

**MINISTRY OF DEFENCE & MILITARY VETERANS**

**NATIONAL ASSEMBLY**

**QUESTION FOR WRITTEN REPLY**

**1160. Dr P J Groenewald (FF Plus) to ask the Minister of Defence and Military Veterans:**

(1) Whether her department purchased any goods and/or services below the amount of R500 000 connected to the Covid-19 pandemic; if not, what is the position in this regard; if so, what (a) is the name of each company from which the specified goods and/or services were purchased, (b) is the amount of each transaction and (c) was the service and/or product that each company rendered;

(2) whether there was any deviation from the standard supply chain management procedures in the transactions; if so, (a) why and (b) what are the further relevant details in each case;

(3) what were the reasons that the goods and/or services were purchased from the specified companies;

(4) whether she will make a statement on the matter? NW1463E

**REPLY**

**Joint Ops:**

1. The Joint Operations Division has done purchases of less than R500 000,00 with respect to support for COVID-19 (Op NOTLELA). The Joint Operations Financial System does not indicate where procurement is done as transactions are done via the Joint Support Base Garrison procurement system.
2. The specified goods are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Ser** | **Description** | **Amount** | **Company** | **Unit** |
|  | **a** | **B** | **c** | **d** |
| 1 | Cleaning and Polishing Compounds | R42,888,00 | NALEDI CHEMICALS | Northern Cape |
| 2 | Individual Equipment | R90,000,00 | SIB DIVISION (PTY) LTD | J OP HQ |
| 3 | Toiletry and Paper Products | R18,675,00 | PROMED TECHNOLOGIES | Northern Cape |
| 4 | Oils/Gas, Greases and Lubricants | R50,000,00 | WO Fuels and oils CC | Northern Cape |
| 5 | Packaging and Packaging Materials | R115,350,00 | YOKOGAZA WT ENTERPRISE | Eastern Cape |
| 6 | Fuels and Solids | R482,500,00 | Alakha Trading | Eastern Cape |
| 7 | Oil and Grease | R27,588,00 | Piston Power Chemicals | Western Cape |
| 8 | M & R D-Vehicle BMJ824M | R6,383,00 |  | Western Cape |
| 9 | Cleaning and Polishing Compound | R24,420,00 | Aristocraft | North west |
| 10 | Cleaning and Polishing Compound | R43,592,00 | Promotha Mechanical Engineering | Limpopo |
| 11 | Diesel | R786,000,00 |  |  |
| 12 | Oils and greases; Cutting, Lubricant | R163,185,00 |  | Limpopo |
| 13 | Storage Tanks | R11,280,00 | AMP Services | Limpopo |
| 14 | Food Cooking, Baking and service | R31,305,00 | RINE SUPPLIERS AND PROJECTS | Limpopo |
| 15 | Food Cooking. Baking and service | R34,320,00 | MM and MA GENRAL TRADING | Limpopo |
| 16 | M & D: D-Vehicles BMJ834M | R12,351,00 |  |  |
| 17 | Toilet Paper Products | R44,270,00 | Lifhasi Group | Limpopo |
| 18 | Petrol 93 ULP | R82,860,00 | Valspar Petroleum | North West |
| 19 | Photocopy Papers | R14,600,00 | GOMOLEMO TRADING AND PROJECTS | Gauteng |
| 20 | M & R D-Vehicle | R13,200,00 | KHOKHO'S TECH ENGINEERS | North West |
| 21 | M & R D-Vehicle | R6,312,00 | KHOKHO'S TECH ENGINEERS | North West |
| 22 | ADP Supplies | R11,774,00 | IPT | Free State |
| 23 | Household and Commercial Utility | R22,360,00 | EXODEC 60CC | Gauteng |
| 24 | ADP Supplies | R85,999,00 | EXODEC 60CC | Gauteng |
| 25 | Brooms, Brushes and Mops | R10,250,00 |  | Western Cape |
| 26 | Brooms, Brushes and Mops | R10,250,00 | LA TOLO | Eastern Cape |
| 27 | Cleaning and polishing compound | R35,301,00 | Jipalayo Trading | Gauteng |
| 28 | Cleaning and Polishing Compounds | R64,300,00 | Qhaphelu (PTY) LTD | Eastern Cape |
| 30 | Bags and Sacks | R8,990,00 | SINEMIHLE ENTERPRISE | Eastern Cape |
| 31 | Toilet Paper Products | R32,992,00 | Glycoless | Free State |
| 32 | General Building maintenance | R32,657,00 | KOTIPULA BUSINESS ENTERPRICE | Limpopo |
| 33 | Batteries Non Rechargeable | R18,125,00 | LAMDALE TRADING | KZN |
| 34 | Office Supplies | R56,859,00 | SC AEROTECH | KZN |
| 35 | Cleaning and Polishing Compounds | R38,337,00 | Umtapo General Dealer | KZN |
| 36 | Bags and Sacks | R29,250,00 | NASMO MARKETING | KZN |
| 37 | Toilet Paper Products | R82,480,00 | Glycoless | KZN |
| 38 | Toilet Paper Products | R18,540,00 | Promed Technologies | Eastern Cape |
| 39 | Diesel | R558,400,00 |  |  |
| 40 | Diesel | R116,480,00 |  |  |
| 41 | Diesel | R307,120,00 |  |  |
| 42 | Diesel | R156,970,00 |  |  |
| 43 | Paper and Paper Board | R32,400,00 | HAMBANATHI FOODS | KZN |
| 44 | Sanitation and Plumbing work | R875,778,00 | INGELOS PROJECTS | Western Cape |
| 45 | Toilet Paper Products | R118,590,00 | EMU MEDICAL SUPPLIES | Gauteng |
| 46 | Paper and Paper Board | R23,760,00 | EXCEL ENTERTAINMENT | Gauteng |
| 47 | Sanitation and Plumbing Work | R116,840,00 | KOPANO EVENT | Gauteng |

