

GREATER TZANEEN MUNICIPALITY



SUPPLY CHAIN MANAGEMENT UNIT

DESCRIPTION: SUPPLY AND DELIVERY OF TRAFFIC UNIFORM

QUOTE NO: SCMUQ 01-2021

NAME OF BIDDER:

BID AMOUNT: R..... Vat Incl

AMOUNT IN WORDS

.....RAND

CLOSING DATE: 19 MARCH 2021 @ 12H00

SCMUQ 01/2021

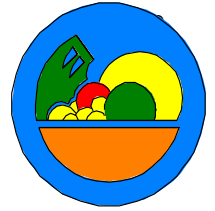
TABLE OF CONTENTS

SECTION	A		QUOTATION NOTICE	2
SECTION	B		FORM OF BID	3
SECTION	C		AUTHORITY FOR SIGNATORY	4
SECTION	D		GENERAL CONDITIONS OF CONTRACT	5-19
SECTION	E		SPECIFICATIONS	20-20
SECTION	F		INFORMATION REQUIRED FOR BID EVALUATION PURPOSES	21-21
SECTION	G	MBD 2	TAX CLEARANCE REQUIREMENTS	22-22
SECTION	H	MBD 4	DECLARATION FORM	23-24
SECTION	I	MBD 6.1	PREFERENCE POINTS CLAIM FORM IN TERMS OF THE PREFERENTIALPROCUREMENT REGULATIONS 2001-PURCHASES	25-30
SECTION	J	MBD6.2	PREFERENCE POINTS CLAIM FORM IN TERMS OF THE PREFERENTIAL POCUREMENT REGULATIONS 2001 PROMOTION OF ENTERPRISES LOCATED IN A GREATER TZANEEN MUNICIPAL AREA	31-34
SECTION	K	MBD 7.1	CONTRACT FORM-PURCHASE OF GOODS/WORKS	35-36
SECTION	L	MBD 7.2	CONTRACT FORM-RENDERING OF SERVICES	37-38
SECTION	M	MBD 8	DECLARATION OF BIDDER'S PAST SUPPLY CHAIN MANAGEMENT PRACTICE	39-41



GREATER TZANEEN MUNICIPALITY

GROTER TZANEEN MUNISIPALITEIT



SUPPLY CHAIN MANAGEMENT UNIT DEPARTMENT: COMMUNITY SERVICES

QUOTE DESCRIPTION: SUPPLY AND DELIVERY OF TRAFFIC UNIFORM

QUOTE NO : SCMUQ 01/2021

Quotations are hereby invited from interested service providers for supply and delivery of traffic uniform. Bid documents are obtainable **on Greater Tzaneen municipality website**. *NB: No bid document will be sold at the municipality.

Interested bidders must attach proof of the following documents to avoid disqualification:

CSD report (not older than 3 months), certified copies of ID's for all directors of the company, statement of municipal rates and taxes for both company and directors appearing in the CK (not older than 3 months)/ letter from traditional authority not older than 3 months for the company and the directors/ lease agreement with 3 months proof of payment not exceeding 3 months, valid Tax Clearance or Tax pin, certified or original B-BBEE certificate (combined BBEE certificate if Joint Venture) / Sworn affidavit, signed joint venture agreement in case of a joint venture companies, initial every page of the bid document.

Bidders must sanitise/ wear gloves when preparing their bid document. Completed bid documents with attachments (supporting documents) must be wrapped in a sealed envelope and be deposited into Greater Tzaneen Municipality bid box, Civic Centre, Agatha Street, marked as Bid No: **SCMUQ 01/2021, Postal address and contact details of the bidder.**

Bid document will be available on the date of advert.

Closing date: 19 March 2021 @ 12:00. Public bid opening will be held at the Council Chambers immediately after closing.

EVALUATION OF QUOTES

N.B: This quote will be evaluated in two stages: first stage will be based on Local Content; And the second stage in accordance with the Preference Point system. First Stage of Evaluation: All responses (quotations) that will not meet the required minimum threshold for local content as stipulated in the specification and or less than will be disqualified. Second Stage of Evaluation: The 80/20 Preference point scoring system, where 80 points will be allocated for price only and 20 points will be allocated based on the Broad Based Black Economic Empowerment (B-BBEE) status level of contributor.

BIDDERS SHALL TAKE NOTE OF THE FOLLOWING BID CONDITIONS

- Greater Tzaneen Municipality Supply Chain Management Policy will apply;
- Broad Based Black Economic Empowerment (B-BBEE) Act will apply;
- Greater Tzaneen Municipality does not bind itself to accept the lowest or any bid and reserves the right to accept the whole or part of the bid;
- Council reserves the right to negotiate further conditions and requirements with the successful Bidder;
- Council reserves the right not to appoint;
- Shortlisted bidders will be called to submit samples;
- No bidder will be appointed if they are not registered in Central Supplier Database;
- Contract period: once off;
- Council have the right to appoint more than one bidder;
- Bids which are late, incomplete, unsigned, faxed or emailed will not be accepted.

Technical enquiries should be directed to Mr. R. Mothlape @ 083 439 5364

Administrative enquiries must be directed to Ms. M. Mpyana @ 015 307 8091/ 082 924 7704

Mr. B.S. Matlala
Municipal Manager
Greater Tzaneen Municipality

SECTION B
FORM OF BID

SCMUQ 01/2021

I/We the undersigned: Quote for an amount of R VAT Inclusive
Quote to supply and deliver to the greater Tzaneen municipality all or any of the supplies and to
render all the articles, goods, material, services or the like described both in this and the other
schedules to this contract. All quotations shall be based on NET prices, which include delivery
costs and any additional levies including vat

1. Name of Company: _____
2. Country or Origin of goods: _____
3. Maximum period required for the delivery of the goods/services as from the date of the Order:

I the undersigned hereby acknowledge that I am fully informed and conversant with the
particulars and conditions as contained in the document, and agree to supply and deliver the
items in accordance with this contract and subject to the price schedule.

SIGNATURE OF AUTHORIZED
PERSON TO SINGN QUOTE

ID NUMBER OF AUTHORISED
PERSON TO SINGN QUOTE

TEL. NO

NAME OF FIRM

FAX NO.

CONTACT PERSON

CELL NO.

POSITION OF SIGNATORY

PHYSICAL ADDRESS: _____

ADDRESS _____

E-MAIL ADDRESS

SECTION C

AUTHORITY FOR SIGNATORY

Details of person responsible for bidding process

Name _____

Contact number _____

Address of office submitting bid _____

Telephone _____

Fax no _____

E-mail address _____

AUTHORITY FOR SIGNATORY

Signatories for close corporation and companies shall conform to their authority by attaching to this form a duly signed and dated copy of the relevant resolution of their members or their board of directors, as the case may be.

An example for a company is shown below:

“By resolution of the board of director(s) passed on ____/____/20____

Mr/Mrs. _____

Has been duly authorized to sign all documents in connection with the bid for

Contract_____ No_____

And any Contract, which may arise there from on behalf of

Signed on behalf of the company:

In his capacity as:

_____ Date: ____/____/ 20____

Signature of signatory

As witness:

1. NAME _____ Date ____/____/ 20____

Signature

2. NAME _____ Date ____/____/ 20____

Signature

SECTION D

GENERAL CONDITIONS OF CONTRACT



GENERAL CONDITIONS OF CONTRACT
THE NATIONAL TREASURY
REPUBLIC OF SOUTH AFRICA

GOVERNMENT PROCUREMENT: GREATER TZANEEN MUNICIPALITY

GENERAL CONDITIONS OF CONTRACT JULY 2017

The purpose of this document is to:

- (i) Draw special attention to certain general conditions applicable to government bids, contracts and orders; and
 - (ii) To ensure that clients be familiar with regard to the rights and obligations of all parties involved in doing business with government. In this document words in the singular also mean in the plural and vice versa and words in the masculine also mean in the feminine and neuter.
- The General Conditions of Contract will form part of all bid documents and may not be amended.
 - Special Conditions of Contract (SCC) relevant to a specific bid, should be compiled separately for every bid (if (applicable) and will supplement the General Conditions of Contract. Whenever there is a conflict, the provisions in the SCC shall prevail.

TABLE OF CLAUSES

1. Definitions
2. Application
3. General
4. Standards
5. Use of contract documents and information; inspection
6. Patent rights
7. Performance security
8. Inspections, tests and analysis
9. Packing
10. Delivery and documents
11. Insurance
12. Transportation
13. Incidental services
14. Spare parts
15. Warranty
16. Payment
17. Prices
18. Contract amendments
19. Assignment
20. Subcontracts
21. Delays in the supplier's performance
22. Penalties
23. Termination for default
24. Dumping and countervailing duties
25. Force Majeure
26. Termination for insolvency
27. Settlement of disputes
28. Limitation of liability
29. Governing language
30. Applicable law
31. Notices
32. Taxes and duties
33. National Industrial Participation Programme (NIPP)
34. Prohibition of restrictive practices

DEFINITIONS

The following terms shall be interpreted as indicated:

- 1.1 "Closing time" means the date and hour specified in the bidding documents for the receipt of bids.
- 1.2 "Contract" means the written agreement entered into between the purchaser and the supplier, as recorded in the contract form signed by the parties, including all attachments and appendices thereto and all documents incorporated by reference therein.
- 1.3 "Contract price" means the price payable to the supplier under the contract for the full and proper performance of his contractual obligations.
- 1.4 "Corrupt practice" means the offering, giving, receiving, or soliciting of anything of value to influence the action of a public official in the procurement process or in contract execution.
- 1.5 "Countervailing duties" are imposed in cases where an enterprise abroad is subsidized by its government and encouraged to market its products internationally.
- 1.6 "Country of origin" means the place where the goods were mined, grown or produced or from which the services are supplied. Goods are produced when, through manufacturing, processing or substantial and major assembly of components, a commercially recognized new product results that is substantially different in basic characteristics or in purpose or utility from its components.
- 1.7 "Day" means calendar day.
- 1.8 "Delivery" means delivery in compliance of the conditions of the contract or order.
- 1.9 "Delivery ex stock" means immediate delivery directly from stock actually on hand.
- 1.10 "Delivery into consignees store or to his site" means delivered and unloaded in the specified store or depot or on the specified site in compliance with the conditions of the contract or order, the supplier bearing all risks and charges involved until the supplies are so delivered and a valid receipt is obtained.
- 1.11 "Dumping" occurs when a private enterprise abroad market its goods on own initiative in the RSA at lower prices than that of the country of origin and which have the potential to harm the local industries in the RSA.
- 1.12 "Force majeure" means an event beyond the control of the supplier and not involving the supplier's fault or negligence and not foreseeable. Such events may include, but is not restricted to, acts of the purchaser in its sovereign capacity, wars or revolutions, fires, floods, epidemics, quarantine restrictions and freight embargoes.
- 1.13 "Fraudulent practice" means a misrepresentation of facts in order to influence a procurement process or the execution of a contract to the detriment of any bidder, and includes collusive practice among bidders (prior to or after bid submission) designed to

establish bid prices at artificial non-competitive levels and to deprive the bidder of the benefits of free and open competition.

