

## PART A INVITATION TO BID

<b>YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF THE DPSA</b>							
BID NUMBER:	DPSA005/2023	CLOSING DATE: 4 OCTOBER 2023		CLOSING TIME: 11:00			
DESCRIPTION	APPOINTMENT OF A SERVICE PROVIDER TO AUTOMATE BUSINESS PROCESSES AND BUILD BUSINESS APPS IN SHAREPOINT, POWERAPPS AND POWER AUTOMATE FOR THE DEPARTMENT OF PUBLIC SERVICE AND ADMINISTRATION.						
<b>BID RESPONSE DOCUMENTS MAY BE DEPOSITED IN THE BID BOX SITUATED AT (STREET ADDRESS)</b>							
Batho Pele House,							
546 Edmond Street,							
(C/O Hamilton Street),							
Arcadia							
<b>BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO</b>				<b>TECHNICAL ENQUIRIES MAY BE DIRECTED TO:</b>			
CONTACT PERSON	Lorraine Masenya / Mmapula Kotsokoane			CONTACT PERSON	Nono Selemela /Tandile Stuurman		
TELEPHONE NUMBER	012 336 1126/1389			TELEPHONE NUMBER	012 336 1561/1227		
FACSIMILE NUMBER	N/A			FACSIMILE NUMBER	N/A		
E-MAIL ADDRESS				E-MAIL ADDRESS	<a href="mailto:Nono.selemela@dpsa.gov.za">Nono.selemela@dpsa.gov.za</a> <a href="mailto:Tandile.stuurman@dpsa.gov.za">Tandile.stuurman@dpsa.gov.za</a>		
<b>SUPPLIER INFORMATION</b>							
NAME OF BIDDER							
POSTAL ADDRESS							
STREET ADDRESS							
TELEPHONE NUMBER	CODE			NUMBER			
CELLPHONE NUMBER							
FACSIMILE NUMBER	CODE			NUMBER			
E-MAIL ADDRESS							
VAT REGISTRATION NUMBER							
SUPPLIER COMPLIANCE STATUS	TAX COMPLIANCE SYSTEM PIN:			OR	CENTRAL SUPPLIER DATABASE No:	MAAA	
ARE YOU THE ACCREDITED REPRESENTATIVE IN SOUTH AFRICA FOR THE GOODS /SERVICES OFFERED?	<input type="checkbox"/> Yes <input type="checkbox"/> No [IF YES ENCLOSE PROOF]			ARE YOU A FOREIGN BASED SUPPLIER FOR THE GOODS /SERVICES OFFERED?		<input type="checkbox"/> Yes <input type="checkbox"/> No [IF YES, ANSWER THE QUESTIONNAIRE BELOW]	
<b>QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS</b>							
IS THE ENTITY A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)?						<input type="checkbox"/> YES <input type="checkbox"/> NO	
DOES THE ENTITY HAVE A BRANCH IN THE RSA?						<input type="checkbox"/> YES <input type="checkbox"/> NO	
DOES THE ENTITY HAVE A PERMANENT ESTABLISHMENT IN THE RSA?						<input type="checkbox"/> YES <input type="checkbox"/> NO	
DOES THE ENTITY HAVE ANY SOURCE OF INCOME IN THE RSA?						<input type="checkbox"/> YES <input type="checkbox"/> NO	
IS THE ENTITY LIABLE IN THE RSA FOR ANY FORM OF TAXATION?						<input type="checkbox"/> YES <input type="checkbox"/> NO	
<b>IF THE ANSWER IS "NO" TO ALL OF THE ABOVE, THEN IT IS NOT A REQUIREMENT TO REGISTER FOR A TAX COMPLIANCE STATUS SYSTEM PIN CODE FROM THE SOUTH AFRICAN REVENUE SERVICE (SARS) AND IF NOT REGISTER AS PER 2.3 BELOW.</b>							

