

INTERNAL MEMORANDUM**Technology & Solutions Delivery**

TO	Intikhab Shaik - Head: T&SD	CC	
FROM	George Khambule - Area Head: SAP Centre of Excellence (CoE)	REFERENCE	Ubuntu Change Request
TEL NUMBER	(012) 422 7141	DATE	13/10/2022
SUBJECT	Request approval of a variation on PO 3600026009 as a result of a change request.		
RECOMMENDATION	Approval of the change request and variation order to the value of R363 090.38 incl. VAT		

Forwarded to you for:

- | | |
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| <input checked="" type="checkbox"/> Approval | <input type="checkbox"/> Verification |
| <input type="checkbox"/> For Your Records | <input type="checkbox"/> Information |
| <input checked="" type="checkbox"/> Action as required | <input type="checkbox"/> Proof Reading |

On completion please forward to:

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| <input checked="" type="checkbox"/> Sender | <input type="checkbox"/> Other |
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Comments:

1. Purpose

The purpose of this memo is to request the approval of a variation on order number 3600026009 which was issued to Ubuntu for the procurement of hardware and services for the SAP ECC Own and Revenue Accounting environments.

2. Discussion / Background

SARS signed a Premium Engagement (MaxAttention) contract with SAP for professional services to the value of R14 932 000 and additional R1 512 883 for 2021 FY to assist with Roadmap implementation. After various workshops, SAP SE recommended that SARS follows a two-step migration to reach the end state of S/4HANA. The first step is a technical migration of the SAP ECC environment from IBM DB2 to an SAP HANA database, referred to as Suite on HANA (SoH). Thereafter, it will be followed by the compulsory transformation to the S/4HANA platform, which is due by 2027.

In order to implement the SAP Roadmap however, additional infrastructure was required. While the existing SAP environments were due for a hardware refresh, an additional amount of R11.9M was required for the actual roadmap implementation. In consultation with SAP and our infrastructure partners, the quantity and server specifications were agreed upon and on 28 August 2021 as captured in the attached presentation sent to DELL, approval was obtained to procure hardware and services for the amount of R19.4M.

In the scope of work provided by the vendor and approved by SARS, the vendor indicated that they would configure 14 Own Accounts and Revenue systems and 5 BW Systems, bringing the total to 19. When the Scope of Work was approved, the project owner understood it to be 19 systems. However, the vendor has now indicated that the 19 systems indicated in the scope of work actually referred to the amount of virtual servers (VMs) they would create and configure. When detailed implementation planning took place, Ubuntu/DELL requested a full list of system ID's to be setup, which upon receipt, it was determined that the total number of VMs was 28, and not the original 19 which was understood and scoped by Ubuntu/DELL.

A change request was raised after the vendor had created 6 servers in the Development environment and 6 servers in the QA environment, making it a total of 12 servers which have been installed to date. Once the change request was raised, the vendor was

instructed not to commence with any additional installations until the change request was approved.

3. Financial Implications

The total value of the original amount quoted by the vendor for services was R1 631 767 for the 19 servers. However, when implementation commenced, the vendor advised that 28 servers needed to be created and this resulted in them raising a change request to the value of R363 090.38 incl. VAT.

4. Attachments

4.1 Approved Ubuntu Statement of Work

4.2 Approved Memorandum for the procurement of infrastructure.

4.3 A presentation provided to Dell to determine sizing and quantities.

4.4 Ubuntu Change Request

4.5 Ubuntu quotation for additional work

5. Recommendation

It is recommended that the variation order for the change request, totaling R363 090.38 be approved.

Jillian Petersen

DOCUMENT AUTHOR

JILLIAN PETERSEN

PM: SAP HANA PROJECT

REQUESTER:



GEORGE KHAMBULE

AREA HEAD: SAP CENTRE OF EXCELLENCE

DATE: 2022-10-14

RECOMMENDED / NOT RECOMMENDED

NOTED / NOTED WITH COMMENTS

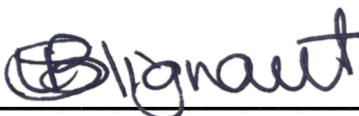


EDWIN KEDIUTWILE

AREA HEAD: IT APPLICATIONS & INFRASTRUCTURE SUPPORT

DATE: 2022/10/14

RECOMMENDED / ~~NOT RECOMMENDED~~



SARAH BLIGNAUT

DIVISIONAL LEAD: DIGITAL SOLUTIONS & SERVICES

DATE: 2022-10-14

6. Recommendation

It is recommended that the variation order for the change request, totaling R363 090.38 be approved.

RECOMMENDED / NOT RECOMMENDED



CRAIG BLUNDEN

DIVISIONAL LEAD: SERVICE DELIVERY

DATE: 2022-10-17

RECOMMENDED / ~~NOT RECOMMENDED~~



HELENE VILJOEN

LEAD: FINANCE BUSINESS PARTNER (ACTING)

DATE: 14/10/2022

APPROVED / NOT APPROVED



INTIKHAB SHAIK

HEAD: TECHNOLOGY & SOLUTIONS DELIVERY

DATE: 2022:10:19