



in terms of Section 116(3)(a) of the Local Government Municipal Finance
Management Act, No. 56 of 2003

Notice is hereby given in terms of Section 116(3)(b) of the Local Government: Municipal Finance Management Act, No. 56 of 2003 that Ugu District Municipality ("the Municipality") intends extending the following contract(s) :

AMENDMENT OF UGU-05-1557-2020: PROVISION OF STANDARD SECURITY GUARD SERVICES AT VARIOUS OFFICES OF UGU DISTRICT MUNICIPALITY AND PLANTS FOR A PERIOD OF THIRTY-SIX (36) MONTHS.

The current contract UGU-05-1557-2020 Provision of standard security guard services at various offices of UGU district municipality and plants for a period of thirty-six (36) months. This contract is currently a fixed contract with a fixed number of security guards for a duration of three years.

- The demand for additional security guards has increased due to severe increased due to severe cases of vandalism, sabotage of water infrastructure and cable theft.
- At the initiation of the tender the projections were made for identified sites and were awarded based on fixed number of guards.
- It is out of that background that this contract be amended to a rate-based contract and quantity on demand basis.

Contract Number	Description	Company	Amount	Period	Extension
UGU-05-1557-2020	Provision of Security Services	Ithunzi Protection Amazimzim Mzansi Security	Rate Based	N/A	None

Notice is also given in accordance with Section 21A and Section 21 of the Local Government Municipal Systems Act, No. 32 of 2000 that:

1. The local community and other interested persons/parties are invited to submit comments or representations to the Municipality in respect of the proposed Amendment. Such comments or representations must be received by no later than **09 AUGUST 2023** via electronic mail on the email address provided below or be delivered to the mailing address provided hereunder.
2. Copies of the current contract, Management, EXCO and Council resolution and a detailed report are available for inspection at the locations listed hereunder and will also be accessible on www.ugu.gov.za.

Physical Address: Location 1	Physical Address: Location 2	Physical Address: Location 3
Reception: Main Office Ugu District Municipality 28 Connor Street, 4240	Reception: Budget & Treasury Ugu District Municipality 31 Bazley Street, 4240	Reception: Phase 2 Building Ugu District Municipality 96 Marine Drive, 4240

Further details may be requested via email on Ntokozo.Mkhize@ugu.gov.za or 039 688-5743.

SUBMISSIONS MUST BE MARKED: SECTION 116(3)(b) PROVISION OF SECURITY SERVICES

Persons who are physically disabled or unable to write but need to participate in the process may present themselves during office hours at the offices listed above where delegated officials will assist them to transcribe the relevant comments or representations.

MR VO MAZIBUKO
ACTING MUNICIPAL MANAGER
UGU DISTRICT MUNICIPALITY

PO Box 33, Port Shepstone 4240
KwaZulu-Natal
South Africa

28 Connor Street
Tel: (039) 688 5900
Fax: (039) 682 2645

Ugu Distrik Munisipaliteit

Ugu District Municipality

Ugu Umasipala Wesifunda

DEPARTMENT OF TREASURY

Enquiries: **Taru Mafungwa**
039 688 3378

REF: UGU-05-1557-2020

05 May 2021

Mzansi Security & Training
P.O Box 12803
Port Shepstone
4240

E-mail: info@mzansisecurity.co.za

Attention: BIDDER

Dear Sir / Madam

RE: LETTER OF AWARD: UGU-05-1557-2020: PROVISION OF STANDARD SECURITY GUARD SERVICES AT VARIOUS OFFICES OF UGU DISTRICT MUNICIPALITY AND PLANTS FOR A PERIOD OF THIRTY-SIX (36) MONTHS

Your bid regarding the above refers.

Ugu District Municipality has pleasure in accepting your bid for the above-mentioned contract

The award is for **Zone: 2 (21 Sites and 26 Security Guards)**, for a total amount of **R13 297 199.76** (all inclusive), based on the accepted standard proposed rate of **R14 206.41**, per Security Guard.

You are required to respond to this letter with your acceptance and thereafter the contract is subject to finalisation of contractual agreements being signed by both parties, this will set out the conditions and terms of contract.