## PART B TERMS AND CONDITIONS FOR BIDDING

<b>1. BID SUBMISSION:</b>
1.1. BIDS MUST BE DELIVERED BY THE STIPULATED TIME TO THE CORRECT ADDRESS. LATE BIDS WILL NOT BE ACCEPTED FOR CONSIDERATION.
1.2. <b>ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS PROVIDED (NOT TO BE RE-TYPED) OR IN THE MANNER PRESCRIBED IN THE BID DOCUMENT.</b>
1.3. THIS BID IS SUBJECT TO THE PREFERENTIAL PROCUREMENT POLICY FRAMEWORK ACT, 2000 AND THE PREFERENTIAL PROCUREMENT REGULATIONS, THE GENERAL CONDITIONS OF CONTRACT (GCC) AND, IF APPLICABLE, ANY OTHER SPECIAL CONDITIONS OF CONTRACT.
1.4. <b>THE SUCCESSFUL BIDDER WILL BE REQUIRED TO FILL IN AND SIGN A WRITTEN CONTRACT FORM (SBD7).</b>
<b>2. TAX COMPLIANCE REQUIREMENTS</b>
2.1 BIDDERS MUST ENSURE COMPLIANCE WITH THEIR TAX OBLIGATIONS.
2.2 BIDDERS ARE REQUIRED TO SUBMIT THEIR UNIQUE PERSONAL IDENTIFICATION NUMBER (PIN) ISSUED BY SARS TO ENABLE THE ORGAN OF STATE TO VERIFY THE TAXPAYER'S PROFILE AND TAX STATUS.
2.3 APPLICATION FOR TAX COMPLIANCE STATUS (TCS) PIN MAY BE MADE VIA E-FILING THROUGH THE SARS WEBSITE WWW.SARS.GOV.ZA.
2.4 BIDDERS MAY ALSO SUBMIT A PRINTED TCS CERTIFICATE TOGETHER WITH THE BID.
2.5 IN BIDS WHERE CONSORTIA / JOINT VENTURES / SUB-CONTRACTORS ARE INVOLVED; EACH PARTY MUST SUBMIT A SEPARATE TCS CERTIFICATE / PIN / CSD NUMBER.
2.6 WHERE NO TCS PIN IS AVAILABLE BUT THE BIDDER IS REGISTERED ON THE CENTRAL SUPPLIER DATABASE (CSD), A CSD NUMBER MUST BE PROVIDED.
2.7 NO BIDS WILL BE CONSIDERED FROM PERSONS IN THE SERVICE OF THE STATE, COMPANIES WITH DIRECTORS WHO ARE PERSONS IN THE SERVICE OF THE STATE, OR CLOSE CORPORATIONS WITH MEMBERS PERSONS IN THE SERVICE OF THE STATE."

**NB: FAILURE TO PROVIDE / OR COMPLY WITH ANY OF THE ABOVE PARTICULARS MAY RENDER THE BID INVALID.**

SIGNATURE OF BIDDER: .....

CAPACITY UNDER WHICH THIS BID IS SIGNED: .....  
(Proof of authority must be submitted e.g. company resolution)

DATE: .....

**KINDLY REGISTER YOUR PROPOSALS /BIDS IN THE SUBMISSION REGISTER  
AT DPSA RECEPTION.**

**PRICING SCHEDULE**  
(Professional Services)

NAME OF BIDDER: ..... BID NO.: DPSA005/2023

CLOSING TIME 11:00

CLOSING DATE... 04/10/2023

**OFFER TO BE VALID FOR 90 DAYS FROM THE CLOSING DATE OF BID.**

**DESCRIPTION: APPOINTMENT OF A SERVICE PROVIDER TO AUTOMATE BUSINESS PROCESSES AND BUILD BUSINESS APPS IN SHAREPOINT , POWERAPPS AND POWER AUTOMATE FOR THE DEPARTMENT OF PUBLIC SERVICE AND ADMINISTRATION.**

