



MINISTRY OF ENERGY
REPUBLIC OF SOUTH AFRICA

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Memorandum from the Parliamentary Office

★196. Mr M M Dlamini (EFF) to ask the Minister of Energy:

How much of the R200 million allocated for the Nuclear Build Programme has her department spent on the procurement of advisory services and (b) which service providers were appointed?

NO2014E

Reply:

In December 2015 Cabinet approved that the Department should issue the Request for Proposals for 9600MW nuclear programme to the market. We will test the market to ascertain the actual cost of the modern nuclear power plants to ensure that the procurement is implemented at a scale and pace that our country can afford.

The procurement of the advisory services to the amount allocated is earmarked for the entire 2016/17 financial year for Government to be advised on procurement; programme and contract management as per the approved APP 2016/17. This is an on-going activity for this financial year.

The Department continues to engage various services providers on prior to completing its work for the financial year. In this regard various services providers covering programme management resources; information technology and security; financial management; legal compliance; technical advisory; commercial and supply chain management. The service providers are Mahlako-A-Phahla Investments for advisory purposes for a contract to the

extent of R20 million of which R10.1million has been paid by 31 July 2016 and Empire Technology for project management systems to the value of R171 million for a period of two years of which an amount of R22.8 million had been paid by 31 July 2016.

The nuclear new build programme is the central feature of our energy mix and forms part of our strategy to reduce the greenhouse gas emissions and to ensure the security of electricity supply.