You shall liaise with Ms Shivani Maharaj on 039-688 5775 or at Shivani.Maharaj@ugu.gov.za, who shall furnish you with relevant detailed information regarding this contract.

Yours Faithfully



DR E.M.S NTOMBELA
ACTING MUNICIPAL MANAGER

PARK RYNIE: (039) 976 1333

PORT SHEPSTONE: (039) 688 5700

OSLO BEACH: (039) 688 5830

HARDING: (039) 433 1583

24 HOUR CALL CENTRE NO: 08000 92837: FRAUD HOTLINE NO: 0800 63 63 63

www.ugu.org.za

PO Box 33, Port Shepstone 4240
KwaZulu-Natal
South Africa

28 Connor Street
Tel: (039) 688 5900
Fax: (039) 682 2646

Ugu Distrik Munisipaliteit

Ugu District Municipality
DEPARTMENT OF TREASURY

Ugu Umasipala Wesifunda

Enquiries: **Taru Mafungwa**
039 688 3378

REF: UGU-05-1557-2020

05 May 2021

Ithunzi Protection Services
P.O Box 116
Umtentweni
4235

E-mail: mvduma@gmail.co.za

Attention: BIDDER

Dear Sir / Madam

RE: LETTER OF AWARD: UGU-05-1557-2020: PROVISION OF STANDARD SECURITY GUARD SERVICES AT VARIOUS OFFICES OF UGU DISTRICT MUNICIPALITY AND PLANTS FOR A PERIOD OF THIRTY-SIX (36) MONTHS

Your bid regarding the above refers.

Ugu District Municipality has pleasure in accepting your bid for the above-mentioned contract

The award is for **Zone:1 (31 Sites and 51 Security Guards)**, for a total amount of **R26 082 968.76**(all inclusive), based on the accepted standard proposed rate of **R14 206.41**, per Security Guard.

You are required to respond to this letter with your acceptance and thereafter the contract is subject to finalisation of contractual agreements being signed by both parties, this will set out the conditions and terms of contract.

You shall liaise with Ms Shivani Maharaj on 039-688 5775 or at Shivani.Maharaj@ugu.gov.za, who shall furnish you with relevant detailed information regarding this contract.

Yours Faithfully


DR E. S. NTOMBELA
ACTING MUNICIPAL MANAGER

PARK RYNIE: (039) 976 1333

PORT SHEPSTONE: (039) 688 5700

OSLO BEACH: (039) 688 5830

HARDING: (039) 433 1563

24 HOUR CALL CENTRE NO: 08000 92837: FRAUD HOTLINE NO: 0800 63 63 63

www.ugu.org.za

PO Box 33, Port Shepstone 4240
KwaZulu-Natal
South Africa

28 Connor Street
Tel: (039) 688 5906
Fax: (039) 682 2846

Ugu Distrik Munisipaliteit

Ugu District Municipality
DEPARTMENT OF TREASURY

Ugu Umasipala Wesifunda

Enquiries: **Taru Mafungwa**
039 688 3378

REF: UGU-05-1557-2020

05 May 2021

Amazimzim Security Services
P.O Box 48570
Munster
4278

E-mail: nathu@amazimzim.co.za

Attention: BIDDER

Dear Sir / Madam

RE: LETTER OF AWARD: UGU-05-1557-2020: PROVISION OF STANDARD SECURITY GUARD SERVICES AT VARIOUS OFFICES OF UGU DISTRICT MUNICIPALITY AND PLANTS FOR A PERIOD OF THIRTY-SIX (36) MONTHS

Your bid regarding the above refers.

Ugu District Municipality has pleasure in accepting your bid for the above-mentioned contract

The award is for **Zone:3 (45 Sites and 42 Security Guards)**, for a total amount of **R21 480 091.92**(all inclusive), based on the accepted standard proposed rate of **R14 206.41**, per Security Guard.

You are required to respond to this letter with your acceptance and thereafter the contract is subject to finalisation of contractual agreements being signed by both parties, this will set out the conditions and terms of contract.

You shall liaise with Ms Shivani Maharaj on 039-688 5775 or at Shivani.Maharaj@ugu.gov.za, who shall furnish you with relevant detailed information regarding this contract.

