



LEPELLE-NKUMPI LOCAL MUNICIPALITY

INTERNAL MEMO

BUDGET AND TREASURY

TO : AUDIT COMMITTEE

FROM : DEPARTMENT BUDGET & TREASURY

DATE : 02 OCTOBER 2023

**SUBJECT : FIRST QUARTER SCM IMPLEMENTATION REPORT AND PROGRESS
REPORT ON THE IMPLEMENTATION OF THE PROCUREMENT PLAN**

1. PURPOSE

The purpose of the memo is to report to the Audit Committee on the SCM Implementation report and the progress report of the procurement plan for the 1st quarter ended 30 September 2023.

2. DISCUSSION

The report assists the Audit Committee to play an oversight role. It is imperative that the Supply Chain Management reports and the progress on the implementation of the procurement plan for the first quarter ended 30 September 2023 be presented for noting by the Audit Committee.

The report contains the following documents (Annexure):

1. First quarter Progress report on the implementation of the 2023/24 procurement plan
2. First quarter SCM Implementation Report

3. LEGAL IMPLICATION(S)

MFMA and MSCMR

4. FINANCIAL IMPLICATION(S)

None

MUNICIPAL CALL CENTRE NUMBER: 0800 222 011




"Motho ke motho ka batho"

5. RECOMMENDATION(S)

That the Supply Chain Management Reports and the progress on the implementation of the procurement plan and first quarter SCM Implementation Report for the first quarter ended 30 September 2023 be considered and noted by the Audit Committee

Prepared by:



RAMUHULU R.H
ACTING SCM MANAGER

03-10-2023

DATE

Reviewed by:



MOEMA MD
ACTING CHIEF FINANCIAL OFFICER

06-10-2023

DATE

Approved/ not approved by:

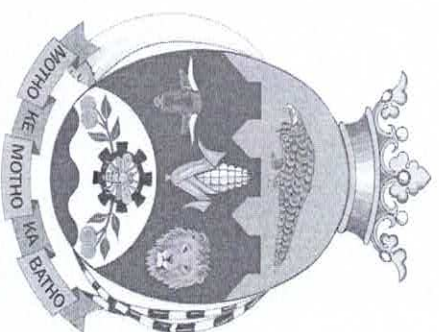


MONYEPAO MA
MUNICIPAL MANAGER

06-10-2023

DATE





SUPPLY CHAIN MANAGEMENT REPORTS FOR THE QUARTER ENDING 30 SEPTEMBER 2023

TABLE OF CONTENTS

- **Table 1:** Purchase orders issued July, August and September 2023
- **Table 2:** Bids on advert for first quarter
- **Table 3:** Bids withdrawn for July, August and September 2023
- **Table 4:** Bids awarded July, August and September 2023
- **Table 5:** Deviations July, August and September 2023
- **Table 6:** Irregular expenditure July, August and September 2023

Table 1: Purchase orders issued July, August and September 2023

REPORTS OF ORDERS ISSUED FOR THE MONTH
JULY-23

No.	DATE	RFQ NO	ORDER NO	SERVICE PROVIDER	DESCRIPTION	AMOUNT	SCM PROCESS
1	06/07/2023	1028	LNM01028	Nakene PJ (Pty) Ltd	Supply and delivery of cable	R14 560.00	Quotation
2	07/07/2023	2064	LNM02064	Sephatsiphatsi	Advertising of public notice on national and local newspaper	R16 500.00	Quotation
3	12/07/2023	2266	LNM02266	Reakgona Travel Service and Projects	Acomodation and meals	R15 103.41	Term Contract
4	06/07/2023	592	LNM00592	Reakgona Travel Service and Projects	Accommodation and meals	R269 228.00	Term Contract
5	13/07/2023	587	LNM00587	Reakgona Travel Service and Projects	ACcommodation and meals	R25 240.00	Term Contract

6	30/06/2023	2262	LNM02262	Reakgona Travel Service and Projects	Conference package for 07 officials attending hearing	R5 034.47	Term Contract
7	13/07/2023	1944	LNM01944	Reakgona Travel Service and Projects	ACcommodation and meals		Term Contract
8	30/06/2023	2065	LNM02065	Government Printing Works	Publishing of public notice on government gazette	R1 008.80	Deviation
9	27/06/2023	932	932	Angela Enthusiastic	Supply and delivery of	R79 000.00	Quotation
10	19/07/2023	647	1001084	Mello Projects	Hiring of toilets for Golden games team selection	R2 000.00	Quotation
11	19/07/2023	646	1001085	Lehumo Gae Mining	Transport for Golden games team selection	R9 556.00	Quotation