- 1.14 "GCC" means the General Conditions of Contract.
- 1.15 "Goods" means all of the equipment, machinery, and/or other materials that the supplier is required to supply to the purchaser under the contract.
- 1.16 "Imported content" means that portion of the bidding price represented by the cost of components, parts or materials which have been or are still to be imported (whether by the supplier or his subcontractors) and which costs are inclusive of the costs abroad, plus freight and other direct importation costs such as landing costs, dock dues, import duty, sales duty or other similar tax or duty at the South African place of entry as well as transportation and handling charges to the factory in the Republic where the supplies covered by the bid will be manufactured.
- 1.17 "Local content" means that portion of the bidding price which is not included in the imported content provided that local manufacture does take place.
- 1.18 "Manufacture" means the production of products in a factory using labour, materials, components and machinery and includes other related value-adding activities.
- 1.19 "Order" means an official written order issued for the supply of goods or works or the rendering of a service.
- 1.20 "Project site," where applicable, means the place indicated in bidding documents.
- 1.21 "Purchaser" means the organization purchasing the goods.
- 1.22 "Republic" means the Republic of South Africa.
- 1.23 "SCC" means the Special Conditions of Contract.
- 1.24 "Services" means those functional services ancillary to the supply of the goods, such as transportation and any other incidental services, such as installation, commissioning, provision of technical assistance, training, catering, gardening, security, maintenance and other such obligations of the supplier covered under the contract.
- 1.25 "Written" or "in writing" means handwritten in ink or any form of electronic or mechanical writing.

2. APPLICATION

- 2.1 These general conditions are applicable to all bids, contracts and orders including bids for functional and professional services, sales, hiring, letting and the granting or acquiring of rights, but excluding immovable property, unless otherwise indicated in the bidding documents.
- 2.2 Where applicable, special conditions of contract are also laid down to cover specific supplies, services or works.
- 2.3 Where such special conditions of contract are in conflict with these general conditions, the special conditions shall apply.

3. GENERAL

- 3.1 Unless otherwise indicated in the bidding documents, the purchaser shall not be liable for any expense incurred in the preparation and submission of a bid. Where applicable a non-refundable fee for documents may be charged.
- 3.2 With certain exceptions, invitations to bid are only published in the Government Tender Bulletin. The Government Tender Bulletin may be obtained directly from the Government Printer, Private Bag X85, Pretoria 0001, or accessed electronically from www.treasury.gov.za

4. STANDARDS

- 4.1 The goods supplied shall conform to the standards mentioned in the bidding documents and specifications.

5. USE OF CONTRACT DOCUMENTS AND INFORMATION; INSPECTION.

- 5.1 The supplier shall not, without the purchaser's prior written consent, disclose the contract, or any provision thereof, or any specification, plan, drawing, pattern, sample, or information furnished by or on behalf of the purchaser in connection therewith, to any person other than a person employed by the supplier in the performance of the contract. Disclosure to any such employed person shall be made in confidence and shall extend only as far as may be necessary for purposes of such performance.
- 5.2 The supplier shall not, without the purchaser's prior written consent, make use of any document or information mentioned in GCC clause
 - 5.2.1 Except for purposes of performing the contract.
- 5.3 Any document, other than the contract itself mentioned in GCC clause

5.3.1 Shall remain the property of the purchaser and shall be returned (all copies) to the purchaser on completion of the supplier's performance under the contract if so required by the purchaser.

5.4 The supplier shall permit the purchaser to inspect the supplier's records relating to the performance of the supplier and to have them audited by auditors appointed by the purchaser, if so required by the purchaser.

6. PATENT RIGHTS

6.1 The supplier shall indemnify the purchaser against all third-party claims of infringement of patent, trademark, or industrial design rights arising from use of the goods or any part thereof by the purchaser.

7. PERFORMANCE SECURITY

7.1 Within thirty (30) days of receipt of the notification of contract award, the successful bidder shall furnish to the purchaser the performance security of the amount specified in SCC.

7.2 The proceeds of the performance security shall be payable to the purchaser as compensation for any loss resulting from the supplier's failure to complete his obligations under the contract.

7.3 The performance security shall be denominated in the currency of the contract or in a freely convertible currency acceptable to the purchaser and shall be in one of the following forms:

- (a) A bank guarantee or an irrevocable letter of credit issued by a reputable bank located in the purchaser's country or abroad, acceptable to the purchaser, in the form provided in the bidding documents or another form acceptable to the purchaser; or
- (b) A cashier's or certified cheque

7.4 The performance security will be discharged by the purchaser and returned to the supplier not later than thirty (30) days following the date of completion of the supplier's performance obligations

8. INSPECTIONS, TESTS AND ANALYSES

8.1 All pre-bidding testing will be for the account of the bidder.

8.2 If it is a bid condition that supplies to be produced or services to be rendered should at any stage during production or execution or on completion be subject to inspection, the premises of the bidder or contractor shall be open, at all reasonable hours, for inspection by a representative of the Department or an organization acting on behalf of the Department.

8.3 If there are no inspection requirements indicated in the bidding documents and no mention is made in the contract, but during the contract period it is decided that inspections shall be

carried out, the purchaser shall itself make the necessary arrangements, including payment arrangements with the testing authority concerned.

- 8.4 If the inspections, tests and analyses referred to in clauses 8.2 and 8.3 show the supplies to be in accordance with the contract requirements, the cost of the inspections, tests and analyses shall be defrayed by the purchaser.
- 8.5 Where the supplies or services referred to in clauses 8.2 and 8.3 do not comply with the contract requirements, irrespective of whether such supplies or services are accepted or not, the cost in connection with these inspections, tests or analyses shall be defrayed by the supplier.
- 8.6 Supplies and services which are referred to in clauses 8.2 and 8.3 and which do not comply with the contract requirements may be rejected.
- 8.7 Any contract supplies may on or after delivery be inspected, tested or analyzed and may be rejected if found not to comply with the requirements of the contract. Such rejected supplies shall be held at the cost and risk of the supplier who shall, when called upon, remove them immediately at his own cost and forthwith substitute them with supplies which do comply with the requirements of the contract. Failing such removal the rejected supplies shall be returned at the suppliers cost and risk. Should the supplier fail to provide the substitute supplies forthwith, the purchaser may, without giving the supplier further opportunity to substitute the rejected supplies, purchase such supplies as may be necessary at the expense of the supplier.
- 8.8 The provisions of clauses 8.4 to 8.7 shall not prejudice the right of the purchaser to cancel the contract on account of a breach of the conditions thereof, or to act in terms of Clause 23 of GCC.

9. PACKING

- 9.1 The supplier shall provide such packing of the goods as is required to prevent their damage or deterioration during transit to their final destination, as indicated in the contract. The packing shall be sufficient to withstand, without limitation, rough handling during transit and exposure to extreme temperatures, salt and precipitation during transit, and open storage. Packing, case size and weights shall take into consideration, where appropriate, the remoteness of the goods' final destination and the absence of heavy handling facilities at all points in transit.
- 9.2 The packing, marking, and documentation within and outside the packages shall comply strictly with such special requirements as shall be expressly provided for in the contract, including additional requirements, if any, specified in SCC, and in any subsequent instructions ordered by the purchaser.

10. DELIVERY AND DOCUMENTS

10.1 Delivery of the goods shall be made by the supplier in accordance with the terms specified in the contract. The details of shipping and/or other documents to be furnished by the supplier are specified in SCC.

10.2 Documents to be submitted by the supplier are specified in SCC.

11. INSURANCE

11.1 The goods supplied under the contract shall be fully insured in a freely convertible currency against loss or damage incidental to manufacture or acquisition, transportation, storage and delivery in the manner specified in the SCC.

12. TRANSPORTATION

12.1 Should a price other than an all-inclusive delivered price be required, this shall be specified in the SCC.

13. INCIDENTAL SERVICES

13.1 The supplier may be required to provide any or all of the following services, including additional services, if any, specified in SCC:

- (a) Performance or supervision of on-site assembly and/or commissioning of the supplied goods;
- (b) Furnishing of tools required for assembly and/or maintenance of the supplied goods;
- (c) Furnishing of a detailed operations and maintenance manual for each appropriate unit of the supplied goods;
- (d) Performance or supervision or maintenance and/or repair of the supplied goods, for a period of time agreed by the parties, provided that this service shall not relieve the supplier of any warranty obligations under this contract; and
- (e) Training of the purchaser's personnel, at the supplier's plant and/or on-site, in assembly, start-up, operation, maintenance, and/or repair of the supplied goods.

13.2 Prices charged by the supplier for incidental services, if not included in the contract price for the goods, shall be agreed upon in advance by the parties and shall not exceed the prevailing rates charged to other parties by the supplier for similar services.

14. SPARE PARTS

14.1 As specified in SCC, the supplier may be required to provide any or all of the following materials, notifications, and information pertaining to spare parts manufactured or distributed by the supplier:

- (a) such spare parts as the purchaser may elect to purchase from the supplier, provided that this election shall not relieve the supplier of any warranty obligations under the contract; and
- (b) In the event of termination of production of the spare parts:
 - (i) Advance notification to the purchaser of the pending termination, in sufficient time to permit the purchaser to procure needed requirements; and
 - (ii) Following such termination, furnishing at no cost to the purchaser, the blueprints, drawings, and specifications of the spare parts, if requested.

15. WARRANTY

- 15.1 The supplier warrants that the goods supplied under the contract are new, unused, of the most recent or current models and those they incorporate all recent improvements in design and materials unless provided otherwise in the contract. The supplier further warrants that all goods supplied under this contract shall have no defect, arising from design, materials, or workmanship (except when the design and/or material is required by the purchaser's specifications) or from any act or omission of the supplier, that may develop under normal use of the supplied goods in the conditions prevailing in the country of final destination.
- 15.2 This warranty shall remain valid for twelve (12) months after the goods, or any portion thereof as the case may be, have been delivered to and accepted at the final destination indicated in the contract, or for eighteen (18) months after the date of shipment from the port or place of loading in the source country, whichever period concludes earlier, unless specified otherwise in SCC.
- 15.3 The purchaser shall promptly notify the supplier in writing of any claims arising under this warranty.
- 15.4 Upon receipt of such notice, the supplier shall, within the period specified in SCC and with all reasonable speed, repair or replace the defective goods or parts thereof, without costs to the purchaser.
- 15.5 If the supplier, having been notified, fails to remedy the defect(s) within the period specified in SCC, the purchaser may proceed to take such remedial action as may be necessary, at the supplier's risk and expense and without prejudice to any other rights which the purchaser may have against the supplier under the contract.