BID PRICE IN RSA CURRENCY

NO

**\*\* (ALL APPLICABLE TAXES INCLUDED)**

1. The accompanying information must be used for the formulation of proposals.
  2. Bidders are required to indicate a ceiling price based on the total estimated time for completion of all phases and including all expenses inclusive of all applicable taxes for the project. R.....
  3. PERSONS WHO WILL BE INVOLVED IN THE PROJECT AND RATES APPLICABLE (CERTIFIED INVOICES MUST BE RENDERED IN TERMS HEREOF)
  4. PERSON AND POSITION
- |       | HOURLY RATE | DAILY RATE |
|-------|-------------|------------|
| ----- | R-----      | -----      |
| ----- | R-----      | -----      |
| ----- | R-----      | -----      |
| ----- | R-----      | -----      |
| ----- | R-----      | -----      |
5. PHASES ACCORDING TO WHICH THE PROJECT WILL BE COMPLETED, COST PER PHASE AND MAN-DAYS TO BE SPENT
- |       |        |            |
|-------|--------|------------|
| ----- | R----- | ----- days |
| ----- | R----- | ----- days |
| ----- | R----- | ----- days |
| ----- | R----- | ----- days |
- 5.1 Travel expenses (specify, for example rate/km and total km, class of airtravel, etc). Only actual costs are recoverable. Proof of the expenses incurred must accompany certified invoices.

DESCRIPTION OF EXPENSE TO BE INCURRED	RATE	QUANTITY	AMOUNT
-----	-----	-----	R.....
-----	-----	-----	R.....
-----	-----	-----	R.....
-----	-----	-----	R.....

TOTAL: R.....

**\*\* "all applicable taxes" includes value- added tax, pay as you earn, income tax, unemployment insurance contributions and skills development levies.**

Name of Bidder: .....

- 5.2 Other expenses, for example accommodation (specify, eg. Three star hotel, bed and breakfast, telephone cost, reproduction cost, etc.). On basis of these particulars, certified invoices will be checked for correctness. Proof of the expenses must accompany invoices.

DESCRIPTION OF EXPENSE TO BE INCURRED	RATE	QUANTITY	AMOUNT
.....	.....	.....	R.....
.....	.....	.....	R.....
.....	.....	.....	R.....
.....	.....	.....	R.....
TOTAL: R.....			

6. Period required for commencement with project after acceptance of bid .....  
 7. Estimated man-days for completion of project .....  
 8. Are the rates quoted firm for the full period of contract? \*YES/NO  
 9. If not firm for the full period, provide details of the basis on which adjustments will be applied for, for example consumer price index. ....  
 .....  
 .....  
 .....

## BIDDER'S DISCLOSURE

### 1. PURPOSE OF THE FORM

Any person (natural or juristic) may make an offer or offers in terms of this invitation to bid. In line with the principles of transparency, accountability, impartiality, and ethics as enshrined in the Constitution of the Republic of South Africa and further expressed in various pieces of legislation, it is required for the bidder to make this declaration in respect of the details required hereunder.

Where a person/s are listed in the Register for Tender Defaulters and / or the List of Restricted Suppliers, that person will automatically be disqualified from the bid process.

### 2. Bidder's declaration

- 2.1 Is the bidder, or any of its directors / trustees / shareholders / members / partners or any person having a controlling interest<sup>1</sup> in the enterprise, employed by the state? **YES/NO**

- 2.1.1 If so, furnish particulars of the names, individual identity numbers, and, if applicable, state employee numbers of sole proprietor/ directors / trustees / shareholders / members/ partners or any person having a controlling interest in the enterprise, in table below.

Full Name	Identity Number	Name of State institution

- 2.2 Do you, or any person connected with the bidder, have a relationship

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<sup>1</sup> the power, by one person or a group of persons holding the majority of the equity of an enterprise, alternatively, the person/s having the deciding vote or power to influence or to direct the course and decisions of the enterprise.

with any person who is employed by the procuring institution? **YES/NO**

2.2.1 If so, furnish particulars:

.....  
 .....

2.3 Does the bidder or any of its directors / trustees / shareholders / members / partners or any person having a controlling interest in the enterprise have any interest in any other related enterprise whether or not they are bidding for this contract? **YES/NO**

2.3.1 If so, furnish particulars:

.....  
 .....

