

INFORMATION STATEMENT

PUBLIC COMMENT ON THE CONTRACT FOR 150Q/2024/25: TERM TENDER FOR LAYING OF NEW WATER MAINS, FIRE HYDRANTS AND VALVES

In terms of section 33(1)(a)(i)(aa) of the Local Government: Municipal Finance Management Act 56 of 2003, read in conjunction with section 21A of the Municipal Systems Act 32 of 2000 the following Information Statement is hereby made public summarising the City of Cape Town Metropolitan Municipality's (the City) obligations in respect of a contract the City intends entering into. The contract(s) will impose financial obligations on the City for a period longer than three (3) financial years.

Following a procurement or other relevant approval process, the City of Cape Town (the City) intends to conclude a long-term contract for the provision of the following aspects of the project:

- Site clearance and accommodation of vehicular traffic and pedestrians during all construction work.
- Replacement or upgrading of the existing water infrastructure in the City of Cape Town municipal area using open trench excavation.
- Construction of new water lines, fire hydrants and valves to the water reticulation infrastructure.
- Isolation of water pipelines and bypassing of water flows.
- Replacement of water fittings, valves and fire hydrants assessment and final inspection.
- Reinstatement of roads, kerbs, sidewalks and private gardens in road reserve.
- Compliance with the requirements of the OHS Act. Environmental and Health & Safety monitoring during construction phases to ensure compliance with the construction Environmental Management Plan

Comment is therefore sought in respect of the draft long term contract i.e. beyond three (3) financial years.

Summary of the City's contractual obligations:

- Comment is therefore sought in respect of committing of funding for these contracts beyond three (3) financial years/36 months, given that the City will secure a significant capital investment or will derive a significant financial/economic benefit from these contracts. The scope of the work demonstrated that implementation shall exceed the budget cycle, being 30 June 2029. The programmed completion date is the 30 June 2031.
- In terms of the contracts the City will make use of the following service providers respectively for the Construction of the abovementioned Contract:
 - a) Nejeni Construction & Project Management (Pty) Ltd.
 - b) Ruwacon (Pty) Ltd.
 - c) Martin & East (Pty) Ltd.
 - d) Tuboseal Services (Pty) Ltd.
 - e) Umzali Civils (Pty) Ltd.

The total project estimate is R200 000 000.00 (excl. VAT), spread over the next five (5) financial years. The cost per financial year is estimated as per below table:

Financial Year	2026/27	2027/28	2028/29	2029/30	2030/31
Estimated Cost	R40m	R40m	R40m	R40m	R40m

A copy of the draft contracts is available on the City's website www.capetown.gov.za/haveyoursay It is also available for inspection at the Municipal Libraries and Sub-Council Offices (via the City's website) as well as the Tender Office, Cape Town Civic Centre, 12 Hertzog Boulevard, Foreshore, Cape Town, between 3 July 2026 and 3 August 2026.

Enquiries and comments may be directed to:

Mr A. Louw

Senior Professional Officer

City of Cape Town

Phone: (021) 427 5103

Email: Albie.Louw@capetown.gov.za