16. PAYMENT

- 16.1 The method and conditions of payment to be made to the supplier under this contract shall be specified in SCC.
- 16.2 The supplier shall furnish the purchaser with an invoice accompanied by a copy of the delivery note and upon fulfilment of other obligations stipulated in the contract.

16.3 Payments shall be made promptly by the purchaser, but in no case later than thirty (30) days after submission of an invoice or claim by the supplier.

16.4 Payment will be made in Rand unless otherwise stipulated in SCC.

17. PRICES

17.1 Prices charged by the supplier for goods delivered and services performed under the contract shall not vary from the prices quoted by the supplier in his bid, with the exception of any price adjustments authorized in SCC or in the purchaser's request for bid validity extension, as the case may be.

18. CONTRACT AMENDMENTS

18.1 No variation in or modification of the terms of the contract shall be made except by written amendment signed by the parties concerned.

19. ASSIGNMENT

19.1 The supplier shall not assign, in whole or in part, its obligations to perform under the contract, except with the purchaser's prior written consent.

20. SUBCONTRACTS

20.1 The supplier shall notify the purchaser in writing of all subcontracts awarded under these contracts if not already specified in the bid. Such notification, in the original bid or later, shall not relieve the supplier from any liability or obligation under the contract.

21. DELAYS IN THE SUPPLIER'S PERFORMANCE

21.1 Delivery of the goods and performance of services shall be made by the supplier in accordance with the time schedule prescribed by the purchaser in the contract.

21.2 If at any time during performance of the contract, the supplier or its subcontractor(s) should encounter conditions impeding timely delivery of the goods and performance of services, the supplier shall promptly notify the purchaser in writing of the fact of the delay, its likely duration and its cause(s). As soon as practicable after receipt of the supplier's notice, the purchaser shall evaluate the situation and may at his discretion extend the supplier's time for performance, with or without the imposition of penalties, in which case the extension shall be ratified by the parties by amendment of contract.

21.3 No provision in a contract shall be deemed to prohibit the obtaining of supplies or services from a national department, provincial department, or a local authority.

21.4 The right is reserved to procure outside of the contract small quantities or to have minor essential services executed if an emergency arises, the supplier's point of supply is not situated at or near the place where the supplies are required, or the supplier's services are not readily available.

21.5 Except as provided under GCC Clause 25, a delay by the supplier in the performance of its delivery obligations shall render the supplier liable to the imposition of penalties, pursuant to GCC Clause 22, unless an extension of time is agreed upon pursuant to GCC Clause

21.2 Without the application of penalties.

21.6 Upon any delay beyond the delivery period in the case of a supplies contract, the purchaser shall, without cancelling the contract, be entitled to purchase supplies of a similar quality and up to the same quantity in substitution of the goods not supplied in conformity with the contract and to return any goods delivered later at the supplier's expense and risk, or to cancel the contract and buy such goods as may be required to complete the contract and without prejudice to his other rights, be entitled to claim damages from the supplier.

22. PENALTIES

22.1 Subject to GCC Clause 25, if the supplier fails to deliver any or all of the goods or to perform the services within the period(s) specified in the contract, the purchaser shall, without prejudice to its other remedies under the contract, deduct from the contract price, as a penalty, a sum calculated on the delivered price of the delayed goods or unperformed services using the current prime interest rate calculated for each day of the delay until actual delivery or performance. The purchaser may also consider termination of the contract pursuant to GCC Clause 23.

23. TERMINATION FOR DEFAULT

23.1 The purchaser, without prejudice to any other remedy for breach of contract, by written notice of default sent to the supplier, may terminate this contract in whole or in part:

- (a) If the supplier fails to deliver any or all of the goods within the period(s) specified in the contract, or within any extension thereof granted by the purchaser pursuant to GCC Clause 21.2;
- (b) If the Supplier fails to perform any other obligation(s) under the contract; or
- (c) If the supplier, in the judgment of the purchaser, has engaged in corrupt or fraudulent practices in competing for or in executing the contract.

23.2 In the event the purchaser terminates the contract in whole or in part, the purchaser may procure, upon such terms and in such manner as it deems appropriate, goods, works or services similar to those undelivered, and the supplier shall be liable to the purchaser for any excess costs for such similar goods, works or services. However, the supplier shall continue performance of the contract to the extent not terminated.

23.3 Where the purchaser terminates the contract in whole or in part, the purchaser may decide to impose a restriction penalty on the supplier by prohibiting such supplier from doing business with the public sector for a period not exceeding 10 years.

23.4 If a purchaser intends imposing a restriction on a supplier or any person associated with the supplier, the supplier will be allowed a time period of not more than fourteen (14) days to provide reasons why the envisaged restriction should not be imposed. Should the supplier fail to respond within the stipulated fourteen (14) days the purchaser may regard the intended penalty as not objected against and may impose it on the supplier?

23.5 Any restriction imposed on any person by the Accounting Officer /Authority will, at the discretion of the Accounting Officer / Authority, also be applicable to any other enterprise or any partner, manager, director or other person who wholly or partly exercises or exercised or may exercise control over the enterprise of the first-mentioned person, and with which enterprise or person the first-mentioned person, is or was in the opinion of the Accounting Officer / Authority actively associated.

23.6 If a restriction is imposed, the purchaser must, within five (5) working days of such imposition, furnish the National Treasury, with the following information:

- (i) The name and address of the supplier and / or person restricted by the purchaser;
- (ii) The date of commencement of the restriction
- (iii) The period of restriction; and
- (iv) The reasons for the restriction. These details will be loaded in the National Treasury's central database of suppliers or persons prohibited from doing business with the public sector.

23.7 If a court of law convicts a person of an offence as contemplated in sections 12 or 13 of the Prevention and Combating of Corrupt Activities Act, No. 12 of 2004, the court may also rule that such person's name be endorsed on the Register for Tender Defaulters. When a person's name has been endorsed on the Register, the person will be prohibited from doing business with the public sector for a period not less than five years and not more than 10 years. The National Treasury is empowered to determine the period of restriction and each case will be dealt with on its own merits. According to section 32 of the Act the Register must be open to the public. The Register can be perused on the National Treasury website.

24. ANTI-DUMPING AND COUNTERVAILING DUTIES AND RIGHTS

24.1 When, after the date of bid, provisional payments are required, or antidumping or countervailing duties are imposed, or the amount of a provisional payment or anti-dumping or countervailing right is increased in respect of any dumped or subsidized import, the State is not liable for any amount so required or imposed, or for the amount of any such increase. When, after the said date, such a provisional payment is no longer required or any such anti-dumping or countervailing right is abolished, or where the amount of such provisional payment or any such right is reduced, any such favourable difference shall on demand be paid forthwith by the contractor to the State or the State may deduct such amounts from

moneys (if any) which may otherwise be due to the contractor in regard to supplies or services which he delivered or rendered, or is to deliver or render in terms of the contract or any other contract or any other amount which may be due to him

25. FORCE MAJEURE

25.1 Notwithstanding the provisions of GCC Clauses 22 and 23, the supplier shall not be liable for forfeiture of its performance security, damages, or termination for default if and to the extent that his delay in performance or other failure to perform his obligations under the contract is the result of an event of force majeure.

25.2 If a force majeure situation arises, the supplier shall promptly notify the purchaser in writing of such condition and the cause thereof. Unless otherwise directed by the purchaser in writing, the supplier shall continue to perform its obligations under the contract as far as is reasonably practical, and shall seek all reasonable alternative means for performance not prevented by the force majeure event.

26. TERMINATION FOR INSOLVENCY

26.1 The purchaser may at any time terminate the contract by giving written notice to the supplier if the supplier becomes bankrupt or otherwise insolvent. In this event, termination will be without compensation to the supplier, provided that such termination will not prejudice or affect any right of action or remedy which has accrued or will accrue thereafter to the purchaser.

27. SETTLEMENT OF DISPUTES

27.1 If any dispute or difference of any kind whatsoever arises between the purchaser and the supplier in connection with or arising out of the contract, the parties shall make every effort to resolve amicably such dispute or difference by mutual consultation.

27.2 If, after thirty (30) days, the parties have failed to resolve their dispute or difference by such mutual consultation, then either the purchaser or the supplier may give notice to the other party of his intention to commence with mediation. No mediation in respect of this matter may be commenced unless such notice is given to the other party.

27.3 Should it not be possible to settle a dispute by means of mediation, it may be settled in a South African court of law.

27.4 Mediation proceedings shall be conducted in accordance with the rules of procedure specified in the SCC.

27.5 Notwithstanding any reference to mediation and/or court proceedings herein,

- (a) the parties shall continue to perform their respective obligations under the contract unless they otherwise agree; and
- (b) The purchaser shall pay the supplier any monies due the supplier.

28. LIMITATION OF LIABILITY

28.1 Except in cases of criminal negligence or wilful misconduct, and in the case of infringement pursuant to Clause 6;

- (a) the supplier shall not be liable to the purchaser, whether in contract, tort, or otherwise, for any indirect or consequential loss or damage, loss of use, loss of production, or loss of profits or interest costs, provided that this exclusion shall not apply to any obligation of the supplier to pay penalties and/or damages to the purchaser; and
- (b) The aggregate liability of the supplier to the purchaser, whether under the contract, in tort or otherwise, shall not exceed the total contract price, provided that this limitation shall not apply to the cost of repairing or replacing defective equipment.

29. GOVERNING LANGUAGE

29.1 The contract shall be written in English. All correspondence and other documents pertaining to the contract that is exchanged by the parties shall also be written in English.

30. APPLICABLE LAW

30.1 The contract shall be interpreted in accordance with South African laws, unless otherwise specified in SCC.

31. NOTICES

31.1 Every written acceptance of a bid shall be posted to the supplier concerned by registered or certified mail and any other notice to him shall be posted by ordinary mail to the address furnished in his bid or to the address notified later by him in writing and such posting shall be deemed to be proper service of such notice

31.2 The time mentioned in the contract documents for performing any act after such aforesaid notice has been given, shall be reckoned from the date of posting of such notice.

32. TAXES AND DUTIES

32.1 A foreign supplier shall be entirely responsible for all taxes, stamp duties, license fees, and other such levies imposed outside the purchaser's country.

32.2 A local supplier shall be entirely responsible for all taxes, duties, license fees, etc., incurred until delivery of the contracted goods to the purchaser.

32.3 No contract shall be concluded with any bidder whose tax matters are not in order. Prior to the award of a bid the Department must be in possession of a tax clearance certificate, submitted by the bidder. This certificate must be an original issued by the South African Revenue Services.

33. NATIONAL INDUSTRIAL PARTICIPATION (NIP) PROGRAMME

33.1 The NIP Programme administered by the Department of Trade and Industry shall be applicable to all contracts that are subject to the NIP obligation.

