iii) for the acquisition of special works of art or historical objects where specifications are difficult to compile;
 - (iv) acquisition of animals for zoos and/or nature and game reserves; or
 - (v) in any other exceptional case where it is impractical or impossible to follow the official procurement processes;"

POLICY IMPLICATIONS

None

LEGAL AND CONSTITUTIONAL IMPLICATIONS

None

FINANCIAL IMPLICATIONS

See table above.

OTHER BODIES/ DEPARTMENTS CONSULTED

None

RECOMMENDATIONS BY THE MAYORAL COMMITTEE

- 1. That Council accepts the report on the deviations from the normal procurement processes for the month of January 2016;**
- 2. That the deviations mentioned in the table above be condoned as they have been done in line with paragraph 36 of Ehlanzeni District Municipality Supply Chain Management Policy.**

PROCUREMENT OF GOODS AND SERVICES WITH A THRESHOLD RAND VALUE THAT IS BELOW R200 000 FOR JANUARY 2016

REPORT OF THE MANAGER: FINANCE

STRATEGIC THRUST

Good Governance and Financial Management

OBJECTIVE

To inform and update Council on goods and services procured not exceeding R200 000 for the month of January 2016.

BACKGROUND

It is part of the National Treasury requirements with regard to the MFMA and the Municipal Supply Chain Regulations as well as the EDM Policy on Supply Chain Management on reporting requirements to report on all procurements with a rand value that is below R200, 000.

Below is a list of all the procurement undertaken during the period 1 January 2016 to 31 January 2016

REQUESTING DEPARTMENT	SERVICE PROVIDER	DESCRIPTION OF GOODS OR SERVICE	AMOUNT OF AWARD
CORPORATE SERVICES	BEETGE KONSTRUKSIE CC	REPAIRS TO STRUCTURAL DEFECTS ON OUTSIDE WALL AND REPLACEMENT OF CORRUGATED IRON AT THE ENTRANCE OF THE MAIN OFFICE BUILDING.	R 101 464.70
SOCIAL SERVICES & DISASTER MANAGEMENT	SIYANCOBA TRADING & PROJECTS	SUPPLY OF DISASTER RELIEF MATERIALS IN THE FORM OF 500 BLANKETS	R 185 000.00
FINANCE	MPU MOBILE (PTY) LTD T/A ALTECH AUTOPAGE NELSPRUIT	PURCHASE OF A TABLET FOR A MEMBER OF THE MAYORAL COUNCIL – MMC FOR LED	R 6 529.00
SOCIAL SERVICES & DISASTER MANAGEMENT	MAFUTH'EMALI CONSTRUCTION & PROJECTS CC	CATERING SERVICES FOR THE DISTRICTS AIDS STRATEGY IMPLEMENTATION WORKSHOP AT NKOMAZI L.M. 45 PEOPLE OVER 2 DAYS	R 10 440.00
SOCIAL SERVICES & DISASTER MANAGEMENT	UBUCIKO BESIZWE PRIMARY CO-OPERATIVE LTD	CATERING SERVICES FOR THE DISTRICTS AIDS STRATEGY IMPLEMENTATION WORKSHOP AT THABA CHWEU LOCAL MUNICIPALITY 45 PEOPLE OVER 2 DAYS	R 10 080.00
SOCIAL SERVICES & DISASTER MANAGEMENT	DORSAN TRADING & ENTERPRISE (PTY) LTD	CATERING SERVICES FOR THE DISTRICTS AIDS STRATEGY IMPLEMENTATION WORKSHOP AT UMJINDI L.M. 45 PEOPLE OVER 2 DAYS	R 9 900.00
SOCIAL SERVICES & DISASTER MANAGEMENT	NANCY & ROSE BUSINESS ENTERPRISE	CATERING SERVICES FOR THE DISTRICTS AIDS STRATEGY IMPLEMENTATION WORKSHOP AT BUSHBUCKRIDGE LOCAL MUNICIPALITY 45 PEOPLE OVER 2 DAYS	R 11 491.20
FINANCE	SIGN-A-RAMA NELSPRUIT	BRANDING OF THREE COUNCIL VEHICLES WITH ORGANISATIONAL LOGOS	R 3 217.31

POLICY IMPLICATIONS

None

LEGAL AND CONSTITUTIONAL IMPLICATIONS

None

FINANCIAL IMPLICATIONS

None

RECOMMENDATIONS BY THE MAYORAL COMMITTEE

- 1. That the report on the procurement of goods and services not exceeding R200 000 be accepted;**
- 1. That Council accepts the report for the period 1 January 2016 to 31 January 2016.**

**A 50/2016 PROCUREMENT OF GOODS AND SERVICES WITH A THRESHOLD RAND
VALUE ABOVE R200 000 FOR JANUARY 2016**

REPORT BY THE MANAGER: FINANCE

STRATEGIC THRUST

Good Governance and Financial Management.

OBJECTIVE

To provide council with a report on appointed service providers through the open bidding process.

BACKGROUND

It is necessary that Council be kept abreast on all procurement and acquisition issues the district municipality is undertaking. This is also in line with National Treasury requirements as regards the MFMA, Municipal Supply Chain Regulations and EDM Policy on Supply Chain Management.

STATUS ON THE OPEN BIDDING PROCESS

No bids were awarded during the period of 1 January 2016 to 31 January 2016.

POLICY IMPLICATIONS

None

LEGAL AND CONSTITUTIONAL IMPLICATIONS

None

FINANCIAL IMPLICATIONS

None

OTHER BODIES / DEPARTMENTS CONSULTED

None

RECOMMENDATION BY THE MAYORAL COMMITTEE

- 1. That Council note that no awards were made during 1 January 2016 to 31 January 2016.**