12	19/07/2023	645	1001086	Temogo IT Solutions	Catering for 140 people for Golden games team selection	R11 760.00	Quotation
13	24/07/2023	D1000000449	1001094	1 Pangaea Expertise and Solutions	Actuarial services for valuation report of long services awards	R4 600.00	Quotation
14	25/07/2023	D1000000455	1001095	Reakgona Travel Service and Projects	Return trip flight ticket, accommodation and meals for 01 official attending BRICS Urbanisation forum at Durbam	R14 524.50	Term Contract
15	25/07/2023	D1000000454	1001096	Reakgona Travel Service and Projects	Return trip flight ticket, accommodation and meals for 01 official attending BRICS Urbanisation forum at Durbam	R39,651.54	Term Contract
16	31/07/2023	2269	LNM02269	Reakgona Travel Service and Projects	Accommodation and meals for 03 officials attending MFMP classes	R38 267.40	Term Contract
						R506 82.58	

REPORT OF ORDERS ISSUED FOR THE MONTH

Aug-23

No.	DATE	RFQ NO	ORDER NO	SERVICE PROVIDER	DESCRIPTION	AMOUNT	SCM PROCESS
1	03/08/2023	DI00000451	1001097	Thalema Trading Enterprise	Supply and delivery of PPE(EPWP)	R1 898 000.00	Term contract
2	03/08/2023	DI00000447	1001099	Thalema Trading Enterprise	Supply and delivery of PPE(EPWP)	R328 600.00	Term contract
3	04/08/2023	DI00000459	1001098	Gijima Holdings	competency assessment for executive positions	R108 000.00	Deviation
4	07/08/2023	DI00000437	1001100	MIT Group	Advertisement of public notice on national and local newspaper	R13 700.00	Quotation
5	07/08/2023	DI00000436	1001102	Ectan Group	Advertisement of public notice on national and local newspaper	R19 549.99	Quotation
6	07/08/2023	DI00000463	1001101	Reakgona Travel Service and Projects	acommodation and meals for 01 official attending SALGA roundtable discussion	R4 613.80	Term contract
7	07/08/2023	DI00000466	1001103	Reakgona Travel Service and Projects	Accommodation, meals and conference package for 10 people	R27 947.42	Term contract
8	08/08/2023	DI00000485	1001104	Reakgona Travel Service and Projects	Car hire for 7 days for the Speaker	R14 007.00	Term contract
9	10/08/2023	DI00000462	1001105	Reakgona Travel Service and Projects	Accommodation and meals for 03 officials attending provincial government communications forum	R12 620.10	Term contract

10	14/08/2023	D100000433	1001108	The Institute of Internal Auditors South Africa	Annual registration of 03 Officials in the Audit section	R8 875.13	Deviation
11	14/08/2023	D100000472	1001110	Reakgona Travel Service and Projects	Accommodation and meals for 01 official attending SALGA national members assembly	6,920.70	Term contract
12	14/08/2023	D100000494	1001112	Reakgona Travel Service and Projects	Accommodation and meals for 01 official attending SALGA national members assembly	6,920.70	Term contract
13	21/08/2023	D100000487	1001113	Lesoene Trading Enterprise	Catering for launching of older person's forum at Civic Centre	R14 100.00	Quotation
14	21/08/2023	D100000516	1001114	Thomodi Holdings	Transport for launching of older person's forum at Civic Centre	R29 900.00	Quotation
15	23/08/2023	D100000490	1001122	Temogo IT Solutions	Catering for older person's forum and disability forum members to attend induction workshop at Cultural Centre	R4 320.00	Quotation
16	24/08/2023	D100000555	1001125	Ruanch Management Consulting	Catering for 100 people attending joint female road block	R12 000.00	Quotation
17	30/08/2023	D100000559	1001126	Reakgona Travel Service and Projects	Conference package	R9 824.68	Term contract
18	31/08/2023	D100000560	1001127	Reakgona Travel Service and Projects	Accommodation, meals and shuttle for officials attending MFMP classes	R61 065.00	Term contract
						R2 567 123.12	