34. PROHIBITION OF RESTRICTIVE PRACTICES

- 34.1 In terms of section 4 (1) (b) (iii) of the Competition Act No. 89 of 1998, as amended, an agreement between, or concerted practice by, firms, or a decision by an association of firms, is prohibited if it is between parties in a horizontal relationship and if a bidder (s) is / are or a contractor(s) was / were involved in collusive bidding (or bid rigging).
- 34.2 If a bidder(s) or contractor(s), based on reasonable grounds or evidence obtained by the purchaser, has / have engaged in the restrictive practice referred to above, the purchaser may refer the matter to the Competition Commission for investigation and possible imposition of administrative penalties as contemplated in the Competition Act No. 89 of 1998.

PART E



SECTION F
GREATER TZANEEN MUNICIPALITY

P.O. BOX 24
 TZANEEN, 0850

TEL: 015 307 8000
 FAX: 015 307 8049

Tropiese Paradys

SPECIFICATION TRAFFIC UNIFORM

Item 1	Step Out Trousers (Men)	LOCAL CONTENT	UNIT PRICE
Style	Weave pleated 55% Trevira 45% wool Zip fly Two plated side pockets Plain bottoms One Hip Pocket to button Large Belt loop – 70mm x 1cm loop	100%	
Colour	Traffic Fawn/Traffic Brown		
Quantity	1		
Item 2	Combat Trousers	LOCAL CONTENT	UNIT PRICE
Style	One map pocket, two side pockets and hip pockets, Stitched on creases back and front Large belt loops Draw cord in trousers legs 50% polyester and 50% cotton Traffic Fawn/ Traffic Brown	100%	
Colour	Traffic Fawn/Traffic Brown		
Quantity	1		

Item 3	Slacks (Ladies)	LOCAL CONTENT	UNIT PRICE
Style	Plain Weave Zip Fly Two slanted side pockets Waistband to button 70mm x 1cm loop	100%	

	55% Trevira and 45% wool		
Colour	Traffic Brown/ Traffic Fawn		
Quantity	1		
Item 4	Ladies Pencil Skirts	LOCAL CONTENT	UNIT PRICE
Style	Plain Weave Zip at back Button to fasten Fully lined with center slit at back 35mm x 1cm loops 55% Trevira and 45% wool	100%	
Colour	Traffic Brown/ Traffic Fawn		
Quantity	1		
Item 5	Short Sleeve Magnum shirts (Male & Female)	LOCAL CONTENT	UNIT PRICE
Style	Button closing pocket flaps Flaps on pockets with blunted corners Button through front Open/Glad neck Epaulettes to button with dummy cuffs on sleeves Stitched on creases front and down sleeves 50% Polyester and 50% cotton	100%	
Colour	Traffic Brown/ Traffic fawn		
Quantity	1		

Item 6	Long Sleeve Magnum shirts (Male & Female)	LOCAL CONTENT	UNIT PRICE
Style	Velcro closing pockets Flaps on pockets with blunted corners Epaulettes to button Button through front Stitched on creases front and down sleeves 35% Cotton and 65% polyester Traffic Brown/ Traffic fawn	100%	
Colour	Traffic Brown/ Traffic Fawn		

Quantity	1		
-----------------	---	--	--

Item 7	Short sleeve combat shirts	LOCAL CONTENT	UNIT PRICE
Style	Two patch breast pockets with flaps to button Open/Glad neck m Button through front Epaulettes to button 50% Polyester and 50% cotton	100%	
Colour	Dark Traffic Brown/ Dark Traffic Fawn		
Quantity	1		

Item 8	G – Shirts	LOCAL CONTENT	UNIT PRICE
Style	Double knit 100% cotton Eupalettes to button Surname & initials,municipal logo	100%	
Colour	Traffic Brown/ Traffic fawn		
Quantity	1		

Item 9	Jerseys (Male & Female)	LOCAL CONTENT	UNIT PRICE
Style	100% High bulk Acrylic Fully washable Medium weight 10 gauge "V" neck Mondi knit Military wide rib cuff waist band Epaulettes to button Elbow patches. Zip from top to bottom Surname & initials with municipal logo	100%	

Colour	Traffic brown/traffic fawn		
Quantity	1		

Item 10	Pullover Jerseys (Male & Female)	LOCAL CONTENT	UNIT PRICE
Style	Flat Knit Medium weight 10 gauge " V" neck Ribbed waist band Epaulettes to button Surname & initials with municipal logo	100%	
Colour	Traffic Brown/ Traffic fawn		
Quantity	1		

Item 11	Combat Caps	LOCAL CONTENT	UNIT PRICE
Style	Velcro adjustable Reinforced front badge Large Peak Embroidered with Traffic Badge Poly cotton	100%	
Colour	Dark Traffic brown/dark Traffic fawn		
Quantity	1		

Item 12	Ladies felt style flat hats	LOCAL CONTENT	UNIT PRICE
Style	SAPS type Felt Ribbon Traffic fawn	100%	
Colour	Traffic Brown/ Traffic fawn		
Quantity	1		

Item 14	Step Out Caps	LOCAL CONTENT	UNIT PRICE
Style	Royal Blue Band Fitted To Cap Brown Metal eyelets (4 Per Cap) Chrome Buttons (2 Per Cap) Fused To 5mm Foam Black Polyester Lining Lined With Clear Plastic Brown Patient Chinstrip Brown Leather Headband Old Wire Hand Embroidered 10 Leaf Spray (5 Per Side) on Brown Patent Peak Size Label Poly Wool	100%	
Colour	Traffic Bronze		
Quantity	1		
Item 15	Socks Long	LOCAL CONTENT	UNIT PRICE
Style	Bio Guard long Cushion foot 70% wool Opti fresh wool blend Cushion foot 70% wool	100%	
Colour	Traffic Brown/ Traffic fawn		
Item 16	Socks Anklet	LOCAL CONTENT	UNIT PRICE
Style	Bio Guard long Cushion foot 70% wool Opti fresh wool blend Cushion foot 70% wool	100%	
Colour	Traffic Brown/ Traffic fawn		
Quantity			
Item 17	Combat belts	LOCAL CONTENT	UNIT PRICE
Style	Quick to releases heavy duty buckle Self adjustable to size Municipal Logo On Buckle	100%	

Colour	Traffic Bronze		
Quantity	1		

Item 13	Step Out Caps	LOCAL CONTENT	UNIT PRICE
Style	Bronze Oak leaf Braid Band Brown Metal eyelets (4 Per Cap) Brown Buttons (2 Per Cap) Fused to 5mm Foam Black Polyester Lining Lined with Clear Plastic Brown Patient Chinstrip Brown Leather Headband Brown Patent Peak Size Label Poly Wool	100%	
Colour	Traffic Bronze		
Quantity	1		

Item 18	Border Patrol Belt	LOCAL CONTENT	UNIT PRICE
Style	Double Leather bonded and stitched together Basket weave finish pressed into leather Brass roller single prong buckle Billet with five punched holes Two leather loops fitted to belt Genuine leather	100%	
Colour	Traffic brown		
Quantity	1		

Item 19	Metal Badge	LOCAL CONTENT	UNIT PRICE
Style	Metal Badge With Municipal Logo	100%	
Material			
Colour			
Quantity	1		

Item 20	Combat Boots	LOCAL CONTENT	UNIT PRICE
Style	Leather and Fabric Design Double density PU/PU Sole Heat Resistant Up to 95 Degrees Celsius Eyelet Lace-Up Oil & Acid Resistant Antistatic	100%	
Colour	Walnut		
Quantity	1		

Item 21	Item 19. Step Out Shoes (Male)	LOCAL CONTENT	UNIT PRICE
Style	Lace Up Full Upper Leather Thick rubber sole Acid and oil resistant Padded inside for support and comfort Brown	100%	
Quantity	1		

Item 22	Ladies step-out Shoes	LOCAL CONTENT	AMOUNT
Style	Lace up Full upper leather Padded inside for support and comfort	100%	
Colour	Brown		
Quantity	1		

Item 23	<u>Epaulettes(Metal and Rubberised)</u>		LOCAL CONTENT	AMOUNT
Style	Plain	Quantity:	100%	
	One Stripe	Quantity:		
	One leave with one bar	Quantity:		
	Rubberized	Quantity:		
	One leave with 2 bars	Quantity:		
	Rubberized	Quantity:		
	One leave with 3 bars	Quantity:		
	Rubberized	Quantity:		
	Three leaves	Quantity:		
	Rubberized	Quantity:		
	Four Leaves	Quantity:		
	Rubberized	Quantity:		
	Five Leaves	Quantity:		
Rubberized	Quantity:			
Colour	Royal Blue			
Quantity	1			

Item 24	Geogettes		LOCAL CONTENT	AMOUNT
Style	One Leave	Quantity:	100%	
	Rubberized	Quantity:		
	Three Leaves	Quantity:		
	Rubberized	Quantity:		
	Four Leaves	Quantity:		
	Rubberized	Quantity:		
	Five Leaves	Quantity:		
	Rubberized	Quantity:		
Colour				

Quantity	1		
-----------------	---	--	--

Item 25	Metal Collar Badges	LOCAL CONTENT	AMOUNT
Style	Municipal Traffic Logo	100%	
Colour			
Quantity	1		

Item 26	Double Collar Warm/ Winter jackets(short)	LOCAL CONTENT	AMOUNT
Style	Inner Lining 50% polyester and 50% cotton Epaulettes to button with dummy cuffs on sleeves 2 Chest Pockets 2 Side Pockets Zip and Press Studs in Front Inside Pocket	100%	
Colour	Traffic Fawn/ Traffic Brown		
Quantity	1		

Item 27	<u>Hip Long Winter Jackets</u>	LOCAL CONTENT	AMOUNT
Style	Inner Lining 50% polyester and 50% cotton Epaulettes to button with dummy cuffs on sleeves 2 Side Pockets 2 Chest Pockets Zip and Press Studs In Front	100%	

	Inside Pocket		
Colour	Traffic Fawn/ Traffic Brown		
Quantity	1		

Item 28	Ceremonial Tunic Jacket (Female Officers)	LOCAL CONTENT	AMOUNT
Style	Trevira and wool material Gold buttons in front Epaulettes to button on Shoulder Dummy cuffs on sleeves Short sleeves 2 Dummy Pockets on chest with flaps and gold buttons Slit and dummy belt at the back	100%	
Colour	Traffic Bronze		
Quantity	1		

Item 29	Ladies 3 quarter green cross high heels	LOCAL CONTENT	AMOUNT
Style	Brown Padded inside for support and comfort Genuine leather upper with thick rubber	100%	
Quantity	1		

Item 30	Shoulder Flashers	LOCAL CONTENT	AMOUNT
Style	Rubberised with Municipal Traffic Star	100%	
Material	Rubberized and weaved		
Colour	Blue background		
Quantity	1		

Item 31	Tie (Male)	LOCAL CONTENT	AMOUNT
Style	Long 100% satin polyester, lined and tipped	100%	
Colour	Blue		
Quantity	1		

