

	<b>Supplier Development, Localisation and Industrialisation (SDL&amp;I) Strategy</b>	Template Identifier	240-43921804	Rev	6
		Document Identifier	240-148918142	Rev	2
		Effective Date	01 September 2019		
		Review Date	September 2022		

## Section 1: Mandatory Compliance.

SDL&I will apply the following pre-qualification criteria as envisaged in PPPFA 2017 regulation 4

**a) Minimum BBBEE status level of contributor?**

If Yes, what is the BBBEE status and/or level required

<b>YES</b>	<b>NO</b>
<input checked="" type="checkbox"/>	<input type="checkbox"/>
<b>B-BBEE Level 1-4</b>	

**b) Is there BBBEE category targeted for this enquiry?**

If Yes, BBBEE category

<b>YES</b>	<b>NO</b>
<input type="checkbox"/>	<input checked="" type="checkbox"/>

Tender Returnable if the above elements are requirements.

- Copy of sworn affidavit in the case of EME's must be submitted (affidavit must be completed fully), or
- Copy B-BBEE Certificate issued by CIPC for EME's. OR
- Copy of the B-BBEE certificate / sworn affidavit in the case of QSE's must be submitted, or
- Copy of the B-BBEE certificate issued by SANAS Accredited Verification Agency for Generic Entities must be submitted, or
- Copy B-BBEE Certificate issued by a SANAS Accredited Verification Agency will be accepted and the certificate should be in the name of the JV.

### 1.1 Designated Sectors - Not Applicable

### 1.2 CIDB Skills Development – Not Applicable

#### Mandatory Requirements on contract award

**a) Is there CIDB compulsory training?**

<b>YES</b>	<b>NO</b>
<input type="checkbox"/>	<input checked="" type="checkbox"/>

If the answer above is Yes, it will then become a condition for Contract Award:

Skills Type	Number of learners	Intake	Outcome
Civil Technician	2	National Diploma	B-Tech/Civil Technician
Project Manager	2	National Diploma	SACPCMP
<b>Total</b>	<b>4</b>		

**Note:**

The above-mentioned Skills are a guideline. The actual skills/trade type may be negotiated.

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The Tenderers are free to propose any other relevant Skills Development that will be feasible and benefit the previously disadvantaged communities. Preference should be to the candidates from the vicinity of the project (Nkangala District and Kungwini Local Municipalities).

## Section 2: SD&L Undertaking for Objective Criteria

Tenderers who complete and submit the undertaking as required, but who do not meet Eskom's targets, will not be disqualified. SD&L undertakings do not form part of scoring but commitments will form part of contractual obligations

### Local Procurement Content.

Local Procurement Content" refers to value added in South Africa by South African resources. Where a single contract involves a combination of local and imported goods and/or services, the tender response must be separated into its components as per the Price Schedule included with the tender documents. Local procurement content is total spending minus the imported component.

Local Procurement Content	Eskom Target	Tenderer Proposal
	100%	

### SUBCONTRACTING

Tenderer to propose against the subcontracting target below:

Non-Mandatory Subcontracting Percentage Target (%)	Tenderer Proposal.
Subcontracting: 30%	

Tenderer to subcontract to EME/QSE Level 1 entities in the Nkangala District and Bronkhorstpruit.

### B-BBEE Requirements

The Contractor will comply with the B-BBEE requirement that will be agreed upon as part of their contractual obligation. Eskom, as a State-Owned Company (SOC) is expected to do business with B-BBEE compliant Contractors. Ideally Eskom prefers to conduct its business with Contractors/Suppliers that are at least Level Four (4) contributors to B-BBEE.

## Section 3: SD&L Penalty

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Eskom will apply a penalty of 2.5% of the Contract Value for failure to meet SDL&I obligations.

For the duration of the contract, Eskom will retain 2.5% of every invoice (excluding VAT) as security for the fulfilment of all SDL&I Obligations. The retained amounts shall only be released to the Contractor upon fulfilment of all SDL&I obligations at the end of the contract.

## Section 4: Reporting and Monitoring

- The suppliers shall on a quarterly basis submit a report to Eskom in accordance with Data Collection Template on their compliance with the SDL&I obligations described above.
- Eskom shall review the SDL&I reports submitted by the suppliers within 30 (thirty) days of receipt of the reports and notify the suppliers in writing if their SDL&I obligations have not been met.
- Upon notification by Eskom that the suppliers have not met their SDL&I obligations, the suppliers shall be required to implement corrective measures to meet those SDL&I obligations before the commencement of the following report, failing which Retention clauses shall be invoked.
- Every contract shall be accompanied by the SDL&I Implementation Schedule, which must be completed by the suppliers and returned to SDL&I representative for acceptance 28 days after contract award. This will be used as a reference document for monitoring, measuring and reporting on the supplier's progress in delivering on their stated SDL&I commitments

## Section 5: Market Research

The following information demonstrates market analysis and assists in arriving at the targets above.

The secondary market research has revealed that there are enough Civil Engineering firms in the South Africa that are meeting the requirements of this project.

## Section 6: General Information on Validity of Sworn Affidavits

The following must be considered when it comes to validity of Affidavits;

- ✚ EME's valid affidavit (DTI template) must be submitted and attested / signed by a Commissioner of Oaths.
- ✚ SE's valid sworn affidavit (DTI template) must be submitted and attested / signed by a Commissioner of Oaths OR B-BBEE certificate from SANAS approved agency
- ✚ Joint Ventures can only submit a Consolidated, Valid and Certified Copy of B-BBEE Certificate issued by a SANAS Accredited Verification Agency specific for this
- ✚ Affidavit must be completed in full (i.e. Full financial year-end dates (day, month, year), ownership percentages and contribution level and signed off).
- ✚ Deponent and Commissioners date must be the same.
- ✚ Affidavits on Accountants/Auditors letterheads will not be accepted.
- ✚ Affidavits signed by Accountants/Auditors will not be accepted.
- ✚ Only Sworn Affidavit for EMEs coming from DTI/CIPC and B- BBEE Certificates (SANAS Accredited) will be accepted.
- ✚ Sworn Affidavits attested / signed by a Commissioner of Oaths with true copy of the original stamp will not be accepted

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