Yours Faithfully



DR E.M.S NTOMBELA
ACTING MUNICIPAL MANAGER

REPORT TO THE MANAGEMENT COMMITTEE

File Reference: 8/17

Author: Ms M Gobhozi (Acting GMCORP)

OUT OF COMMITTEE

1st Level: MANGO (08 MAY 2023)

FOR NOTING/CONSIDERATION

SUBJECT: REQUEST TO AMEND SECURITY SERVICES CONTRACT – UGU-05-1557-2020: TO RATES BASED

DATE OF MEETING: 08 MAY 2023

1. PURPOSE

The purpose of the report is to request the Management Committee to approve the processes to amend the Security Services contract awarded to Ithunzi Security Services, Amazim-zim Security and Mzansi Security & Training as a three (3) year contract, which commenced from 01 June 2021 – 31 May 2024.

2. ANNEXURES

- Letter of Award to Mzansi Security and Training
- Letter of Award to Ithunzi Security Services
- Letter of Award to Amazim Zim Security Services

3. LEGISLATIVE PROVISIONS

- Municipal Finance Management Act (MFMA) No. 56 of 2003

4. BACKGROUND / RATIONALE

4.1 In terms of Section 116 (3) (a) of the Municipal Finance Management Act (MFMA) No. 56 of 2003, *a contract or agreement procured through the Supply Chain Management Policy of the Municipality may be amended by the parties,*

SECURITY
GUARD
SERVICES AT
VARIOUS
OFFICES OF
UGU DISTRICT
MUNICIPALITY
AND PLANTS
FOR A PERIOD
OF THIRTY SIX
(36) MONTHS

The Municipality on 18 September 2020, advertised on both its website and public platforms calling for bids from competent Security Service Providers for Provision of standard security guard services at various UGU District Municipal offices and plants for a period of thirty six (36) months.

Following which, through the Supply Chain Management (SCM) processes, same appointed three (3) service providers for the various zones (Zone 1, Zone 2 and Zone 3) under the municipal jurisdiction on a fixed contract with fixed contract values for each service provider per zone. The three appointed service providers were Ithunzi Security Services, Amazim-zim Security and Mzansi Security & Training. The Municipality appointed these three (3) services providers on an accepted **standard proposed rate** of R14 206.41 per security guard with annual escalations which are informed by PSIRA regulations.

- 4.2 During the contracted period to date, the UGU District Municipality has been faced with severe cases of vandalism, theft, sabotage of water Infrastructure etc... across the various Municipal sites. The Municipality has been subjected to cable theft, vandalism of water Infrastructure, sabotage of water systems which all necessitated the provision of additional security guarding services.

In addition to the above, the municipality has been faced with cases related to threats pointed towards its service delivery vehicles during service delivery protests, which necessitated that provision of additional security guarding and armed patrols be put in place in order to protect both the municipal employees and municipal assets.

Furthermore, It should be noted that there has been a number of cases where the Water Services Department (Core Function), has been subjected to working

The table below depicts expenditure in terms of Security Services as of the 3rd year of the above mentioned contract e.g. April 2023:-

Service Provider	Awarded Value	Prior Year Expenditure	Current Year Expenditure (to date)	Balance
WZANSI SECURITY	R12 274 338.24	R6 668 809.91	R5 782 091.67	- R176 563.34
ITHUNZI PROTECTION SERVICES	R23 014 384.20	R10 653 570.98	R9 525 626.00	R2 835 187.22
AMAZIMZIM SECURITY	R24 548 676.48	R8 417 258.32	R6 875 432.03	R9 255 986.13

5. COMMENTS FROM THE RELEVANT DEPARTMENT OR COMPONENT OF THE MUNICIPALITY

SCM COMMENTS: Section 116 (3) of the MFMA states that a contract procured through the proper SCM process which followed the supply chain management policy of the Municipality may be amended by the parties only after the reasons for the proposed amendment have been tabled to the Municipal Council of the Municipality, the local community has been given reasonable notice of the intention to amend the contract and has been invited to submit their presentations to the Municipality.

The notice will be published for a period of thirty (30) days on all the platforms where the initial tender was advertised i.e. Municipal website, E-tender portal and local newspaper.

IMPLICATIONS

6.1 **FINANCIAL** – Amendment of Contract Number: UGU-05-1557-2020 from a fixed contract to a rate based contract.

COMMENTS/DIRECTIVE

9. SUBMITTED BY:


MR A MBHELE
MANAGER: ADMINISTRATION AND AUXILIARY SERVICES

SUPPORTED/ NOT SUPPORTED


MS M GOBHOZI
ACTING GENERAL MANAGER: CORPORATE SERVICES

APPROVED/ NOT APPROVED


MR VO MAZIBUKO
ACTING MUNICIPAL MANAGER

UGU DISTRICT MUNICIPALITY

**EXTRACT FROM THE DRAFT MINUTES OF THE MEETING OF THE
UGU DISTRICT MUNICIPAL COUNCIL HELD ON 29 JUNE 2023**

11.1.4 Request to Amend Security Services Contract – Ugu-05-1557-2020: To Rates Based

The Speaker took members through the item.

Thereafter, Cllr Henderson moved for the acceptance of the recommendations and was seconded by Cllr Caluza.

Following which,

It was

RESOLVED:

- (a) That the report on the request to amend the Security Services Contract UGU-05-1557-2020 be and is hereby **NOTED**.
- (b) That the request to amend the Security Services Contract UGU-05-1557-2020 be and is hereby **APPROVED**.
- (c) That the reason for the proposed amendments were based on the contract values for appointed Security Services Providers being exceeded some in the 3rd year of the three- year contract based on the following reasons:
 - Severe cases of vandalism;
 - Theft;
 - Sabotage of Water Infrastructure and so forth across the various Municipal sites;
 - Threats pointed towards municipal services delivery vehicles during service delivery protests and
 - Cases where by the Water Services Department (Core Function), has been subjected to working overtime whereby the Security Unit has been required to provide additional security to secure municipal assets such as the TLBs and so forth.
- (d) That the Internal Security be provided with the Tools of Trade.

CERTIFIED A TRUE COPY OF THE ORIGINAL



**MS. GOBHOZI
ACTING GENERAL MANAGER: CORPORATE SERVICES**

3 SITE	INCIDENT	CASE NUMBER	SECURITY COMPANY ON SITE	REPORTED BY	STATUS	ACTION TAKEN	
19 /01/2020	UGU MARKET	02 Ugu district Municipality Quantum`s were burnt registration no: Ugu 3-ZN and ND 342	Cas no:194/01/2020	ITHUNZI	ITHUNZI	Still not finalised	Reported to Portshesptone Police Station
21/01/2020	HANOVER PUMP STATION	Cable theft	OB NO: ER NUMBER11269700	ITHUNZI	ITHUNZI	Still not finalised	reported to Port Edward Police Station
18 /01/2020	UGU MARKET	02 Ugu District Municipality Bakkies were Vandalised	OB. No: 628/02/2020	ITHUNZI	ITHUNZI	Still not finalised	reported to Portshesptone Police Station
05/02/2020	"PARK RYNIE	02 Ugu District Municipalty Bakkies were Vandalied	Cas No : 25/02/2020	"MZANSI SECURITY SERVICES	MZANSI	Still not finalised	Repeorted to Scottburgh Police Station
17/02/2020	"PARK RYNIE	Ugu water tanker Truck were burnt : Reg No NPS 81962	IR NO:963/800/02/2020	"MZANSI SECURITY SERVICES	MZANSI	Still not finalised	Reported to Scottburgh Police station
24 /02/2020	HARDING OFFICES	02 Ugu vehicles were burnt : NPS 91974 : NPS53071	Cas no :129/02/2020	"MZANSI SECURITY SERVICES	MZANSI	Still not finalised	Reported to Harding Polistation
25/03/2020	MASINENGE	vandalism of Guard house	Cas no :152/02/2020	ITHUNZI SECURITY SERVICES	ITHUNZI	still Not finalised	reported to Portshepstone SAPS
12/05/2020	PROTEA PARK	Cable theft	cas no 125/05/2020	ITHUNZI SECURITY SERVICES	ITHUNZI	Still not finalised	Reported to portsheptone SAPS
06/11/2020	ST HELEN'S ROCK	Vandalism of Reservoirs	no case opened	MZANSI SECURITY SERVICES	MZANSI	Action taken - 2guards were deployed on the same date	Guards removed with effect from 31 March after a security assessment was conducted internally
01/12/2020	BHOBOYI PLANT	Vandalism of Pumpstation	no case opened (Community Protest)	AMAZIM-ZIM SECURITY SERVICES	AMAZIM-ZIM	Action taken - 2 Guards were deployed on the same date	Guards removed with effect from 31 March after a security assessment was conducted internally
14/12/2020	SEA-SLOPES MARGATE EXT. 3	Vandalism of Reservoir	no case opened (Community Protest)	AMAZIM-ZIM SECURITY SERVICES	AMAZIM-ZIM	Action taken - 2 Guards were deployed on the same date	Guards removed with effect from 31 March after a security assessment was conducted internally
december	GAMALAKHE PUMPSTATION	Vandalism of Pumpstation	no case opened (Community Protest)	AMAZIM-ZIM SECURITY SERVICES	AMAZIM-ZIM	Action taken - 2 Guards were deployed on the same date	Guards removed with effect from 31 March after a security assessment was conducted internally
december	MURCHISON PUMPSTATION	Vandalism of Pumpstation	no case opened (Community Protest)	AMAZIM-ZIM SECURITY SERVICES	AMAZIM-ZIM	Action taken - 2 Guards were deployed on the same date	Guards removed with effect from 31 March after a security assessment was conducted internally
december	MARBURG PUMPSTATION	Vandalism of Pumpstation	no case opened (Community Protest)	AMAZIM-ZIM SECURITY SERVICES	AMAZIM-ZIM	Action taken - 2 Guards were deployed on the same date	Guards removed with effect from 31 March after a security assessment was conducted internally
6/01/2021	ISONTI WWPS	Vandalism of Pumpstation	CAS 45/01/2021	MZANSI SECURITY SERVICES	"WATER SERVICES AREA NORTH	Still not finalised	Reported to Mzinto SAPS
21/01/2021	PENNINGTON & UMDONI	Vandilism and Cable theft	CAS 70/1/2021	NO GUARDS ON SITE	"WATER SERVICES AREA NORTH	Still under SAPS Investigation	Reported to Scottburgh SAPS
16/02/2021	ISONTI PUMP STATION	Vandalism of Pumpstation	CAS 211/2/2021	MZANSI SECURITY SERVICES	"WATER SERVICES AREA NORTH	Matter was reported by Electrical unit in Area North and is still on invistigation by SAPS	Reported to Mzinto SAPS
17/02/2021	BAZINI RESERVOIR	Vandalism of Telemetry	CAS 120/2/2021	NO GUARDS ON SITE	"WATER SERVICES AREA NORTH	Case still on investigation	Reported to Harding SAPS
01/03/2021	ALBERSVILLE	Vandalism of Reservoirs	CAS 7/3/2021	NO GUARDS ON SITE	"WATER SERVICES AREA NORTH	Electrical Unit and Security services reported the case to Port Shepstone Police Station	Reported to Portshepstone SAPS
05/03/2021	KWA-MADLALA PUMPSTATION	Vandalism Pump station	Cas 404/3/2021	NO GUARDS ON SITE	"WATER SERVICES AREA NORTH	Case still under investigation	Reported to Portshepstone SAPS
05/03/2021	IZOTSHA PUMP STATION	Vandalism Pump station	Cas 405/03/2021	NO GUARDS ON SITE	WATER SERVICES AREA SOUTH	Case still under investigation	Reported to Portshepstone SAPS
05/04/2021	KWA-NZIMAKWE	Vandalism - and removal of chamber & valves	Waiting CAS NUMBER	NO GUARDS ON SITE	WATER SERVICES	Case still under investigation	waiting case Number
13/04/2021	PORT SHEPSTONE NO. 8 BANNERS REST PUMP STATION	VANDALISM OF PUMPSTATION	Cas no: 405/4/2021	NO GUARDS ON SITE	WATER SERVICES	Case still under investigation	Reported to Portshesptone SAPS
29/04/2021		VANDALISM OF PUMPSTATION	IR146 27000/04/2021	NO GUARDS ON SITE	WATER SERVICES	Case still under investigation	Reported to Port Edward SAPS