REPORT OF ORDERS ISSUED FOR THE MONTH

Sep-23

No.	DATE	RFQ NO	ORDER NO	SERVICE PROVIDER	DESCRIPTION	AMOUNT	SCM PROCESS
1	11/09/2023	575	LNM000575	State Information Technology Agency	Registration fee for Mayor to attend annual Govtech Conference hosted by SITA	R 16 800.00	Deviation
2	01/09/2023	D100000446	1001128	Mahloping 123 Empire	Supply and delivery of refuse bags	R 35 175.00	Quotation
3	01/09/2023	D100000571	1001129	Reakgona Travel Service and Projects	Accommodation and meals for Mayor, Speaker, Chief whip, MPAC Chairperson and two drivers	R 55 365.00	Quotation
4	05/09/2023	D100000493	1001131	TAA Travel and Tourism	Transport for older persons to attend golden games at Polokwane	R 24 100.00	Quotation
5	05/09/2023	D100000572	1001132	Reakgona Travel Service and Projects	Accommodation and meals for 01 official at Graskop	R 4 260.98	Term contract
6	06/09/2023	D100000573	1001133	Reakgona Travel Service and Projects	Accommodation and meals for 01 official at Johannesburg	R 2 306.90	Term contract
7	11/09/2023	D100000574	1001135	Reakgona Travel Service and Projects	Accommodation, meals, flight and shuttle for Mayor attending annual Govtech conference	R 21 223.48	Term contract
8	12/09/2023	D100000565	1001136	Opto Africa Holdings	Repairs and maintenance of landfill computer	R46 544.38	Deviation
9	12/09/2023	D100000491	1001137	Stansousci Projects (Pty)Ltd	Supply and delivery of disaster relief material	R 147 000.00	Quotation

10	12/09/2023	MA00000024	1001138	Euginies Trading and Projects	Supply and delivery of cleaning material	R119 248.82	Quotation
11	12/09/2023	MA00000029	1001139	Lesh M Distributors and Projects	Supply and delivery of photocopy papers and boxes	R185 000.00	Quotation
12	13/09/2023	DI00000511	1001140	Thalema Trading Enterprise	Supply and delivery of PPE	R120 140.00	Term contract
13	18/09/2023	DI00000549	1001141	Thalema Trading Enterprise	Supply and delivery of PPE	R206 940.00	Term contract
14	26/09/2023	DI00000583	1001142	Lesh M Distributors and Projects	Supply and delivery of coldmix asphalt	R192 000.00	Quotation
15	26/09/2023	DI00000580	1001143	Reakgona Travel Service and Projects	Accommodation, meals and conference for 03 officials attending job evaluation	R47 589.99	Term contract
16	27/09/2023	MA00000074	1001144	L O Thamaga and Sons Trading	Supply and delivery of cartridges	R159 070.05	Quotation
17	29/09/2023	DI00000593	1001145	Reakgona Travel Service and Projects	Accommodation, meals and shuttle for 04 officials attending MFMP training	R61 065.00	Term contract
TOTAL						R 1 443 829.60	

Table 2: Bids on advert for first quarter

ITEM NO.	PROJECT NAME	PROJECT NO.	REGIONAL IDENTIFIER	Status as at 30 SEPTEMBER 2023
01	Supply and delivery of traffic uniforms and name tags for a period of 36 months	LNM021/2021/22	Community services	CLOSED
02	Completion of Madishaditoro community hall (ward 05)	LNM021/2020/21	Technical services	CLOSED
03	Mottapodi wet land: Fencing ward 05	LNM007/2021/22	Technical services	ON-ADVERT
04	Panel of two service providers for supply and delivery of toilet papers and wet wipes for a period of 36 months	LNM034/2020/21	Budget and Treasury	ON-ADVERT
05	Professional service provider for printing and folding of municipal statements for a period of 36 months	LNM065/2022/23	Budget and Treasury	ON-ADVERT
06	Panel of two service providers for supply and delivery of photocopy papers for a period of 36 months	LNM036/2020/21	Budget and Treasury	ON-ADVERT