### **3 DECLARATION**

I, \_\_\_\_\_ the \_\_\_\_\_ undersigned,  
 (name)..... in  
 submitting the accompanying bid, do hereby make the following  
 statements that I certify to be true and complete in every respect:

- 3.1 I have read and I understand the contents of this disclosure;
- 3.2 I understand that the accompanying bid will be disqualified if this disclosure is found not to be true and complete in every respect;
- 3.3 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 consortium<sup>2</sup> will not be construed as collusive bidding.
- 3.4 In addition, there have been no consultations, communications, agreements or arrangements with any competitor regarding the quality, quantity, specifications, prices, including methods, factors or formulas used to calculate prices, market allocation, the intention or decision to submit or not to submit the bid, bidding with the intention not to win the bid and conditions or delivery particulars of the products or services to which this bid invitation relates.
- 3.4 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.
- 3.5 There have been no consultations, communications, agreements or arrangements made by the bidder with any official of the procuring

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<sup>2</sup> 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.

institution in relation to this procurement process prior to and during the bidding process except to provide clarification on the bid submitted where so required by the institution; and the bidder was not involved in the drafting of the specifications or terms of reference for this bid.

- 3.6 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.

I CERTIFY THAT THE INFORMATION FURNISHED IN PARAGRAPHS 1, 2 and 3 ABOVE IS CORRECT.

I ACCEPT THAT THE STATE MAY REJECT THE BID OR ACT AGAINST ME IN TERMS OF PARAGRAPH 6 OF PFMA SCM INSTRUCTION 03 OF 2021/22 ON PREVENTING AND COMBATING ABUSE IN THE SUPPLY CHAIN MANAGEMENT SYSTEM SHOULD THIS DECLARATION PROVE TO BE FALSE.

.....	.....
Signature	Date
.....	.....
Position	Name of bidder

## PREFERENCE POINTS CLAIM FORM IN TERMS OF THE PREFERENTIAL PROCUREMENT REGULATIONS 2022

This preference form must form part of all tenders invited. It contains general information and serves as a claim form for preference points for specific goals.

**NB: BEFORE COMPLETING THIS FORM, TENDERERS MUST STUDY THE GENERAL CONDITIONS, DEFINITIONS AND DIRECTIVES APPLICABLE IN RESPECT OF THE TENDER AND PREFERENTIAL PROCUREMENT REGULATIONS, 2022**

### 1. GENERAL CONDITIONS

1.1 The following preference point systems are applicable to invitations to tender:

- the 80/20 system for requirements with a Rand value of up to R50 000 000 (all applicable taxes included); and
- the 90/10 system for requirements with a Rand value above R50 000 000 (all applicable taxes included).

1.2 The applicable preference point system for this tender is the **80/20** preference point system.

1.3 Points for this tender (even in the case of a tender for income-generating contracts) shall be awarded for:

- (a) Price; and
- (b) Specific Goals (B-BBEE Status Level of Contributor).

1.4 The maximum points for this tender are allocated as follows:

	POINTS
<b>PRICE</b>	<b>80</b>
<b>B-BBEE (Status Level of Contributor)</b>	<b>20</b>
<b>Total points for Price and SPECIFIC GOALS</b>	<b>100</b>

1.5 Failure on the part of a tenderer to submit proof or documentation required in terms of this tender to claim points for specific goals with the tender, will be interpreted to mean that preference points for specific goals are not claimed.

1.6 Failure on the part of a tenderer to submit a B-BBEE Verification Certificate from a Verification Agency accredited by the South African National Accreditation System (SANAS), or a sworn affidavit confirming annual turnover and level of black ownership in case of an EME and QSE together with the bid, will be interpreted to mean that preference points for B-BBEE status level of contribution are not claimed.

1.7 The organ of state reserves the right to require of a tenderer, either before a tender is



adjudicated or at any time subsequently, to substantiate any claim in regard to preferences, in any manner required by the organ of state.

