

SCMB 17/05/20 AMENDMENT - SCMB 11/03/19 – PROCUREMENT OF GOODS/SERVICES/CONSTRUCTION WORKS FROM ANOTHER ORGAN OF STATE: APPOINTMENT OF THE WESTERN CAPE GOVERNMENT'S DEPARTMENT OF HUMAN SETTLEMENTS, TO IMPLEMENT THE CONSTRUCTION OF CIVIL AND ELECTRICAL ENGINEERING SERVICES RELATING TO FOUR SUBSIDISED HOUSING PROJECTS

Members of the Committee raised questions and comments as follows:

Does the NT Circular effect this amendment?

Dido Valley: Please confirm that there were no financial losses to the City as a result of the statement “ *Months of planning work was subsequently lost* “. If there were financial losses the normal processes in this regard must be applied by the Human Settlements Directorate.

Will a new contract be signed for the expansion?

Cannot utilise a contract that has been extended by Province if this is the case (would be irregular) – Just need to confirm that it is not linked to a S32 contract.

The officials responded as follows:

It can be confirmed that the planning work refers to work done by internal members of staff, and not consultants. The planning work was done on the basis of an agreement reached with City Electricity that their term tender can be used, which was subsequently reversed as detailed in the BAC report. The work done included project planning & scheduling, and compliance with internal City requirements such as obtaining approval from SCM to utilise said term tender. No project funding was spent on this work; only staff resources. The only work that was done by consultants was the drafting of the bill of quantities, which will remain the same and will still be used as the basis of procurement in this project.

In response to questions raised whether the National Treasury Circular 96 is applicable to this amendment, the meeting was informed that the Circular does not apply as this is a direct appointment.

RESOLVED that the amendment in respect of contract SCMB 11/03/19 awarded to the Western Cape Government's Department of Human Settlement for the Belhar-Pentech, Gugulethu and Dido Valley Housing Projects, by the amounts as stated in the table below, be accepted:



Project	Scope of work	Original Cost of works (excl. VAT) as per BAC Resolution SCMB 11/03/19	Additional Cost of Works (excl. VAT) (This Report)	Total Cost of Works (excluding VAT)
Belhar-Pentech Phase 1 and Phase 2	Electricity Reticulation	R 4 883 000.00	R 468 198.90	R5 351 198.90
	Civils: Sidewalks	R 2 120 055.42	R 0.00	R 2 120 055.42
	Civils: Landscaping	R 3 557 918.64	R 1 763 695.68	R 5 321 614.32
Valhalla Park Phase 1	Civils: Internal reticulation	R 13 370 670.00	R	R 13 370 670.00
	Electrical Reticulation	R 11 905 000.00	R	R 11 905 000.00
	Civils: Bulks	R 12 970 000.00	R	R 12 970 000.00
Gugulethu Housing Project	Electricity Reticulation	R 15 675 083.00	R 2 442 636.72	R 18 117 719.70
	Civils: Sidewalks	R 8 329 110.81	R 0.00	R 8 329 110.81
	Civils: Pump Station	R 5 000 000.00	R 0.00	R 5 000 000.00
Nyanga Upgrade Housing Project	Electricity Reticulation for KTC and Mpetha Square	R 5 110 380.00	R0.00	R 5 110 380.00
Dido Valley Housing Project Dido Valley Housing Project	Electricity Reticulation	R0.00	R 21 579 237.47	R 21 579 237.47

ACTION: D GUMEDE, L ESTERHUIZEN, F SEPKINS

This resolution complies with the Supply Chain Management Policy as approved by Council on 30 May 2019.



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ARNO VORSTER EMPLOYEE NO. 10300397
CHAIRPERSON: SUPPLY CHAIN MANAGEMENT
BID ADJUDICATION COMMITTEE

DATE: 15/5/2020