07	Panel of two service providers for supply and delivery of cleaning material for a period of 36 months	LNM035/2020/21	Budget and Treasury	ON-ADVERT
08	Panel of two service providers for supply and delivery of ready mix concrete for a period of 36 months	LNM059/2020/21	Technical services	CLOSED
09	Professional service provider for leasing and installation of photocopy machines for a period of 36 months	LNM015/2019/20	Corporate services	CLOSED
10	Supply and delivery of permanent and temporary road signs	LNM069/2020/21	Technical services	CLOSED
11	Panel of two service providers for supply and delivery of cartridges for a period of 36 months	LNM032/2020/21	Budget and Treasury	ON-ADVERT
12	Panel of two service providers for supply and delivery of stationery for a period of 36 months	LNM038/2020/21	Budget and Treasury	ON-ADVERT
13	Supply, delivery, installation and maintenance of security equipment for a period of 36 months	LNM012/2023/24	Corporate services	CLOSED
14	Supply and delivery of twin drum walk behind roller	LNM027/2019/20	Technical services	ON-ADVERT

15	Supply, registration and delivery of mechanical broom and tipper truck	LNM087/2023/24	Technical services	ON-ADVERT
16	Supply, registration and delivery of motor grader	LNM011/2021/22	Technical services	ON-ADVERT
17	Operation and management of Lenting landfill site for a period of 36 months	LNM026/2022/23	Technical services	ON-ADVERT
18	Lebowakgomo unit B: Upgrading of stormwater control	LNM086/2023/24	Community services	ON-ADVERT
			Technical services	CLOSED

Table 3: Bids withdrawn July, August and September 2023

BID NUMBER	BID DESCRIPTION	REASONS FOR WITHDRAWAL
No bids withdrawn		

Table 4: Bids awarded January, February and March 2023
MONTHLY REPORT AWARDED BIDS JULY 2023

Item	Bid Description	Bid Amount	Successful Bidder	Reasons for Award	Month Appointed
1	Appointment of an Auctioneer to auction movable assets for Lepelle-Nkumpi Municipality (LNM071/2020/21)	5.75%	Five Star Trading Enterprise cc T/A Auction 24	The bidder scored the highest points.	July
2	Appointment of land surveying services for a period of 36 months on as and when required basis (LNM027/2021/22)	R277 500 (VAT Inclusive)	Steagle Surveys and Mapping (Pty) Ltd	The bidder scored the highest points.	July
3	Appointment of Panel of Consultants for professional electrical engineering related services for a period of 03 years.(LNM064/2020/21)	-	<input checked="" type="checkbox"/> Superior Quality Engineering and Technologies 8 (Pty) Ltd <input checked="" type="checkbox"/> Math Engineering CC <input checked="" type="checkbox"/> Sekankoe Engineering	The bidders met all minimum requirements	July

			<ul style="list-style-type: none"> ✓ Urban Plan Consult ✓ KSP Engineering Service ✓ Mogamole Consulting Engineers ✓ Skotane Development Consultant ✓ AES Consulting ✓ Mulanga Development ✓ TMA Consulting Engineers ✓ Delta Built Environment Consultants ✓ Engineering Aces (Pty)Ltd ✓ Smec South Africa (Pty)Lt ✓ BPM2 Consulting Engineers ✓ Endecon Ubuntu Limpopo (Pty) Ltd ✓ VIP Consulting Engineering ✓ Civilchem Engineering Service ✓ Conceptual Engineering ✓ Sebegomaloka and Viljoen Civil ✓ Phunga Consulting Engineers 	<p>The bidders met all minimum requirements</p>	<p>July</p>
<p>4</p>	<p>Appointment of Panel of Consultants for professional Civil engineering related services for a period of 03 years.(LNM063/2020/21)</p>				

			<ul style="list-style-type: none"> ✓ Urban Tech Holdings ✓ TFC Engineers (Pty) Ltd ✓ Prolink Consulting Engineers (Pty) Ltd ✓ Superior Quality Engineering & Techno ✓ Thamala Consulting ✓ Big Pun Consulting Engineerings ✓ Hlayeleni Consulting Engineerings ✓ Dolmen Engineers CC ✓ Urban Plan Consult 		
--	--	--	--	--	--

MONTHLY REPORT AWARDED BIDS AUGUST 2023

➤ No bids were awarded.

MONTHLY REPORT AWARDED BIDS SEPTEMBER 2023

➤ No bids were awarded.

