national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

Private Bag X115, Pretoria, 0001 • 40 Church Square, PRETORIA, 0002 • Tel: +27 12 315 5111, Fax: +27 12 406 9055 • www.treasury.gov.za

FROM: Ms KC Gouwe, Tel: 021 315 5258**, Email:** Keatshotse.Gouwe@treasury.gov.za

Mr. K. Mviko
Chief Financial Officer
Financial & Fiscal Commission
Midrand Office
Montrose Place 2nd floor
WATERFALL PARK
Bekker Street Vorna Valley,
1685

Email: kwandiwe.mviko@ffc.co.za,

Dear Mr. Mviko

DEVIATION FROM THE NORMAL COMPETITIVE BIDDING PROCESS: APPOINTMENT OF DIPULA INVESTMENT TRUST

1. National Treasury acknowledges receipt of your letter dated and received on 29 March 2022.

2. Your Institution is requesting approval to deviate from the normal competitive bidding process and appoint Dipula Investment Trust for accommodation for twelve (12) months commencing from 01 May 2022 to 20 April 2023 in the amount of R2,797.289.40. The current lease agreement is between the Department of Public Works and Infrastructure (DPW&I) and Dipula Property Investments Trust (Dipula) and is coming to an end on 30 April 2022.

3. The deviation was recommended by the Acting Chief Executive Officer on 29 March 2022.

4. The reasons provided for the deviation are that the FFC was due to go to market in December 2021 but was put off by the NT notice about the closure of bidding periods during the December holiday. In January, the specifications were fine-tuned. Before signing off could be given, the challenge to the legality of the procurement regulations affected the tender's advertisement process. The lease agreement between the FFC and the Department of Public works is expiring on 30 April, and the procurement process will not be finalised by then. The FFC started engaging with DPW&I to secure an extension of the current lease, but there has to date been no fruitful

response. This has left the FFC in the precarious state of not being aware if they will have an office on 01 May 2022.

5. The reasons provided for this deviation request are justifiable.

6. National Treasury supports the request to deviate.

7. The Institution has an obligation to ensure that any contract for goods and services is in accordance with a system of procurement that is fair, equitable, transparent, competitive, and cost-effective.

8. This award must be published on the e-tender portal.

Kind regards,

Signed by:Molefe Isaac Fani
Signed at:2022-04-28 10:00:34 +02:00
Reason:Witnessing Molefe Isaac Fani

MOLEFE-ISAAC FANI
ACTING CHIEF PROCUREMENT OFFICER
DATE: