

MOTSWAKO - EXECUTIVE SUMMARY

Investigation Results - Background Searches	
Summary of Major Findings & Conclusions	Recommendations
<p>We did not note any adverse information during when conducting the background searches.</p>	<p>Based on our findings, we do not make any recommendations.</p>

Investigation Results - Procurement Processes	
Summary of Major Findings & Conclusions	Recommendations
<p>Based on our investigation we determined:</p> <ul style="list-style-type: none"> ✘ Prior to the appointment of Motswako, PRASA had leased printers from Datacentrix on a 3-year contract. These printers were later capitalised. ✘ We noted non-compliance to section 9.5 of the SCM Policy in that there was no Bid Specification Committee 	<ul style="list-style-type: none"> ✘ We recommend that the Motswako appointment be condoned following the outcome of this National Treasury investigation as no bidders were prejudiced with the processes followed. ✘ It was not within our scope to investigate where documentation is, or who is directly responsible for the delay in providing the documentation and data, or for

(BSC) in place, nor was the bid specification compiled or reviewed by a BSC.

- ✘ We also noted that the criteria applied in evaluating and adjudicating the bids were not the same as those indicated in the original bid documentations.
- ✘ Motswako was the only bidder who scored above 75% and was therefore the only qualifying bidder.
- ✘ Montana approved the recommendation to appoint Motswako for:
 - **R43 105 104** - Maintenance of existing and new printers.
 - **R29 064 855** - Purchasing of new printers.
- ✘ An Internal Audit Report declared the Motswako contract irregular in October 2015, based on the BSC and evaluation criteria issues as noted and discussed above.
- ✘ In March 2016, a request to condone the appointment of Motswako was approved during a Steering-Committee meeting.
- ✘ The Auditor-General reported on the invalidity of the

misplacing / destroying / losing the documentation / data. The PRASA Board should investigate the root causes for the delay or omission in providing the required data / documentation; and act accordingly.

<p>condonation of the Motswako contract, since the contract was still under investigation by the National Treasury. The condonation was therefore placed on hold, pending the outcome of this investigation.</p> <ul style="list-style-type: none"> ✘ We conclude that the appointment of Motswako was irregular. ✘ We would however, recommend that the Motswako appointment be condoned following the outcome of the National Treasury investigation as no bidders were prejudiced with the processes followed. ✘ There is a lack of proper record keeping in PRASA to ensure that complete, relevant and accurate information is accessible and available to support the processes followed. 	
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Investigation Results - Payment Verification	
Summary of Major Findings & Conclusions	Recommendations
<ul style="list-style-type: none"> ✘ Based on our investigation on the invoices and payments we can conclude that Motswako was paid in line with their contract terms and contract value. 	<ul style="list-style-type: none"> ✘ Based on our findings, we do not make any recommendations.

✕ No over expenditure was noted	
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