Table 5: Deviations July, August and September 2023

DEVIATION REGISTER FOR THE MONTH ENDING JULY 2023						
NO.	DESCRIPTION	ORDER NO	COMPANY	ORDER DATE	AMOUNT	REASON FOR DEVIATION
1	Publishing of public notice on government gazette	LNM02065	Government Printing Works	30/06/2023	R1 008.80	Sole provider, impractical to get 3 quotes
Total					R1 008.80	

DEVIATION REGISTER FOR THE MONTH ENDING AUGUST 2023						
NO.	DESCRIPTION	ORDER NO	COMPANY	ORDER DATE	AMOUNT	REASON FOR DEVIATION
1	Assessments for 15 people for the recruitment of Executive manager positions	1001099	Gijima Holdings	04/08/2023	R108 000.00	The Municipality has interviewed section 57 managers. As per regulation for appointment of section 56/7 managers, the competency assessment process should be done within 21 days after the interviews. Based on the urgency and pressure from shortage of staff in the institution, filling of these senior management positions needs to be fast tracked.

	Annual registration of 03 Officials in the Audit section	1001108	The Institute of Internal Auditors South Africa	14/08/2023	R8 875.13	Sole provider, impractical to get 3 quotes
2						
			Total		R116 875.13	

DEVIATION REGISTER FOR THE MONTH ENDING SEPTEMBER 2023						
NO.	DESCRIPTION	ORDER NO	COMPANY	ORDER DATE	AMOUNT	REASON FOR DEVIATION
1	Registration fee for Mayor to attend annual GovTech Conference hosted by SITA on 12-14 September 2023	LNM000575	State Information Technology Agency	11/09/2023	R16 800.00	SITA will be hosting the annual GovTech Conference on 12-14 September 2023 at Durban. It is impractical to obtain from other service providers.

2	Repairs and maintenance of landfill computer	1001136	Opto Africa Holdings	12/09/2023	R46 544.38	Landfill site has a weighbridge which is used for recording of waste that is brought to the site on daily basis. The weighbridge also serves as a record keeping system which is a requirement by the landfill licence. Without the weighbridge, billing to private clients cannot be processed and also that accurate reporting to national waste will be compromised. The computer system at the Landfill site has burned due to challenges of load shedding
Total					R63 344.38	

TOTAL DEVIATION AMOUNT FOR THE QUARTER ENDING 30 SEPTEMBER 2023 = R181 228.31

Table 6: Irregular expenditure July, August and September 2023

ANNEXURE A		LEPELLE-NKUMPI LOCAL MUNICIPALITY MONTH ENDING JULY 2023 IRREGULAR EXPENDITURE							
NO,	SERVICE PROVIDER	DESCRIPTION	TENDER NO	AWARDED AMOUNT	REASON FOR IRREGULAR	TEND ER OR GOU T ACTION	PERI OD IDENT IFIED	TOTAL IRREGU LAR FOR THE MONTH	GENERAL COMMENTS
1	BravoSpa	Provision of Physical Security Services for Municipal facilities on a Month to Month Basis	n/a	Rates based(R 747477.00) per month	Award made to supplier appointed on a deviation basis whom was declared by SARS to be non-tax compliant	TEND ER	2021/2	1494954	The municipality has appointed BravoSpan for Provision of Physical Security Services for Municipal facilities on a Month to Month Basis. The irregular is subsequent to the Auditor General South Africa findings on Award made to supplier appointed on a deviation basis whom was declared by SARS to be non-tax compliant. The expenditure incurred for July 2023 is as results of the subsequent irregular expenditure identified.

2	BIG PUN CONSULTING ENGINEERS JV MALERA TE CONSTRUCT	Dithabang engineering upgrade of gravel road from gravel to tar and stormwater control (Turkey)	LNM0014/2022/23	Senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid	TEND ER	2022/23	R1 874 682.01	The municipality has appointed Big Pun Consulting Engineers JV Malerate Construction for Dithabang upgrading of gravel road from gravel to tar and stormwater control (Turkey). The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for July is as results of the subsequent irregular expenditure identified.
3	NKOANE PHAAHLE GENERAL MAINTENANCE	Construction of Lekurung recreational facility	LNM011/2020/21	Local Content Declaration Form not attached	TEND ER	502.18	R608	The municipality has appointed Nkoane Phaahele General Maintenance for construction of Lekurung recreational facility. The irregular is subsequent to the Auditor General South Africa findings where local content declaration form (mbd 6.2) was not part of the bid document. The expenditure incurred for July is as results of the subsequent irregular expenditure identified.