## 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 of an entity in terms of a code of good practice on black economic empowerment, issued in terms of section 9(1) of the Broad-Based Black Economic Empowerment Act;
- (c) **“Broad-Based Black Economic Empowerment Act”** means the Broad-Based Black Economic Empowerment Act, 2003 (Act No. 53 of 2003);
- (d) **“tender”** means a written offer in the form determined by an organ of state in response to an invitation to provide goods or services through price quotations, competitive tendering process or any other method envisaged in legislation;
- (e) **“price”** means an amount of money tendered for goods or services, and includes all applicable taxes less all unconditional discounts;
- (f) **“rand value”** means the total estimated value of a contract in Rand, calculated at the time of bid invitation, and includes all applicable taxes;
- (g) **“tender for income-generating contracts”** means a written offer in the form determined by an organ of state in response to an invitation for the origination of income-generating contracts through any method envisaged in legislation that will result in a legal agreement between the organ of state and a third party that produces revenue for the organ of state, and includes, but is not limited to, leasing and disposal of assets and concession contracts, excluding direct sales and disposal of assets through public auctions; and
- (h) **“the Act”** means the Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000).

## 3. FORMULAE FOR PROCUREMENT OF GOODS AND SERVICES

### 3.1. POINTS AWARDED FOR PRICE

#### 3.1.1 THE 80/20 PREFERENCE POINT SYSTEMS

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

**80/20**

$$Ps = 80 \left( 1 - \frac{Pt - Pmin}{Pmin} \right)$$

Where

Ps = Points scored for price of tender under consideration

Pt = Price of tender under consideration

Pmin = Price of lowest acceptable tender

### 3.2. FORMULAE FOR DISPOSAL OR LEASING OF STATE ASSETS AND INCOME GENERATING PROCUREMENT

#### 3.2.1. POINTS AWARDED FOR PRICE

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

**80/20**

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

Where

P<sub>s</sub> = Points scored for price of tender under consideration

P<sub>t</sub> = Price of tender under consideration

P<sub>max</sub> = Price of highest acceptable tender

### 4. POINTS AWARDED FOR SPECIFIC GOALS

- 4.1. In terms of Regulation 4(2) and 6(2) of the Preferential Procurement Regulations, preference points must be awarded for specific goals stated in the tender. For the purposes of this tender the tenderer will be allocated points based on the goals stated in table 1 below as may be supported by proof/ documentation stated in the conditions of this tender:

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 CONTRIBUTOR CLAIMED IN TERMS OF PARAGRAPHS 1.4 AND 4.1**

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

(Points claimed in respect of paragraph 6.1 must be in accordance with the table reflected in paragraph 4.1 and must be substantiated by relevant proof of B-BBEE status level of contributor.

**DECLARATION WITH REGARD TO COMPANY/FIRM**

7.1. Name of company/firm.....

7.2. Company registration number: .....

7.3. TYPE OF COMPANY/ FIRM

- ☐ Partnership/Joint Venture / Consortium
- ☐ One-person business/sole propriety
- ☐ Close corporation
- ☐ Public Company
- ☐ Personal Liability Company
- ☐ (Pty) Limited
- ☐ Non-Profit Company
- ☐ State Owned Company

[TICK APPLICABLE BOX]

7.4. I, the undersigned, who is duly authorised to do so on behalf of the company/firm, certify that the points claimed, based on the specific goals as advised in the tender, qualifies the company/ firm for the preference(s) shown and I 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 paragraphs 1.4, the contractor may be required to furnish documentary proof to the satisfaction of the organ of state that the claims are correct;
- iv) If the specific goals have been claimed or obtained on a fraudulent basis or any of the conditions of contract have not been fulfilled, the organ of state may, in addition to any other remedy it may have –
  - (a) disqualify the person from the tendering 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) recommend that the tenderer or contractor, its shareholders and directors, or only the shareholders and directors who acted on a fraudulent basis, be restricted 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, if deemed necessary.

.....

SIGNATURE(S) OF TENDERER(S)

SURNAME AND NAME: .....

DATE: .....

ADDRESS: .....

.....

.....

.....