1. A deviation occurred when 200 reflector jackets were procured for the Joint Tactical Headquarters (20 per J Tac HQ).

(a) This was an emergency procurement after a member of the SANDF lost his life whilst performing road block duties. A decision was then taken that all J Tac HQs must be issued with reflector jackets for as PPE.

(b) Proper emergency procurement processes were followed to procure the items. This matter was submitted for urgent consideration to the Joint Operations COVID-19 Procurement Logistics Cell and three Companies were invited.

a. SIB DIVISION (PTY) LTD R 90 000.

b. GROUP EFFORT WORX R 100 200.

c. MOTHUSI BUSINESS ENTER PRICE R 100 000.

1. All companies were selected form CSD data base and they conform to treasury regulations, and procedures. The lowest company was selected. This are the only items that were procured with deviation of procurement, the rest of the items were procured through procurement processes via the e-Procure system.

**SA Army:**

1. The SA Army has not directly purchased any good and/or services below R500 000 connected to the COVID-19 pandemic. All equipment procured were obtained through either SAMHS or Logistics Division.
2. Not applicable. (See answer above)
3. Not Applicable. (See answer above)
4. No comment.

**SAAF:**

1. Everything that was procured in support of COVID-19 was under the amount of R500 000. All spending in the item segment of SCoA is recorded against the various appropriate FMS Item Codes depending on the use for the items or services procured. The SAAF has spent R616,018 to date on COVID-19 related goods and/or services (see Appendix A):
2. The SA Air Force utilised a total of 117 regional suppliers in order to proceed with purchasing.

(b) The products that were procured are: thermo-scanners, cloth masks, surface disinfectant, sanitising dispensers.

2. There were no deviations from the standard Supply Chain Management procedures in the transactions. All procurement whether Government Order or Petty Cash were executed according to prescribed procurement prescripts.

3. Suppliers were approached that are supplied by the official Central Suppliers Database (CSD), where companies register themselves on the National Treasury database to be suppliers of specific items or can supply a service of a specific nature. If requirements were under R2 000 local suppliers within the local community were approached.

4. N/A

**SA Navy:**

1. Yes. (a)(b)(c) See Appendix B

2. No.

(a) Not Applicable.

(b) Not Applicable.

3. Not Applicable.

**SAMHS:**

1. The SAMHS did purchase goods and services below R500 000.
2. The companies that were utilised are reflected in Appendix C.
3. The amounts of all transactions are reflected in Appendix C.
4. The products and services procured are reflected in Appendix C.
5. Standard supply chain management processes were followed. Except for Price Quotations standing government contracts were utilised. When the contracted entity could not provide due to the national requirements other companies were requested to provide quotations in a comparative process, as prescribed. The Surgeon General is not in a position to express opinion on the process followed in terms of the two orders processed by the SA Army (order prefix 1H).
6. The rationale for the supplier utilised is premised on the following reason codes as indicated in Appendix A:
   1. RT refers to National Treasury Transversal Contracts.
   2. HP refers to Health Pharmaceutical Contracts.
   3. HM refers to Treasury Contracts.
   4. ROCD refers to Propriety Contract (Roche Diabetics).
   5. RT COVID-19 refers to Treasury Contract.
   6. AICC refers to Adcock Ingram Critical Care (This was a Price Quotation).
   7. PQ refers to Price Quotation.
   8. Del 3.2 refers to SA Army procurement entity.