Item 32	Bow Ties(Ladies)	LOCAL CONTENT	AMOUNT
Style		100%	
Colour	Blue		
Quantity	1		

Item 33	Handcuffs + Keys	LOCAL CONTENT	AMOUNT
Style	Chrome SAPS	100%	
Quantity	1		

Item 34	Fire Arm Magazine Holsters	LOCAL CONTENT	AMOUNT
Style	Double Leather basket weave To fit Firearm	100%	
Material	Leather		
Colour	Brown		
Quantity	1		

Item 35	Name Badge Traffic Star Combo	LOCAL	AMOUNT
---------	-------------------------------	-------	--------

		CONTENT	
Style	Name Tag and Star	100%	
Colour			
Quantity	1		

Item 36	Ceremonial Jackets/ Tunic (Male Officers)	LOCAL CONTENT	AMOUNT
Style	<ul style="list-style-type: none"> • Trevira and wool material • Long Sleeves with 2 Gold Buttons • Gold Buttons in Front • 2 Protruding Side Pockets with Flaps and Gold Buttons • 2 chest Pockets of Magnum Style with Gold Buttons • 2 Epauettes Straps on Shoulders with Gold Button • Back Slit and Belt Pins on Waist • Belt with double pin and holes 	100%	
Colour	Traffic Bronze		
Quantity	1		

Item 37	Pantyhose's	LOCAL CONTENT	AMOUNT
Style		100%	
Colour	Mexican Silver		
Quantity	1		

Item 38	Hand Bags for Ladies	LOCAL CONTENT	AMOUNT
Style	Pure Leather	100%	

Colour	Dark Brown		
Quantity	1		

Item 39	Jump Suit	LOCAL CONTENT	AMOUNT
Style	<ul style="list-style-type: none"> • One Piece Flight Suit • 2 Side Pockets on Legs • 2 Breast Pockets with Zips • 1 Radio Pocket on Left Chest • 1 Pocket on Left Sleeve • Detachable Sleeves • Adjusting Zips on Bottom of legs • Silver and Blue Checkered Reflective Tape on Legs and Sleeves • Padded Knees • Epaulettes to button with dummy cuffs on sleeves • Surname & initials with municipal logo 	100%	
Material	MX 50 Rip Stop		
Colour	Traffic Bronze		
Quantity	1		

Item 40	Handcuff Pouch	LOCAL CONTENT	AMOUNT
Fabrics	Leather molded pouch basket weave Ref 277. to fit 50mm leather belt	100%	
Colour	Brown		
Quantity	1		

Item 41	Firearm holsters	LOCAL	AMOUNT
----------------	-------------------------	--------------	---------------

		CONTENT	
Style	Basket weave leather high-ride holster for CZ 75 pistol to fit 50mm Leather belt	100%	
Quantity	1		

Item 42	Tonfa Baton Holder	LOCAL CONTENT	AMOUNT
Style	Webbing holders with tonfa ring to fit. 50mm Leather belt	100%	
Colour	Brown		
Quantity	1		

Item 43	Reflective jacket	LOCAL CONTENT	AMOUNT
Style	Zip on/off long sleeves Printed front left breast Traffic Star On back: Greater Tzaneen Municipality Traffic Wide elastic cuff waist band and wrist cuffs Webbing tipe 50% Full reflective strips Surname & initials with municipal logo	100%	
Colour	Neon, yellow and Orange		
Quantity	1		

Item 44	Rain suit	LOCAL CONTENT	AMOUNT
Style	<ul style="list-style-type: none"> • With reflective strips back & front • Two piece • The Jacket Includes a Detachable Lining and Hood in The Collar • All Seams Must Be Sealed to Ensure 	100%	

	100% Waterproofing <ul style="list-style-type: none"> • Heavy duty nylon zip with Velcro closing storm flap. • Breathable Air-Tex inner. • Reflective back panel: "GTM TRAFFIC CONTROL" • Printed Star Front Left Chest 		
Colour	Lime		
Quantity	1		

Item 45	White cotton/ nylon gloves	LOCAL CONTENT	AMOUNT
Quantity	1	100%	

SUB-TOTAL FOR ITEM 1 - 45	
VAT 15%	
TOTAL FOR ITEM 1 - 45	

Bids pertaining to Textile, Clothing, Leather And Footwear Sector are subject to local content requirements with effect from as indicated in the Textile, Clothing, Leather And Footwear instruction note in accordance terms of Regulation 8. 1(a) of the Preferential Procurement Regulations, 2017.

The SBD/MBD 6.2 and Declaration forms for Local Content (Annexes C, D, & E) must be completed with minimum Local Content threshold for the specified Textile, Clothing, Leather And Footwear Sector items listed in the tender document.

1. Local Content Requirements

a) Stipulated minimum threshold

The stipulated minimum threshold percentage for local production and content of **Textile, Clothing, Leather And Footwear Sector** as listed in the **tender document and SBD/MBD 6.2** thus only locally produced or locally manufactured products from local raw materials in accordance with the required threshold values will be considered.

- To ensure that local production and content is discharged on manufacturing activities, please find Treasury instruction note with the minimum threshold For **Textile, Clothing, Leather And Footwear Sector**. Also refer to this link: <http://www.treasury.gov.za/divisions/ocpo/sc/PracticeNotes/default.aspx>.

b) In cases where raw materials or components are not available locally

- If the quantity of materials and/or required products cannot be wholly sourced from South African (SA) based manufacturers and/or the designated local content threshold at any particular time, bidders should obtain written exemption from the dti to supply the remaining portion at a lower local content threshold. The dti, in consultation with the procuring organ of state, will grant exemption on a case by case basis and consider the following:
 - Required volumes in the particular bid;
 - Available collective SA industry manufacturing capacity at the time;
 - Delivery time;
 - Availability of input materials and component;
 - Technical considerations including operating conditions; and
 - Materials
- For further information on exemption letters, bidders and organs of state may email Dr Tebogo Makube TMakube@thedti.gov.za
- http://www.thedti.gov.za/industrial_development/docs/ip/Exemption_letters.pdf
- For assistance with the completion of the SBD/MBD 6.2 and annexure C, D and E, bidders can contact contact the Industrial Procurement Unit within **the dti** at telephone 012 394 1412/5598/1664/1213/3500 /1435.

c) Calculation of the local content

- The South African Bureau of Standards (SABS) approved technical specification number SATS 1286:2011 will be used to calculate local content.
- The Declaration Certificate for Local Production and Content (SBD/MBD 6.2 – Annexure B) together with Annexure C (Local Content Declaration: Summary Schedule) must be completed, duly signed and submitted by the bidder at the closing date and time of the bid.

- The SABS approved technical standard and the Guidance on the Calculation of Local Content together with the Local Content Declaration Templates [Annexure C (Local Content Declaration: Summary Schedule), D (Imported Content Declaration: Supporting Schedule to Annexure C) and E (Local Content Declaration: Supporting Schedule to Annexure C)] are accessible to all potential bidders on the DTI's official website http://www.thedti.gov.za/industrial_development/ip.jsp at no cost.
- The local content (LC) expressed as a percentage of the bid price will be calculated in accordance with the following formula:
 - $LC = (1 - x/y) * 100$

Where

- x is the imported content in Rand
- y is the bid price in Rand excluding value added tax (VAT)
- Prices referred to in the determination of x will be converted to Rand (ZAR) by using the exchange rate published by the SARB at 12:00 on the date that the bid has been advertised.

2. Bid Evaluation

- This bid will be evaluated in two stages: first stage will be based on Local Content;
- And the second stage in accordance with the Preference Point system.
- **First Stage of Evaluation:** All responses (tenders and quotations) that will not meet the required minimum threshold for local content as stipulated in the specification and or less than will be disqualified.
- **Second Stage of Evaluation:** The 90/10 or 80/20 preference point system in terms of the Preferential Procurement Policy Framework Act (PPPFA) and Preferential Procurement Regulations, 2017 shall apply in the adjudication process of this bid. Preference points will be allocated in accordance with the formula and applicable points as provided for in the Regulations.

Local Content Declaration – Summary Schedule

Note: Vat to be excluded from all Calculations

Tender No.						(C1)	
Tender Description						(C2)	
Designated Product(s)						(C3)	
Tender Authority						(C4)	
Tendering Entity						(C5)	
Tender Exchange Rates:	Pula		EU		GBP		(C6)
Specified Local Content						(C7)	

Calculation

of Local Content

Tender Summary

Tender Item No's	List of Items	Tender Price-Each (Excl Vat)	Exempted Imported Value	Tender Value Net of Exempted Imported Content	Imported Value	Local Value	Local Content % (per Item)	Tender Qty	Total Tender Value	Total exempted imported content	Total important content
(C8)	(C9)	(C10)	(C11)	(C12)	(C13)	(C14)	(C15)	(C16)	(C17)	(C18)	(C19)
(C20) Total Tender Value											
(C21) Total Exempt Imported Content											
(C22) Total Tender Value Net of Exempt Imported Content											
(C23) Total Imported Content											
(C24) Total Local Content											
Average Local Content % of Tender											

Signature of tenderer From Annex B: _____

Date: _____

Annex D

SATS 1286.2011

Imported Content Declaration- Supporting Schedule Annex C

Note: Vat to be excluded from all Calculations

(D1)	Tender No.							
(D2)	Tender Description							
(D3)	Designated Product(s)							
(D4)	Tender Authority							
(D5)	Tendering Entity							
(D6)	Tender Exchange Rates:	<table border="0"> <tr> <td>Pula</td> <td></td> <td>EU</td> <td>R9.00</td> <td>GBP</td> <td>R12.00</td> </tr> </table>	Pula		EU	R9.00	GBP	R12.00
Pula		EU	R9.00	GBP	R12.00			

A. Exempted imported content

Calculation of imported content

Summary

Tender item no's	Description of imported content	Local supplier	Overseas supplier	Foreign currency value as per commercial invoice	Tender Exchange rates	Local Value of imports	Freight cost to port of entity	All locally incurred landing cost & duties	Total landed cost Excl Vat	Tender Qty	Exempted imported value
(D7)	(D8)	(D9)	(D10)	(D11)	(D12)	(D13)	(D14)	(D15)	(D16)	(D17)	(D18)
										(D19) Total exempt imported value	

This total must correspond with Annex C – C21

B. Imported by a 3rd party and supplied to the Tender

calculation of imported content

summary

Tenders no's	Description of imported content	Unit of measure	Overseas suppliers	Foreign currency value as per commercial invoice	Tender rates of Exchange	Local value of imports	Freight cost to port entity	All locally incurred landing costs & duties	Total Landed cost excl Vat	Quantity imported	Total imported value
(D20)	(D21)	(D22)	(D23)	(D24)	(D25)	(D26)	(D27)	(D28)	(D29)	(D30)	(D31)
										(D32) Total imported value by tenderer	

