**NATIONAL ASSEMBLY**

**QUESTION FOR WRITTEN REPLY**

**QUESTION NUMBER: 612 [NW725E]**

**DATE OF PUBLICATION: 18 MARCH 2016**

**612. Mr N F Shivambu (EFF) to ask the Minister of Finance:**

(1) What was the cost incurred in employing the services of a certain company for the SA Revenue Services Transformation or Operating Model Review;

(2) Was there an open tender process for the appointment of the specified company; if not, why not; if so, what were the terms of reference? NW725E

**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:

* Bain Consulting:
  + - * Total Order: R155,125,728.00 (including contingency claims of 10% so far only R700 000 has been claimed).
      * Paid to date: R103, 609, 629.40

1. No, SARS used an already existing panel that was previously appointed through an open tender process in terms of paragraph 4.9 of the National Treasury Supply Chain Management – A guide for accounting officers/ authorities – February 2004. SARS further ran a close tender process within the panel which resulted in Bain being the successful bidder.