**the dpsa**

Department:  
Public Service and Administration  
REPUBLIC OF SOUTH AFRICA

**THE DEPARTMENT OF PUBLIC SERVICE AND ADMINISTRATION**

**BID CHECK LIST**

<b>Have you submitted a proof of registration on the Central Supplier Database (CSD) with National Treasury?</b>	<b>YES</b>	<b>NO</b>
<b>In case of consortium, have all parties to the consortium/joint venture submitted a valid Tax Clearance Certificate?</b> (Failure to submit a valid Tax Clearance Certificate for each party of the consortium/joint venture WILL result in the invalidation of your bid)	<b>YES</b>	<b>NO</b>
<b>Is the SBD 6.1 form fully completed and signed by the duly authorized person?</b> (Failure to fully sign the SBD 6.1 will result in the invalidation of your bid)	<b>YES</b>	<b>NO</b>
<b>Are the following forms fully completed and signed?</b>  1. SBD 1 2. SBD 3.3 3. Declaration of Interest (SBD 4) 4. SBD 6.1	<b>YES</b>	<b>NO</b>

.....  
**Signature**

.....  
**Date:**



**the dpsa**

Department:  
Public Service and Administration  
**REPUBLIC OF SOUTH AFRICA**

## **TERMS OF REFERENCE**

### **AUTOMATION OF DEPARTMENT OF PUBLIC SERVICE AND ADMINISTRATION BUSINESS PROCESSES WITH MICROSOFT POWER PLATFORM**

**DELIVERY ADDRESS: THE DPSA, BATHO PELE HOUSE, 546 EDMOND STREET (C/O  
HAMILTON STREET), ARCADIA, PRETORIA, 0083**

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## 1. Glossary

**Microsoft Power Platform (MPP)** - Microsoft Power Platform is cloud-based software as a service (SaaS) solution running on Microsoft Azure. It is a low-code, rapid business application development platform, containing several different, independent, but closely related tools and is highly scalable. It is licensed through Microsoft 365 and secured by Azure Active Directory. Connectors are provided for Office 365, such as email and SharePoint.

**Software Development Life Cycle (SDLC)** - It is a structured approach used by software development teams to design, develop, test, and deploy software applications. The SDLC process involves a series of well-defined phases that guide the development process from start to finish.

**Microsoft Gold Partner** - a partner committed to earning the highest level of company customer care and collaborative relationship with Microsoft.

## 2. Introduction and Background

The Department of Public Service and Administration (DPSA) advises the Minister for Public Service and Administration (MPSA) on government policies in respect of the public service. It draws its legislative mandate from section 197, read with section 195(1) of the Constitution, the Public Service Act, 1994 and the Public Administration Management Act, 2014.

The MPSA is responsible for establishing norms and standards relating to:

1. The functions of the public service;
2. Organisational structures and establishments of departments and other organisational and governance arrangements in the public service;
3. Labour relations, conditions of service and other employment practices for employees;
4. The Health and wellness of employees;
5. Information management;
6. Electronic government in the public service;
7. Integrity, ethics, conduct and anti-corruption; and
8. Transformation, reform, innovation, and any other matter to improve the effectiveness and efficiency of the public service and its service delivery to the public.

The DPSA relies on technology to provide efficient and effective services to officials and departments in the Public Service.



The ICT Management and Support Directorate provides IT services to the DPSA, including customising and maintaining the department's Enterprise Content Management System, Microsoft SharePoint. To further enhance its efficiency, DPSA intends to streamline and automate business processes using the Microsoft Power Platform.

The department currently has limited resources with the necessary skills and experience and therefore seeks an experienced Business Applications Gold Microsoft partner to assist with optimising the DPSA's Microsoft Power Platform environment, determine standards for design and development, review existing and develop new business applications.

The DPSA aims to:

- Increase productivity, improve service delivery and provide efficient and effective services to DPSA's stakeholders;
- Capacitate existing resources with the necessary skills and experience to develop well designed and developed business applications, using best practice, for the DPSA to automate business processes.