4	THALEM A TRADIN G ENTERP RISE	Supply and delivery of protective clothing and equipment	LNMO36/ 2021/22	R12 340,00 Rate based	Winning bidder did not attach municipal rates for director.	TEND ER	2021/2 2	R248 173,60	The municipality has appointed Thalema for Supply and delivery of Protective Clothing and Equipment. The irregular is subsequent to the Internal Audit Findings that the Winning bidder did not attach municipal rates for director during the award of the bid. The expenditure incurred for July is as results of the subsequent irregular expenditure identified.
5	TSWANE ENGINE ERING AND HYDRAU LICS SUPPLIE S/JOVI HO	Upgradin g of access road from gravel to tar Kliphuiwe 1(ward 01) phase 3	LNMO15/ 2020/21	R8 057 163,40	Senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid	TEND ER	2022/2 3	R784 510,26	The municipality has appointed Tswane Engineering and Hydraulics Supplies/ Jovi Holdings for Upgrading of access road from gravel to tar Kliphuiwe (ward 01) phase 2. The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for May is as results of the subsequent irregular expenditure identified.

6	EMOLE GROUP	Completion of Municipal building	9589393.51	bidders were awarded bids after the validity period has lapsed	TEND ER	2022/23	714009.75	The municipality has appointed Emole Group for Completion of Municipal building. The irregular is subsequent to the Internal Audit Findings that the bidder was awarded bid after the validity period has lapsed. The expenditure incurred For July is as results of the subsequent irregular expenditure identified.
7	Lumar Engineering Consultants	Upgrading of Mathabatha Road from Gravel to Tar and Stormwater	1023392.32	Request for quotation not sent out at least 14 days before the closing date	TEND ER	2015/2016	517500	The municipality has appointed Lumar Engineering Consultants for Upgrading of Mathabatha Road from Gravel to Tar and Stormwater. The irregular is subsequent to the Internal Audit Findings that the request for quotation not sent out at least 14 days before the closing date. The expenditure incurred for July 2023 is as results of the subsequent irregular expenditure identified.

8	THOLAN GKHUTS O TRADIN G AND PROJEC TS 89	Ga- mathabat ha(moleke e Village) Upgradin g Of Internal Road From Gravel To Tar Phase(ph ase 2) Ward 27	LNM016/ 2022/23	13734425.47		TEND ER	2022/2 3	1110477. 38	The municipality has appointed Tholangkhutso Trading and Projects 89 for Ga-mathabatha(moleke Village) Upgrading Of Internal Road From Gravel To Tar Phase(phase 2) Ward 27. The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for July 2023 is as results of the subsequent irregular expenditure identified.
							TOTA L	R7 352 809.18	

ANNEXURE A		LEPELLE-NKUMPI LOCAL MUNICIPALITY MONTH ENDING AUGUST 2023 IRREGULAR EXPENDITURE							
NO	SERVICE PROVIDER	DESCRIPTION	TENDER NO	AWARDED AMOUNT	REASON FOR IRREGULAR	TENDER OR COUNTER ACTION	PERIOD IDENTIFIED	TOTAL IRREGULAR FOR THE MONTH	GENERAL COMMENTS
1	BravoSpan	Provision of Physical Security Services for Municipal facilities on a Month to Month Basis	n/a	Rates based/R 747477.00) per month	Award made to supplier appointed on a deviation basis whom was declared by SARS to be non-tax compliant	TENDER	2021/22	R1 494 954.00	The municipality has appointed Bravo Span for Provision of Physical Security Services for Municipal facilities on a Month to Month Basis. The irregular is subsequent to the Auditor General South Africa findings on Award made to supplier appointed on a deviation basis whom was declared by SARS to be non-tax compliant. The expenditure incurred for August 2023 is as results of the subsequent irregular expenditure identified.

2	BIG PUN CONSUL TING ENGINE ERS JV MALERA TE CONSTR UCT	Dithaba neng upgradi ng of gravel road from gravel to tar and stormw ater control (Turnke y)	LNM001 4/2022/2 3	.	Senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid	TEND ER	2022/ 23	R2 651 308.49	The municipality has appointed Big Pun Consulting Engineers JV Malerate Construction for Dithabaneeng upgrading of gravel road from gravel to tar and stormwater control (Turnkey). The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for August is as results of the subsequent irregular expenditure identified.
3	SELEMA PLANT HIRE CONSTR UCTION	Remova l of illegal dumppin g and grave digging (as and when required) for a period of 36 months	LNM025/ 2022/23	R70 016.76 rate based	Senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid	TEND ER	2022/ 23	R354 075.80	The municipality has appointed Selema Plant Hire Construction for removal of illegal dumping and grave digging (as and when required) for a period of 36 months. The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for August 2023 is as results of the