**Human Resources Division:**

1. The HR Division expenditure on goods/services that were purchased connected to COVID-19 pandemic are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **S/No** | **Description** | **Cost** | **Name of Supplier** | **Reason for Purchase** |
|  | a | b | c | d |
| 1 | Medicated Cosmetics and Toiletries( Hand Sanitizer) | R7 460.00 | Mr First Aid (Pty) Ltd  24-28th Avenue  Edenvale | Medical Supplies - the only supplier who had stock in hand to supply hand sanitizer with the correct alcohol content in March 2020 and delivery at short notice. |
| 2 | Clothing, Special Purpose(Cloth Masks) | R5 989.00 | MTKP Designs(Pty) Ltd  Pierre van Rheyneveld  Pretoria | Purchase cloth masks for members on 05 May 2020 with delivery on short notice after announcement of Level 4 Lockdown. |
|  | **Total** | **R13 499.00** |  |  |

1. The above goods were cash purchases Personal Protective Equipment (hand sanitizers and cloth masks) by the different HR Division entities following the announcement of the Lockdown Level 5 State of Disaster declared by the State President in terms of the Disaster Management Act.
2. It can be confirmed that no deviation on standard supply chain management procedures occurred.

**Logistics Division:**

1. The Logistics Division did purchase goods and services below the amount of R500 000 connected to the Covid-19 pandemic. See the attached list (Appendix D) for the companies utilised for the purchasing of the specified goods and services, together with the amount of each transaction and the service and/or product that each company rendered.

2. With the purchasing of the goods and services the Logistics Division followed the process as stipulated in National Treasury Instruction No. 8 of 2020/21 (paragraph 3.7.6).

3. The purchasing of specified goods and services from the awarded companies was based on the availability of stock and the turnaround time of delivery from these companies.

**Defence Intelligence:**

1. Defence Intelligence (DI) procured goods below the amount of R500 000, 00 in order to implement Occupational Health and Safety measures iro COVID-19. The total amount for COVID-19 related procurement to date is R325 579, 30. The procurement (breakdown is reflected in Appendix E) was prior to the central distribution of Personal Protective Equipment (PPEs).
2. The reason for procuring from the respective companies was due to the fact that they were the most cost effective ito quotations provided.

**CMIS Division:**

1. CMIS Div did not purchase any goods or service referred to in the letter and therefore submit a nil return.

**Defence Reserves:**

1. (a) The office of Defence Reserves purchased protective equipment in the beginning of the lockdown process on 20 April 2020.
2. For the amount of R1 818.00 from Resuduac Bakrier Technology (Pty) Ltd.
3. It is confirmed that the service/product was rendered.
4. There was no deviation from the standard supply chain management procedures in the transactions.
5. The company was selected by the Department.
6. Not applicable.

**Special Force:**

1. South African Special Forces did purchase goods and/or services below the amount of R500 000 connected to the Covid-19 pandemic (see Appx F).

2. There were no deviation from the standard supply chain as three (3) quotations were obtained from the Suppliers that were approved by Chief Logistics.

1. A list of suppliers which have transversal contract with National Treasury and their address were provided to the Headquarters and were utilised.

**Defence Corporate Communication:**

1. One Touch Global - R5000,00 - Sanitizers, surgical masks and gloves.

Purple Square Media - R5000,00 – Sanitizers, surgical masks and gloves.

MJ Multimedia – R5000,00 – Sanitizers, surgical masks and gloves.

Valhalla Pharmacy – R3750,00 – 3 Layer cloth masks.