C. imported by a 3rd party and supplied to the tenderer

calculation of imported content

summary

Description of imported content	Unit of measure	Local supplier	Overseas Supplier	Foreign currency value as per commercial invoice	Tender rates of Exchange	Local Value of imports	Freight cost to port of entity	All locally incurred landing cost & duties	Total landed cost excl Vat		Quantity imported	Total imported Value
(D33)	(D34)	(D35)	(D36)	(D37)	(D38)	(D39)	(D40)	(D41)	(D42)		(D43)	(D44)
											(D45) Total imported value by	

3rd party

D. Other foreign currency payments
payments

calculation of foreign currency payments

summary of

Type of payment	Local Supplier making the payment	Overseas beneficiary	Foreign currency value paid	Tender rates of exchange		Local Value payments
(D46)	(D47)	(D48)	(D49)	(D50)		(D51)
						(D52) Total of foreign currency payments declared by tenderer and / or 3 rd party
						(D53) Total imported content and foreign currency payment-(D32); (D45) & (D52) above

This total must correspond with Annex C – C23

Signature of tenderer from Annex B: _____

Date: _____

SATS 126.2011

Local Content Declaration – Supporting Schedule to Annex C

Note: Vat to be excluded from all calculations

(E1)	Tender No.	
(E2)	Tender Description:	
(E3)	Designated Product:	
(E4)	Tender Authority:	
(E5)	Tendering Entity Name:	

Local products (goods, services and works)	Description of items purchased (E6)	Local Suppliers (E7)	Value (E8)

(E9) Total Local Products (Goods, Services and works)	<input style="width: 150px; height: 20px;" type="text"/>
(E10) Manpower Cost (Tenderer’s Manpower Cost)	<input style="width: 150px; height: 20px;" type="text"/>
(E11) factor Overhead (Rental, Depreciation & amortisation, utility Costs, Consumables etc.)	<input style="width: 150px; height: 20px;" type="text"/>
(E12) Administration overheads and mark-up (marketing, Insurance, Financing, interest, etc.)	<input style="width: 150px; height: 20px;" type="text"/>
(E13) Total Local	<input style="width: 150px; height: 20px;" type="text"/>

Content

This Total must correspond with Annex C –C24

Signature of Tenderer from Annex B: _____

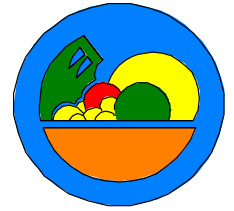
Date: _____



SECTION F
GREATER TZANEEN MUNICIPALITY

P.O. BOX 24
TZANEEN, 0850

TEL: 015 307 8000
FAX: 015 307 8049



Tropiese Paradys

INFORMATION REQUIRED FOR BID EVALUATION PURPOSES

- EXPERIENCE**

Complete the below schedule regarding your company previous working experiences on this project.

Client	Contact Person	Contact Number	Contract Value	Contract Period

SECTION G

MBD 2

TAX CLEARANCE CERTIFICATE REQUIREMENTS

It is a condition of bid that the taxes of the successful bidder must be in order, or that satisfactory arrangements have been made with South African Revenue Service (SARS) to meet

THE BIDDER'S TAX OBLIGATIONS

- 1 In order to meet this requirement bidder are required to complete in full the attached form TCC 00. "Application for a Tax Clearance Certificate" and submit it to any SARS branch office nationally. The Tax Clearance Certificate Requirements are also applicable to foreign bidders / individuals who wish to submit bids.
- 2 SARS will then furnish the bidder with a Tax Clearance Certificate that will be valid for a period of 1 (one) year from the date of approval.
- 3 The original Tax Clearance Certificate must be submitted together with the bid. Failure to submit the original and valid Tax Clearance Certificate will result in the invalidation of the bid. Certified copies of the Tax Clearance Certificate will not be acceptable.
- 4 In bids where Consortia / Joint Ventures / Sub-contractors are involved, each party must submit a separate Tax Clearance Certificate.
- 5 Copies of the TCC 001 "Application for a Tax Clearance Certificate" form are available from any SARS branch office nationally or on the website www.sars.gov.za.
- 6 Applications for the Tax Clearance Certificates may also be made via eFiling. In order to use this provision, taxpayers will need to register with SARS as eFilers through the website www.sars.gov.za.

SECTION H

MBD 4

DECLARATION OF INTEREST

2.No bid will be accepted from persons in the service of the state*.

3. Any person, having a kinship with persons in the service of the state, including a blood relationship, may make an offer or offers in terms of this invitation to bid. In view of possible allegations of favouritism, should the resulting bid, or part thereof, be awarded to persons connected with or related to persons in service of the state, it is required that the bidder or their authorised representative declare their position in relation to the evaluating/adjudicating authority and/or take an oath declaring his/her interest.

3. In order to give effect to the above, the following questionnaire must be completed and submitted with the bid.

3.1 Full Name:

3.2 Identity Number:

3.3 Company Registration Number:

3.4 Tax Reference Number:

3.5 VAT Registration Number:

3.6 Are you presently in the service of the state* **YES / NO**

3.6.1 If so, furnish particulars.

.....

3.7 Have you been in the service of the state for the past twelve months? **YES / NO**

3.7.1 If so, furnish particulars.

.....

3.8 Do you, have any relationship (family, friend, other) with persons in the service of the state and who may be involved with the evaluation and or adjudication of this bid?

* MSCM Regulations: "in the service of the state" means to be –

(a) a member of –

- (i) any municipal council;
- (ii) any provincial legislature; or
- (iii) the national Assembly or the national Council of provinces;

(b) a member of the board of directors of any municipal entity;

(c) an official of any municipality or municipal entity;

(d) an employee of any national or provincial department, national or provincial public entity or constitutional institution within the meaning of the Public Finance Management Act, 1999 (Act No.1 of 1999);

(e) a member of the accounting authority of any national or provincial public entity; or

(f) an employee of Parliament or a provincial legislature.

YES / NO

3.8.1 If so, furnish particulars.

.....

3.9 Have you been in the service of the state for the past twelve months?

YES / NO

3.9.1. If yes, furnish

particulars.....

.....

.....

3.10. Are you, aware of any relationship (family, friend, other) between a bidder and any persons in the service of the state who may be involved with the evaluation and or adjudication of this bid?

YES / NO

3.10.1. If so, furnish particulars

.....

3.11 Are any of the company’s directors, managers, principal shareholders or stakeholders in service of the state? YES / NO

3.11.1 If so, furnish particulars.

.....

3.12 Are any spouse, child or parent of the company’s directors, managers, principal shareholders or stakeholders in service of the state? YES / NO

3.12.1 If so, furnish particulars.

.....

4.Full details of directors / trustees / members / shareholders

Full Name	Identity Number	State Employee Number

Signature

Date

Capacity

Name of Bidder

SECTION I

MBD 6.1

PREFERENCE POINTS CLAIM FORM IN TERMS OF THE PREFERENTIAL PROCUREMENT REGULATIONS 2017

This preference form must form part of all bids invited. It contains general information and serves as a claim form for preference points for Broad-Based Black Economic Empowerment (B-BBEE) Status Level of Contribution

NB: BEFORE COMPLETING THIS FORM, BIDDERS MUST STUDY THE GENERAL CONDITIONS, DEFINITIONS AND DIRECTIVES APPLICABLE IN RESPECT OF B-BBEE, AS PRESCRIBED IN THE PREFERENTIAL PROCUREMENT REGULATIONS, 2017.

1. GENERAL CONDITIONS

1.1 The following preference point systems are applicable to all bids:

- The 80/20 system for requirements with a Rand value of up to R50 million (all applicable taxes included) and

1.2 (a) the value of this bid is estimated to exceed/not exceed R50 000 000 (all applicable taxes included) and therefore the preference point system shall be applicable; or

(b) 80/20 preference point system will be applicable to this tender.

1.3 Points for this bid shall be awarded for:

(a) Price; and

(b) B-BBEE Status Level of Contribution.

1.4. The maximum points for this bid are allocated as follows:

	POINTS
Price	
B-BBEE STATUS LEVEL OF CONTRIBUTOR	
Total points for price and B-BBEE must not exceed	100

1.5 Failure on the part of a bidder to submit proof of B-BBEE status level of contributor together with the bid, will be interpreted to mean that preference points for B-BBEE status level of contribution are not claimed.

1.6. The purchaser reserves the right to require of a bidder, either before a bid is adjudicated or at any time subsequently, to substantiate any claim in regard to preferences, in any manner required by the purchaser.

2. DEFINITIONS

(a) "B-BBEE" means broad-based black economic empowerment as defined in section 1 of the Broad-Based Black Economic Empowerment Act;

- (b) “B-BBEE status level of contributor” means the B-BBEE status received by a measured entity based on its overall performance using the relevant scorecard contained in the Codes of Good Practice on Black Economic Empowerment, issued in terms of section 9(1) of the Broad-Based Black Economic Empowerment Act;
- (c) “bid” means a written offer in a prescribed or stipulated form in response to an invitation by an organ of state for the provision of services, works or goods, through price quotations, advertised competitive bidding processes or proposals;
- (d) “Broad-Based Black Economic Empowerment Act” means the Broad-Based Black Economic Empowerment Act, 2003 (Act No. 53 of 2003);
- (e) “EME” means an excepted micro enterprise in terms of a quote of good practice on Black Economic Empowerment issued in terms of section 9(1) of the broad Based Economic Empowerment Act.
- (f) “Functionality” means the ability of a tenderer to provide goods or services in accordance with specifications as set out in the tender document.
- (g) “Price” includes all applicable taxes less on unconditional discounts.
- (h) “Proof of BEE status level of contributor” means
- 1) BBEE status level certificate issued by an authorized body or person
 - 2) Sworn Affidavit as prescribed by the BBEE codes of codes practice.
 - 3) an other requirements prescribed in terms of the BBEE Act.
- (i) “QSE” means a qualifying small business enterprise in terms of a code of good practice on Black Economic Empowerment issued in terms of section 9(1) of the Broad Black Economic Empowerment Act.
- (j) “rand value” means the total estimated value of a contract in rand, calculated at the time of bid invitations, and includes all applicable taxes and excise duties;

3. POINTS AWARDED FOR PRICE

3.1 THE 80/20 or 90/10 PREFERENCE POINT SYSTEMS

A maximum of 80 or 90 points is allocated for price on the following basis:

80/20

$$P_s = 80 \left(1 - \frac{P_t - P_{\min}}{P_{\min}} \right)$$

Where

- P_s = Points scored for comparative price of bid under consideration
- P_t = Comparative price of bid under consideration
- P_{\min} = Comparative price of lowest acceptable bid

5. POINTS AWARDED FOR B-BBEE STATUS LEVEL OF CONTRIBUTION

5.1 In terms of Regulation 6 (2) and 7 (2) of the Preferential Procurement Regulations, preference points must be awarded to a bidder for attaining the B-BBEE status level of contribution in accordance with the table below:

B-BBEE Status Level of Contributor	Number of points (80/20 system)
1	20
2	18
3	14
4	12
5	8
6	6
7	4
8	2
Non-compliant contributor	0

5. BID DECLARATION

5.1 Bidders who claim points in respect of B-BBEE Status Level of Contribution must complete the following:

6. B-BBEE STATUS LEVEL OF CONTRIBUTION CLAIMED IN TERMS OF PARAGRAPHS 1.4 AND 4.1

6.1 B-BBEE Status Level of Contribution:..... =(maximum of 20 points)

(Points claimed in respect of paragraph 7.1 must be in accordance with the table reflected in paragraph 4.1 and must be substantiated by relevant proof of B-BBEE status level contributor).

