



### **Notice of amendment to Contract PSC.2007/003**

In terms of the Municipal Finance Management Act Section 116(3)(i) and

(ii) Notice is hereby given for the proposed amendment of the contract listed

Below: - Contract Number PSC.2007/003, awarded on 14 February 2008 to Ninham Shand (Pty) Ltd (subsequently changed to Aurecon).

#### **Project Name**

Professional Services Contract for the Design and Construction Supervision of the Ohlanga Sewage

#### **Transfer Scheme.**

Original Contract Scope The professional services contract includes the Design and Construction Supervision of the Ohlanga Sewage Transfer Scheme which includes a pump station, rising main and outfall sewer, to be constructed under a single contract with mechanical and electrical equipment as a separate contract.

Current Contract Authority Value R14 950 000, 00.

#### Reasons for amendment

The civil construction contract has been beset with many problems mostly labour related and the pipe manufacturer being liquidated and this has led to an increase in contract price and time for completion.

As the Professional Services Contract amount is directly related to construction cost and time there is a consequential increase in the Professional Services Contract amount.

Work on the civil construction is nearing completion and supervision of the work by Aurecon is required. It would not be in interest of the City to change Contractors at this stage, as Aurecon have all the in-house knowledge of the construction and re-advertising and appointing a new firm would delay matters by at least 6 months and incur significant increased cost for the

City.

Amended Contract Value – R15 950 000.00 for final completion due in March 2015. Affected parties must submit representations not later than 21st March 2014 addressed to The City Manager, 6th Floor, City Engineers Building, 166 K.E. Masinga Road, Durban. For enquiries: Mr. P. vos Brandis on 031 311 8658; email: peter.brandis@durban.gov.za

*Sibusiso Sithole*

*City Manager*

