**NATIONAL ASSEMBLY**

**QUESTION FOR WRITTEN REPLY**

**QUESTION NUMBER: 610 [NW723E]**

**DATE OF PUBLICATION: 4 MARCH 2016**

**610. Ms E N Louw (EFF) to ask the Minister of Finance:**

(1) What is the cost incurred by the SA Revenue Services for employing the services of a certain company as at the latest specified date for which information is available;

(2) was an open tender system followed in appointing the specified company; if not, why not in each specified case?

NW723E

**REPLY:**

The South African Revenue Service has submitted the following information.  Please note that the Minister is unable to verify the content.

1. The cost incurred for the mandated work was:

* Gartner:
  + - * Total Order: R157,442,590.00 (including contingencies of 10%)
      * Paid to date: R60, 555, 640.00

1. No, an open tender was not followed for continuity, the Project was in two phases,
   1. **in phase 1(diagnostic) of the project**, the Gartner services were procured on the basis of an agreement for IT Consultancy services between SITA and Gartner.
   2. **In phase 2 of the project**, the services of Gartner were procured in terms of National Treasury regulation 16A6.4 read together with paragraph 10.5.2 of the Supply Chain Management practice note number 3/ 2003 for continuity purposes.