7. SUB-CONTRACTING

7.1 Will any portion of the contract be sub-contracted?

(Tick applicable box)

YES	<input type="checkbox"/>	NO	<input type="checkbox"/>
-----	--------------------------	----	--------------------------

7.1.1 If yes, indicate:

(i) What percentage of the contract will be subcontracted?%

(ii) The name of the sub-contractor?

(iii) The B-BBEE status level of the sub-contractor?

(iv) Whether the sub-contractor is an EME/SME? YES / NO

(Tick applicable box)

(V) Specific, by ticking the appropriate box, if subcontracting with an enterprise in terms of preferential Procurement Regulations, 2017:

Designated Group: An EME or QSE which is at last 51% owned by	EME	QSE
Black People	<input type="checkbox"/>	<input type="checkbox"/>
Black People who are youth	<input type="checkbox"/>	<input type="checkbox"/>
Black People who are woman	<input type="checkbox"/>	<input type="checkbox"/>

Black People with disabilities		
Black People living in rural or underdeveloped areas or townships		
Cooperative owned by black people		
Black People		
Black People who are military veterans		
Or		
Any EME		
Any QSE		

8 DECLARATION WITH REGARD TO COMPANY/FIRM

8.1 Name of firm :

8.2 VAT registration number :

8.3 Company registration number.....

8.4 TYPE OF COMPANY/ FIRM

- Partnership/Joint Venture / Consortium
- One person business/sole propriety
- Close corporation
- Company
- (Pty) Limited

[TICK APPLICABLE BOX]

8.5 DESCRIBE PRINCIPAL BUSINESS ACTIVITIES

.....

8.6 COMPANY CLASSIFICATION

- Manufacturer
- Supplier
- Professional service provider
- Other service providers, e.g. transporter, etc.

[TICK APPLICABLE BOX]

8.7 MUNICIPAL INFORMATION

Municipality where business is situated

Registered Account Number

Stand Number

8.8 Total numbers of years the company/firm has been in business?

8.9 I/we, the undersigned, who is / are duly authorised to do so on behalf of the company/firm, certify that the points claimed, based on the B-BBEE status level of contribution indicated in paragraph 1.4 and 6.1 of the foregoing certificate, qualifies the company/ firm for the preference(s) shown and I / we acknowledge that:

- (i) The information furnished is true and correct;
- (ii) The preference points claimed are in accordance with the General Conditions as indicated in paragraph 1 of this form.
- (iii) In the event of a contract being awarded as a result of points claimed as shown in paragraph 1.4 and 6.1, the contractor may be required to furnish documentary proof to the satisfaction of the purchaser that the claims are correct;
- (iv) If the B-BBEE status level of contribution has been claimed or obtained on a fraudulent basis or any of the conditions of contract have not been fulfilled, the purchaser may, in addition to any other remedy it may have –
 - (a) Disqualify the person from the bidding process;
 - (b) Recover costs, losses or damages it has incurred or suffered as a result of that person’s conduct;
 - (c) Cancel the contract and claim any damages which it has suffered as a result of having to make less favourable arrangements due to such cancellation;
 - (d) Restrict the bidder or contractor, its shareholders and directors, or only the shareholders and directors who acted on a fraudulent basis, from obtaining business from any organ of state for a period not exceeding 10 years, after the audi alteram partem (hear the other side) rule has been applied; and
 - (e) forward the matter for criminal prosecution

Witnesses

1.....

2.

.....
 SIGNATURE(S) OF BIDDERS

DATE:

Address:

.....

SECTION J

MBD 6.2

DECLARATION CERTIFICATE FOR LOCAL PRODUCTION AND CONTENT

This Municipal Bidding Document (MBD) must form part of all bids invited. It contains general information and serves as a declaration form for local content (local production and local content are used interchangeably). Before completing this declaration, bidders must study the General Conditions, Definitions, Directives applicable in respect of Local Content as prescribed in the Preferential Procurement Regulations, 2011 and the South African Bureau of Standards (SABS) approved technical specification number SATS 1286:201x.

1. General Conditions

- 1.1. Preferential Procurement Regulations, 2011 (Regulation 9.(1) and 9.(3) make provision for the promotion of local production and content.
- 1.2. Regulation 9.(1) prescribes that in the case of designated sectors, where in the award of bids local production and content is of critical importance, such bids must be advertised with the specific bidding condition that only locally produced goods, services or works or locally manufactured goods, with a stipulated minimum threshold for local production and content will be considered.
- 1.3. Regulation 9.(3) prescribes that where there is no designated sector, a specific bidding condition may be included, that only locally produced services, works or goods or locally manufactured goods with a stipulated minimum threshold for local production and content, will be considered.
- 1.4. Where necessary, for bids referred to in paragraphs 1.2 and 1.3 above, a two stage bidding process may be followed, where the first stage involves a minimum threshold for local production and content and the second stage price and B-BBEE.
- 1.5. A person awarded a contract in relation to a designated sector, may not sub-contract in such a manner that the local production and content of the overall value of the contract is reduced to below the stipulated minimum threshold.
- 1.6. The local content (LC) as a percentage of the bid price must be calculated in accordance with the SABS approved technical specification number SATS 1286: 201x as follows:

$$LC = 1 - \frac{x}{y} \times 100$$

Where

x imported content

y bid price excluding value added tax (VAT)

Prices referred to in the determination of x must be converted to Rand (ZAR) by using the exchange rate published by the South African Reserve Bank (SARB) at 12:00 on the date, one week (7 calendar days) prior to the closing date of the bid as required in paragraph 4.1 below.

- 1.7. A bid will be disqualified if:

- The bidder fails to achieve the stipulated minimum threshold for local production and content indicated in paragraph 3 below; and.
- This declaration certificate is not submitted as part of the bid documentation.

2. Definitions

- 2.1. “bid” includes advertised competitive bids, written price quotations or proposals;
- 2.2. “bid price” price offered by the bidder, excluding value added tax (VAT);
- 2.3. “contract” means the agreement that results from the acceptance of a bid by an organ of state;
- 2.4. “designated sector” means a sector, sub-sector or industry that has been designated by the Department of Trade and Industry in line with national development and industrial policies for local production, where only locally produced services, works or goods or locally manufactured goods meet the stipulated minimum threshold for local production and content;
- 2.5. “duly sign” means a Declaration Certificate for Local Content that has been signed by the Chief Financial Officer or other legally responsible person nominated in writing by the Chief Executive, or senior member / person with management responsibility (close corporation, partnership or individual).
- 2.6. “imported content” means that portion of the bid price represented by the cost of
- 2.7. components, parts or materials which have been or are still to be imported (whether by the supplier or its subcontractors) and which costs are inclusive of the costs abroad, plus freight and other direct importation costs, such as landing costs, dock duties, import duty, sales duty or other similar tax or duty at the South African port of entry;
- 2.8. “local content” means that portion of the bid price which is not included in the imported content, provided that local manufacture does take place;
- 2.9. “stipulated minimum threshold” means that portion of local production and content as determined by the Department of Trade and Industry; and
- 2.10. “Sub-contract” means the primary contractor’s assigning, leasing, making out work to, or employing another person to support such primary contractor in the execution of part of a project in terms of the contract.

3. The stipulated minimum threshold(s) for local production and content for this bid is/are as follows:

<u>Description of services, works or goods</u>	<u>Stipulated minimum threshold</u>
_____	_____ %
_____	_____ %

4. Does any portion of the services, works or goods offered have any imported content? YES / NO

- 4.1 If yes, the rate(s) of exchange to be used in this bid to calculate the local content as prescribed in paragraph 1.6 of the general conditions must be the rate(s) published by the SARB for the specific currency at 12:00 on the date, one week (7 calendar days) prior to the closing date of the bid.

The relevant rates of exchange information is accessible on www.reservebank.co.za. Indicate the rate(s) of exchange against the appropriate currency in the table below:

Currency	Rates of exchange
US Dollar	
Pound Sterling	
Euro	
Yen	
Other	

NB: Bidders must submit proof of the SARB rate (s) of exchange used.

LOCAL CONTENT DECLARATION BY CHIEF FINANCIAL OFFICER OR OTHER LEGALLY RESPONSIBLE PERSON NOMINATED IN WRITING BY THE CHIEF EXECUTIVE OR SENIOR MEMBER/PERSON WITH MANAGEMENT RESPONSIBILITY (CLOSE CORPORATION, PARTNERSHIP OR INDIVIDUAL)

IN RESPECT OF BID No.

ISSUED BY: Greater Tzaneen Municipality

NB The obligation to complete, duly sign and submit this declaration cannot be transferred to an external authorized representative, auditor or any other third party acting on behalf of the bidder.

I, the undersigned, (full names),

Do hereby declare, in my capacity as

of(name of bidder entity), the following:

- (a) The facts contained herein are within my own personal knowledge.
- (b) I have satisfied myself that the goods/services/works to be delivered in terms of the above-specified bid comply with the minimum local content requirements as specified in the bid, and as measured in terms of SATS 1286.
- (c) The local content has been calculated using the formula given in clause 3 of SATS 1286, the rates of exchange indicated in paragraph 4.1 above and the following figures:

Bid price, excluding VAT (y)	R
Imported content (x)	R
Stipulated minimum threshold for Local content (paragraph 3 above)	
Local content % as calculated in terms of SATS 1286	

If the bid is for more than one product, a schedule of the local content by product shall be attached.

- (d) I accept that the Greater Tzaneen Municipality has the right to request that the local content be verified in terms of the requirements of SATS 1286.
- (e) I understand that the awarding of the bid is dependent on the accuracy of the information furnished in this application. I also understand that the submission of incorrect data, or data that are not verifiable as described in SATS 1286, may result in the Procurement Authority / Municipal / Municipal Entity imposing any or all of the remedies as provided for in Regulation 13 of the Preferential Procurement Regulations, 2011 promulgated under the Policy Framework Act (PPFA), 2000 (Act No. 5 of 2000).

