



national treasury

Department:

National Treasury

REPUBLIC OF SOUTH AFRICA

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Mr. Cameron Morajane
Director
Commission for Conciliation Mediation and Arbitration (CCMA)
PRIVATE BAG X94
MARSHALLTOWN
2107

Dear Mr Morajane

Email: CameronM@ccma.org.za; BridgetteM@CCMA.org.za; NtsakoC@CCMA.org.za

EXTENSION OF CONTRACT IN EXCESS OF THE 15% THRESHOLD: BIDVEST STEINER (PTY) LTD FOR KIMBERLEY OFFICE

1. National Treasury acknowledges receipt of your letter dated 26 March 2021 and received on 30 March 2021.
2. Your institution is requesting approval for a contract extension with Bidvest Steiner (Pty) Ltd for pest control services for the CCMA Kimberley Office for a period of eleven (11) months from 01 May 2021 to 31 March 2022 in the amount of R8 788.71 at a 44.13%. The original contract was for a period of three (3) years which commenced on 01 May 2018 and will end on 30 April 2021 in the amount of R19 916.52 (VAT inclusive).
3. The extension was recommended by the acting CCMA Director on 26 March 2021.
4. The reasons that the CCMA had resolved that all auxiliary services like security, cleaning and pest control and hygiene services contracts periods should be aligned with the leases contracts period. Further to this there has been a resolution due to the impact of COVID-19 for the CCMA to appoint a service provider to assist with space planning for office space optimizations that will result in space saving as certain staff will be required to work from home. The space optimizations process will therefore also result in reduction in the cost of auxiliary services because when the office space is reduced, the need for more securities, cleaners, pest control and hygiene services will also be reduced. Once the process of optimization is completed an open bidding process will ensue for the auxiliary services which will be aligned to the duration of the lease offices.

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LTD FOR KIMBERLEY OFFICE**

5. The reasons provided for this extension are justifiable.
6. National Treasury supports the extension for six (6) months to allow CCMA i to finalise the space optimisation project and submit to the OCPO the final report on the project. The National Treasury afterwards may reconsider the request to further extend the contract.
7. The Institution has an obligation to ensure that any contract for goods and services is in accordance with a system of procurement which is fair, equitable, transparent, competitive and cost effective.

Kind regards

A handwritten signature in black ink, appearing to read 'E Setan', is placed over a light grey rectangular background.

ESTELLE SETAN
ACTING CHIEF PROCUREMENT OFFICER
DATE: 30-Apr-2021