CAPE TOWN INTERNATIONAL CONVENTION CENTRE

INTENTION TO AWARD A CONTRACT FOR THE APPOINTMENT OF THE PROVISION OF SHORT-TERM CASH MANAGEMENT SERVICE PROVIDER FOR A PERIOD OF FIVE YEARS.

INFORMATION STATEMENT

INTRODUCTION

In accordance with section 33 (1)(a) of the Municipal Finance Management Act (No.56 of 2003) (MFMA) and section 21A of the Municipal Systems Act, the CAPE TOWN INTERNATIONAL CONVENTION CENTRE (the "CTICC") hereby makes public its intention to award the following contract:

- Contract for the provision of short-term cash management service.

The contract mentioned above is for a period of five (5) years from 01 July 2026 to 30 June 2031 and are based on the requirement of tender document number CTICC 006/2026 which is available for inspection at the address as shown below.

BACKGROUND

A public tender has been completed in accordance with the CTICC's Supply Chain Management (SCM) policy and the requirements of the MFMA for the appointment of a service provider for the provision of short-term cash management service services for a five-year period commencing 1 July 2026 for the CTICC.

The CTICC's existing three (3) year contract with ANDISA CAPITAL (PTY) LTD expires on 30 June 2026.

Tenders received were subject to stringent and thorough tender evaluation in terms of the CTICC's SCM policy and the MFMA.

THE CTICC's OBLIGATIONS IN TERMS OF THE PROPOSED CONTRACT

- The Cape Town International Convention Centre (CTICC) require the services of a financial services provider with a specific focus on Treasury and Risk Management services.
- The primary objective will be to maintain favourable liquidity, ensuring security of funds while optimising the return on the investment.
- It would be preferred for the service provider to serve as an agent between the CTICC and the bank, thus allowing for transparency. In addition, all investments made by the financial service provider on behalf of the CTICC must be in accordance with the CTICC Investment policy and with National Treasury's investment regulations.
- The services performed should include:
    - execution of all transactions as per provisions of the CTICC Investment Policy.
    - management of interest rate risk according to the provisions of the CTICC Investment Policy.

- management of counterparty exposure according to the provisions of the CTICC Investment Policy.
- management of bank relationships risk according to the provisions of the CTICC Investment Policy.
- management of treasury operational risk according to the provisions of the CTICC Investment Policy.

- Other indirect services should include as follows:
  - daily reconciliation of the relevant treasury accounts.
  - ensuring liquidity for operational funding requirements.
  - confirmation of transactions with counterparties.
  - settlement of transactions with counterparties.
  - reporting on investment activities - portfolio, balance sheet and income statement.
  - attendance of treasury meetings.
  - making documentation and information available to Internal and/or External Auditors.
  - providing recommendations to the CFO with regards to this Policy.
  - providing entries for accounting purposes if/when required.
- All services mentioned above would be for a five (5) year period.
- To pay the rates in accordance with the pricing schedules in the tender document.
- To ensure that the necessary funds are provided for in the CTICC's annual operating budget to fund the rate charges, for the duration of the contract period.

FINANCIAL IMPLICATIONS

The financial impact of entering this contract for the periods stipulated above is as follows:

	YEAR 1 2026/2027	YEAR 2 2027/2028	YEAR 3 2028/2029	YEAR 4 2029/2030	YEAR 5 2030/2031	TOTAL COST
Cost (excl. VAT)	R252 000	R260 280	R268 800	R277 560	R286 680	**R1 345 320**

SECTION 33 OF THE MFMA: CONTRACT HAVING FUTURE BUDGETARY IMPLICATIONS

1) *A municipality may enter into a contract which will impose financial obligations on the municipality beyond a financial year, but if the contract will impose financial obligations on the municipality beyond the three years covered in the annual budget for that financial year, it may do so only if: -*

a) The municipal manager, at least 60 days before the meeting of the municipal council at which the contract is to be approved –

i) Has, in accordance with section 21A of the Municipal Systems Act –

(aa) made public the draft contract and an information statement summarising the municipality's obligations in terms of the proposed contract; and

(bb) invited the local community and other interested parties to submit to the municipality comments and representation in respect of the proposed contract; and

ii) Has solicited the views and recommendations of –

(aa) the National Treasury and the relevant provincial treasury;

(bb) the national department responsible for local government; and

(cc) if the contract involves the provision of water, sanitation, electricity, or any other service as may be prescribed, the responsible national department;

b) The municipal council has taken into account –

i) The municipality's projected financial obligations in terms of the proposed contract for each financial year covered by the contract;
ii) The impact of those financial obligations on the municipality's future municipal tariffs and revenue;
iii) Any comments or representations on the proposed contract received from the local community and other interested parties; and
iv) Any written views and recommendations on the proposed contract by the National Treasury, the relevant provincial treasury, the national department responsible for local government and any national department referred to in paragraph (a)(ii)(cc); and

c) The municipal council has adopted a resolution in which –
i) It determines that the municipality will secure a significant capital investment or will derive a significant financial economic or financial benefit from the contract;
ii) It approves the entire contract exactly as it is to be executed; and
iii) It authorises the municipal manager to sign the contract on behalf of the municipality.

INVITATION FOR PUBLIC COMMENT

The CTICC invites written comments or representations from the public, National Treasury and Western Cape Provincial Treasury in respect of the proposed contract for the appointment of a service provider for the provision of short-term cash management service for the CTICC.

Any person requiring assistance in transcribing its comments or representations may communicate with the CTICC Supply Chain Unit (Tel no: 021 410 5000), 1 Lower Long Street, Convention Square, Foreshore, Cape Town.

Only relevant comments and representations will be considered.

The tender offers from ANDISA CAPITAL (Pty) Ltd is available for inspection at the CTICC's reception desks as per address shown below or online @ https://www.cticc.co.za/supplier/cticc-tenders-rfqs/ click on bid conditions.

Written comments should be directed to: SCM Manager and handed in at the addresses below:

PHYSICAL ADDRESS – CTICC 1: *1 LOWER LONG STREET, CONVENTION SQUARE, FORESHORE, CAPE TOWN*
PHYSICAL ADDRESS – CTICC 2: *CORNER OF HEERENGRACHT AND RUA BARTHOLOMEU DIAS, CONVENTION SQUARE, FORESHORE, CAPE TOWN*

or e-mailed to procurement@cticc.co.za

The closing date for receipt of comments or representations is **15 June 2026.**

Any enquiries relating to the above should be directed CTICC Supply Chain Unit (Tel no: 021 410 5000), 1 Lower Long Street, Convention Square, Foreshore, Cape Town.