SIGNATURE: _____

DATE: _____

WITNESS No. 1 _____

DATE: _____

WITNESS No. 2 _____

DATE: _____

SECTION K

MBD 7.2

CONTRACT FORM - RENDERING OF SERVICES

THIS FORM MUST BE FILLED IN DUPLICATE BY BOTH THE SERVICE PROVIDER (PART 1) AND THE PURCHASER (PART 2). BOTH FORMS MUST BE SIGNED IN THE ORIGINAL SO THAT THE SERVICE PROVIDER AND THE PURCHASER WOULD BE IN POSSESSION OF ORIGINALLY SIGNED CONTRACTS FOR THEIR RESPECTIVE RECORDS.

PART 1 (TO BE FILLED IN BY THE SERVICE PROVIDER)

1. I hereby undertake to render services described in the attached bidding documents to Greater Tzaneen Municipality in accordance with the requirements and task directives / proposals specifications stipulated in Bid Number..... at the price/s quoted. My offer/s remains binding upon me and open for acceptance by the Purchaser during the validity period indicated and calculated from the closing date of the bid.
2. The following documents shall be deemed to form and be read and construed as part of this agreement:
 - (i) Bidding documents, viz
 - Invitation to bid;
 - Tax clearance certificate;
 - Pricing schedule(s);
 - Filled in task directive/proposal;
 - Preference claims for Broad Based Black Economic Empowerment Status Level of Contribution in terms of the Preferential Procurement Regulations 2011;
 - Declaration of interest;
 - Declaration of Bidder’s past SCM practices;
 - Certificate of Independent Bid Determination;
 - Special Conditions of Contract;
 - (ii) General Conditions of Contract; and
 - (iii) Other (specify)
3. I confirm that I have satisfied myself as to the correctness and validity of my bid; that the price(s) and rate(s) quoted cover all the services specified in the bidding documents; that the price(s) and rate(s) cover all my obligations and I accept that any mistakes regarding price(s) and rate(s) and calculations will be at my own risk.
4. I accept full responsibility for the proper execution and fulfilment of all obligations and conditions devolving on me under this agreement as the principal liable for the due fulfilment of this contract.
5. I declare that I have no participation in any collusive practices with any bidder or any other person regarding this or any other bid.
6. I confirm that I am duly authorised to sign this contract.

NAME (PRINT)

CAPACITY

SIGNATURE

NAME OF FIRM

DATE

WITNESSES	
1
2
DATE:.....	

CONTRACT FORM - RENDERING OF SERVICES

PART 2 (TO BE FILLED IN BY THE PURCHASER)

1. I..... in my capacity as..... accept your bid under reference numberdated.....for the rendering of services indicated hereunder and/or further specified in the annexure(s).
2. An official order indicating service delivery instructions is forthcoming.
3. I undertake to make payment for the services rendered in accordance with the terms and conditions of the contract, within 30 (thirty) days after receipt of an invoice.

DESCRIPTION OF SERVICE	PRICE (ALL APPLICABLE TAXES INCLUDED)	COMPLETION DATE	B-BBEE STATUS LEVEL OF CONTRIBUTION	MINIMUM THRESHOLD FOR LOCAL PRODUCTION AND CONTENT (if applicable)

4. I confirm that I am duly authorised to sign this contract.

SIGNED AT ON

NAME (PRINT)

SIGNATURE

OFFICIAL STAMP

WITNESSES

1

....

2

....

SECTION L

MBD 8

DECLARATION OF BIDDER'S PAST SUPPLY CHAIN MANAGEMENT PRACTICES

- 1 This Municipal Bidding Document must form part of all bids invited.
- 2 It serves as a declaration to be used by municipalities and municipal entities in ensuring that when goods and services are being procured, all reasonable steps are taken to combat the abuse of the supply chain management system.
- 3 The bid of any bidder may be rejected if that bidder, or any of its directors have:
 - a. abused the municipality's / municipal entity's supply chain management system or committed any improper conduct in relation to such system;
 - b. been convicted for fraud or corruption during the past five years;
 - c. willfully neglected, reneged on or failed to comply with any government, municipal or other public sector contract during the past five years; or
 - d. Been listed in the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004).
- 4 In order to give effect to the above, the following questionnaire must be completed and submitted with the bid.

Item	Question	Yes	No
4.1	<p>Is the bidder or any of its directors listed on the National Treasury's Database of Restricted Suppliers as companies or persons prohibited from doing business with the public sector?</p> <p>(Companies or persons who are listed on this Database were informed in writing of this restriction by the Accounting Officer/Authority of the institution that imposed the restriction after the <i>audi alteram partem</i> rule was applied).</p> <p>The Database of Restricted Suppliers now resides on the National Treasury's website (www.treasury.gov.za) and can be accessed by clicking on its link at the bottom of the home page.</p>	<p>Yes</p> <input type="checkbox"/>	<p>No</p> <input type="checkbox"/>
4.1.1	If so, furnish particulars:		
4.2	<p>Is the bidder or any of its directors listed on the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004)?</p> <p>The Register for Tender Defaulters can be accessed on the National Treasury's website (www.treasury.gov.za) by clicking on its link at the bottom of the home page.</p>	<p>Yes</p> <input type="checkbox"/>	<p>No</p> <input type="checkbox"/>
4.2.1	If so, furnish particulars:		

Item	Question	Yes	No
4.3	Was the bidder or any of its directors convicted by a court of law (including a court of law outside the Republic of South Africa) for fraud or corruption during the past five years?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.3.1	If so, furnish particulars:		
4.4	Does the bidder or any of its directors owe any municipal rates and taxes or municipal charges to the municipality / municipal entity, or to any other municipality / municipal entity, that is in arrears for more than three months?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.4.1	If so, furnish particulars:		
4.5	Was any contract between the bidder and the municipality / municipal entity or any other organ of state terminated during the past five years on account of failure to perform on or comply with the contract?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.7.1	If so, furnish particulars:		

CERTIFICATION

I, THE UNDERSIGNED (FULL NAME)
 CERTIFY THAT THE INFORMATION FURNISHED ON THIS DECLARATION FORM
 TRUE AND CORRECT. ACCEPT THAT, IN ADDITION TO CANCELLATION OF A CONTRACT,
 ACTION MAY BE TAKEN AGAINST ME SHOULD THIS DECLARATION PROVE TO BE FALSE.

.....
 Signature

.....
 Date

.....
 Position

.....
 Name of Bidder

Js367bW

SECTION M

MBD 9

CERTIFICATE OF INDEPENDENT BID DETERMINATION

- 1 This Municipal Bidding Document (MBD) must form part of all bids¹ invited.
- 2 Section 4 (1) (b) (iii) of the Competition Act No. 89 of 1998, as amended, prohibits an agreement between, or concerted practice by, firms, or a decision by an association of firms, if it is between parties in a horizontal relationship and if it involves collusive bidding (or bid rigging).² Collusive bidding is a *pe se* prohibition meaning that it cannot be justified under any grounds.
- 3 Municipal Supply Regulation 38 (1) prescribes that a supply chain management policy must provide measures for the combating of abuse of the supply chain management system, and must enable the accounting officer, among others, to:
 - a. take all reasonable steps to prevent such abuse;
 - b. reject the bid of any bidder if that bidder or any of its directors has abused the supply chain management system of the municipality or municipal entity or has committed any improper conduct in relation to such system; and
 - c. cancel a contract awarded to a person if the person committed any corrupt or fraudulent act during the bidding process or the execution of the contract.
- 4 This MBD serves as a certificate of declaration that would be used by institutions to ensure that, when bids are considered, reasonable steps are taken to prevent any form of bid-rigging.
- 5 In order to give effect to the above, the attached Certificate of Bid Determination (MBD 9) must be completed and submitted with the bid:

¹ Includes price quotations, advertised competitive bids, limited bids and proposals.

² Bid rigging (or collusive bidding) occurs when businesses, that would otherwise be expected to compete, secretly conspire to raise prices or lower the quality of goods and / or services for purchasers who wish to acquire goods and / or services through a bidding process. Bid rigging is, therefore, an agreement between competitors not to compete.

CERTIFICATE OF INDEPENDENT BID DETERMINATION

I, the undersigned, in submitting the accompanying bid number:

Bid Description:

In response to the invitation for the bid made by Greater Tzaneen Municipality

Do hereby make the following statements that I certify to be true and complete in every respect:

I certify, on behalf of:

_____ that:

(Name of Bidder)

1. I have read and I understand the contents of this Certificate;
2. I understand that the accompanying bid will be disqualified if this Certificate is found not to be true and complete in every respect;
3. I am authorized by the bidder to sign this Certificate, and to submit the accompanying bid, on behalf of the bidder;
4. Each person whose signature appears on the accompanying bid has been authorized by the bidder to determine the terms of, and to sign, the bid, on behalf of the bidder;
5. For the purposes of this Certificate and the accompanying bid, I understand that the word "competitor" shall include any individual or organization, other than the bidder, whether or not affiliated with the bidder, who:
 - (a) Has been requested to submit a bid in response to this bid invitation;
 - (b) Could potentially submit a bid in response to this bid invitation, based on their qualifications, abilities or experience; and
 - (c) Provides the same goods and services as the bidder and/or is in the same line of business as the bidder
6. The bidder has arrived at the accompanying bid independently from, and without consultation, communication, agreement or arrangement with any competitor. However communication between partners in a joint venture or consortium³ will not be construed as collusive bidding.
7. In particular, without limiting the generality of paragraphs 6 above, there has been no consultation, communication, agreement or arrangement with any competitor regarding:
 - (a) Prices;
 - (b) Geographical area where product or service will be rendered (market allocation)
 - (c) Methods, factors or formulas used to calculate prices;
 - (d) The intention or decision to submit or not to submit, a bid;
 - (e) The submission of a bid which does not meet the specifications and conditions of the bid; or
 - (f) Bidding with the intention not to win the bid.
8. In addition, there have been no consultations, communications, agreements or arrangements with any competitor regarding the quality, quantity, specifications and conditions or delivery particulars of the products or services to which this bid invitation relates.

9. The terms of the accompanying bid have not been, and will not be, disclosed by the bidder, directly or indirectly, to any competitor, prior to the date and time of the official bid opening or of the awarding of the contract.

³ Joint venture or Consortium means an association of persons for the purpose of combining their expertise, property, capital, efforts, skill and knowledge in an activity for the execution of a contract.

10. I am aware that, in addition and without prejudice to any other remedy provided to combat any restrictive practices related to bids and contracts, bids that are suspicious will be reported to the Competition Commission for investigation and possible imposition of administrative penalties in terms of section 59 of the Competition Act No 89 of 1998 and or may be reported to the National Prosecuting Authority (NPA) for criminal investigation and or may be restricted from conducting business with the public sector for a period not exceeding ten (10) years in terms of the Prevention and Combating of Corrupt Activities Act No 12 of 2004 or any other applicable legislation.

.....
Signature

.....
Date

.....
Position

.....
Name of Bidder

Js9141w 4