								<p>subsequent irregular expenditure identified.</p>
5	<p>TSWANE ENGINEERING AND HYDRAULICS SUPPLIES/JOVI HO</p>	<p>Upgrading of road access from gravel to tar Kliphuivel (ward 01) phase 3</p>	<p>LNM015/2020/21</p>	<p>Senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid</p>	<p>TEND ER</p>	<p>2022/23</p>	<p>R1 119 911.98</p>	<p>The municipality has appointed Tshwane Engineering and Hydraulics Supplies/ Jovi Holdings for Upgrading of access road from gravel to tar Kliphuivel (ward 01) phase 2. The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for August 2023 is as results of the subsequent irregular expenditure identified.</p>

8	THOLAN GKHUTS O TRADIN G AND PROJEC TS 89	Ga- mathab atha(mo leke Village) Upgradi ng Of Internal Road From Gravel To Tar Phase(p hase 2) Ward 27	LNM016/ 2022/23	13734425.47			TEND ER	2022/ 23	R1 032 562.30	The municipality has appointed Tholangkhutso Trading and Projects 89 for Ga-mathabatha(moleke Village) Upgrading Of Internal Road From Gravel To Tar Phase(phase 2) Ward 27 . The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for August 2023 is as results of the subsequent irregular expenditure identified.
								TOTAL	R6 652 812.57	

ANNEXURE A		LEPELLE-NKUMPI LOCAL MUNICIPALITY MONTH ENDING SEPTEMBER 2023 IRREGULAR EXPENDITURE							
N O,	SERVICE PROVIDER	DESCRIPTION	TENDER NO	AWARDED AMOUNT	REASON FOR IRREGULAR	TENDER OR QUOTATION	PERIOD IDENTIFIED	TOTAL IRREGULAR FOR THE MONTH	GENERAL COMMENTS
1	BravoSpan	Provision of Physical Security Services for Municipal facilities on a Month to Month Basis	n/a	Rates based(R 747477.00) per month	Award made to supplier appointed on a deviation basis whom was declared by SARS to be non-tax compliant	TENDER	2021/22	R1 494 954.00	The municipality has appointed BravoSpan for Provision of Physical Security Services for Municipal facilities on a Month to Month Basis. The irregular is subsequent to the Auditor General South Africa findings on Award made to supplier appointed on a deviation basis whom was declared by SARS to be non-tax compliant. The expenditure incurred for September 2023 is as results of the subsequent irregular expenditure identified.

2	BIG PUN CONSULTING ENGINEERS JV MALERATE CONSTRUCT	Dithabaneeng upgrading of gravel road from gravel to tar and stormwater control (Turnkey)	LNM0014/2022/23		Senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid	TENDER	2022/23	R2 571 395.57	The municipality has appointed Big Pun Consulting Engineers JV Malerate Construction for Dithabaneeng upgrading of gravel road from gravel to tar and stormwater control (Turnkey). The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for September is as results of the subsequent irregular expenditure identified.
---	--	---	-----------------	--	---	--------	---------	---------------	---

3	SELEMA PLANT HIRE CONSTRUCTION	Removal of illegal dumping and grave digging (as and when required) for a period of 36 months	LNM025/2022/ 23	R70 016.76 rate based	Senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid	TENDER	2022/23	R228 195.08	The municipality has appointed Selema Plant Hire Construction for removal of illegal dumping and grave digging (as and when required) for a period of 36 months. The irregular is subsequent to the Internal Audit Findings that the senior SCM practitioner was not part of the bid adjudication committee during the adjudication and award of the bid. The expenditure incurred for September 2023 is as results of the subsequent irregular expenditure identified.
---	--------------------------------------	--	--------------------	--------------------------	---	--------	---------	----------------	---

4	THALEMA TRADING ENTERPRISE	Supply and delivery of protective clothing and equipment	LNM036/2021/22	R12 340,00 Rate based	Winning bidder did not attach municipal rates for director.	TENDER	2021/22	R2 226 600,00	The municipality has appointed Thalema for Supply and delivery of Protective Clothing and Equipment. The irregular is subsequent to the Internal Audit Findings that the Winning bidder did not attach municipal rates for director during the award of the bid .The expenditure incurred for June is as results of the subsequent irregular expenditure identified.
							TOTAL	R6 521 144,65	

Total Irregular Expenditure for Quarter Ending 30 SEPTEMBER 2023

Total = R20 526 766.40

THE END