2. No deviation.

1. Names were from database and best value for money as per PFMA requirements.

**MP Division:**

1. (a, b & c) – 2020

**PERSONAL PROTECTIVE EQUIPMENT**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **S/N** | **Company** | **Amount** | **Product/Service** | **Remarks** |
|  | **a** | **b** | **c** | **d** |
| 1 | FKJ Consultants | R 1 998.00 | Hand Sanitiser | Product Rendered |
| 2 | S&S Dienste | R16 000.00 | Hand Sanitiser | Product Rendered |
| 3 | Budget Shop | R 3 930.00 | Surgical Gloves and Face Masks | Product Rendered |
| 4 | A’ Africa Pest Prevention | R 1 794.00 | Thermometer | Product Rendered |
| 5 | A’ Africa Pest Prevention | R 2 185.00 | Hand Sanitiser | Product Rendered |
| 6 | G Fox (Pty) LTD | R 4 918.21 | Surgical Gloves, Face Masks, Face Shields & Eye Protections | Products Rendered |
| 7 | Clicks Humewood | R 1 999.99 | Thermometer | Product Rendered |
| 8 | Conquest Cleaning Chemicals | R 1 975.00 | Disinfectant | Product Rendered |
| 9 | Conquest Cleaning Chemicals | R 1 966.00 | Face Masks | Product Rendered |
| 10 | Dischem | R 1  499.00 | Thermometer | Product Rendered |
| 11 | Ronette Sanitizer, Dischem, Ukhamba Lobuntu, Offtek Wonderboom | R 15 722.75 | Hand Sanitiser | Product Rendered |
| 12 | Makro | R 4 500.00 | Surgical Gloves | Product Rendered |
| 13 | Aruzest T/A// Nizams | R 2 000.00 | Spray Bottles | Product Rendered |
| 14 | Makro | R 1 999.00 | Hand Sanitiser | Product Rendered |
| 15 | Super Hygiene | R 1 512.00 | Batteries for Thermometer | Product Rendered |
| 16 | Valhalla Genaral Dealer | R 3 960.00 | Hand Sanitiser | Product Rendered |
| 17 | FKJ Consultants | R 4 200.00 | Surgical Gloves | Product Rendered |
| 18 | FKJ Consultants | R 4 200.00 | Dusk Masks | Product Rendered |
| 19 | Phi Development | R 23 104.00 | Hand Sanitiser | Product Rendered |
| 20 | Noko Health Care | R 707.25 | Thermometer | Product Rendered |
| 21 | Moonflower/The Reeds | R 1 990.00 | Thermometer | Product Rendered |
| 22 | Moonflower/The Reeds | R 1 897.00 | Dusk Masks | Product Rendered |
| 23 | Moonflower/The Reeds | R 1 897.00 | Dusk Masks | Product Rendered |
| 24 | Moonflower/The Reeds | R 1 900.00 | Face Screens | Product Rendered |
| 25 | Moonflower/The Reeds | R 1 963.00 | Dusk Masks | Product Rendered |
| 26 | Tahie Decor | R 1 990.00 | Dusk Masks | Product Rendered |
| 27 | Tshinetisi General Trading | R 1 800.00 | Sprayer (16lt) | Product Rendered |
| 28 | Tshinetisi General Trading | R  950.00 | Foot Dispenser | Product Rendered |
| 29 | Tshimetisi General Trading | R  950.00 | Foot Dispenser | Product Rendered |
| 30 | Hustleberg Holdings | R 2 000.00 | Hand Sanitiser | Product Rendered |
|  | **TOTAL** | **R 117 507.20** |  |  |

1. There was no deviation from the Supply Chain Management in any of the above-mentioned processes.
2. Goods were purchased from the specific Companies after proper procurement processes were followed and the Company that adhere to all the prescripts according to Quotations was chosen.

**Defence HQ Unit:**

## The following table depicts the Department of Defence Headquarters Unit Covid 19 related purchases below the amount of R500 000.00:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **S/No** | **NAME OF COMPANY** | **AMOUNT** | **ITEMS PROQURED** | **DIRECTORATE** |
| 01 | Solanga Fashion Creations | R1 995.00 | Cloth Masks | DFSC |
| 02 | One Touch Global | R5 000.00 | Cloth Masks | DCC |
| 03 | WTC Belegings | R3 750.00 | Sanitisers | VIS COMMS |
| 04 | MCB Designs | R4 680.00 | Cloth Masks | SEC DEF |
| 05 | Zamatungwa | R936.00 | Cloth Masks | SEC DEF |
| 06 | Seamstress Delights | R1 920.00 | Cloth Masks | TRG COMM |
| 07 | All out Mask | R1 000.00 | Cloth Masks | CMIS DIV |
| 08 | Clicks | R359.94 | Sanitisers | DFSC |
| 09 | MJ Multimedia | R5 000.00 | Sanitisers | DCC |
| 10 | Steel and Pipes | R1 800.00 | Sanitisers | C FIN |
| 11 | Soap Chemicals | R3 240.00 | Sanitisers | DOD HQ Unit |
| 12 | Zome chemicals | R1 920.00 | Sanitisers | DOD HQ Unit |
| 13 | Group Shape | R1 818.00 | Sanitisers | MP Division |
| 14 | Makro | R1 999.00 | Sanitisers | DEF RES |
| 15 | Recevoir Trading | R5 000.00 | Sanitisers | CDLS |
| 16 | The Promo Group | R4 988.00 | Sanitisers | TRG COMM |
| 17 | Van Roma | R1 570.00 | Sanitisers | HR DIV |
| 18 | Modern Packaging | R1 797.00 | Sanitisers | HR DIV |
| 19 | Servest | R1 828.50 | Sanitisers | HR DIV |
| 20 | West Pack Lifestyle Store | R4 500 | Sanitiser Dispensers | DOD HQ Unit |

2. There were no deviations from the standard Supply Chain Management Procedures in the transactions. The Petty cash process was used as all transactions complied with the Petty cash rules.

No statement will be made on this Parliamentary question.