### **3. Scope of Work**

The service provider should have the necessary capacity, with relevant skills and experience in using the Microsoft Power Platform (MPP), to provide the following services in a 3-phased approach and ensure transfer of skills (on-site). The details of the phases are as follows:

#### **3.1. Phase 1: Environment, Best practices and Standards**

This phase involves ensuring a proper understanding of the MPP solutions architecture, a review of the current DPSA MPP environment and recommendations for improvement, determine best practice and standards for design and development of business applications using MPP:

1. Provide documentation and train DPSA resources on the fundamentals and architecture of the MPP, which is imperative when designing solutions based on the MPP.
2. Review the DPSA MPP Environment and make written recommendations for changes, e.g. development (DEV), testing (TEST) and production environments (PRD), as well as backup and/or replication to ensure business continuity.
3. Review the existing MPP licensing estate considering the requirements within scope of this Terms of Reference and make written recommendations.
4. Document and train seven (7) DPSA technical resources on best practices and principles for design and development of business applications using the MPP,

including use of shareable elements. The designs should take cognisance of DPSA's corporate identity guidelines, ensuring consistency in terms of branding, design elements, and user experience.

5. Document and train DPSA resources on tips and tricks to fast-track application development, including sharing and of re-usable elements.
6. Document and train DPSA resources on best practices for change control and promotion between the (DEV), (TEST) and (PRD).
7. Document and train DPSA resources in the development of systems documentation for MPP business applications.

### **3.2. Phase 2: Review of existing systems, oversee and support implementation of recommendations**

This phase involves a comprehensive review of five in-house developed systems, of which one has been deployed, 3 are in development and 1 is currently being tested. The purpose of this review is to assess the design and development in line with best practice and standards defined in Phase 1, make recommendations for improvement and oversee and support implementation of recommendations.

### **3.3. Phase 3: Design, development and deployment of new business applications**

This phase involves the design, development and implementation of three new business applications for the DPSA, applying the established solutions architecture, best practices and standards defined in Phase 1.

The business applications identified are:

1. DPSA Case Management to enable the DPSA to keep track and manage communication with its stakeholders;
2. Management of Cabinet Memoranda from the MPSA to Cabinet;
3. Management of Parliamentary Questions and Responses to the MPSA.

For these business applications the following services are required:

1. Determine and document business requirements, including mapping of business Processes using Business Process Model and Notation (BPMN). Process models must be provided in interoperable formats which can be imported and edited using Bizagi Modeler software (freeware), e.g. BPMN 2.0 and XPD 2.2).
2. Determine viability and implications of using any Microsoft solutions for business applications listed above.
3. Design and development business applications in line with the environment and standards determined in Phase 1.

4. Test business applications.
5. Develop business application user manuals;
6. Implement business applications and provide support;
7. Conduct user acceptance testing of business applications.
8. Provide documentation on business applications for implementation, maintenance and support purposes.
9. Train users on the business application;
10. Change management to ensure adoption of the business application by stakeholders.

#### **4. Deliverables**

The following deliverables are required:

##### **4.1. Phase 1: Environment, Best practices and Standards**

The deliverables for this phase are:

- Application and Application Security Architecture
- Detailed work plan with activities, resource and time frames.
- Document and training on fundamentals and solutions architecture of the MPP.
- Report and recommendations on the review of DPSA MPP Environment.
- Report and recommendations on DPSA MPP licensing estate.
- Document and training on best practices and principles for design, development, change control, implementation and documentation of business applications using MPP.

##### **4.2. Phase 2: Review of existing systems, oversee and support implementation of recommendations**

The deliverables for this phase are:

- Detailed work plan with activities, resources and time frames.
- Report on review and recommendations of the five (5) in-house developed business applications.

##### **4.3. Phase 3: Design, development and deployment of new business applications**

The deliverables for this phase are:

- Detailed work plan with activities, resource and time frames.

- Project status and progress reports.
- Business requirements and mapped business processes for 3 new business applications.
- Design documents for 3 new business applications.
- User manuals for each system implemented, detailing each system's operation and use.
- Test reports outlining the user acceptance testing performed and results obtained.
- Change management plans.
- Implemented and fully functional e-Submission System, Case Management System, Cabinet Memoranda and Parliamentary Questions and Responses systems.
- Business application documentation for implementation, maintenance and support.

## **5. Skills, Knowledge and Experience Required**

Good communication and problem-solving skills are required, as well as proficiency and experience in the following:

- MPP solutions architecture and security.
- Business requirement analysis and process mapping using BPMN 2.0 or XPD 2.2.
- Design and development of robust MPP business applications with workflow, using best practice and standards.
- Database design and modelling.
- Business application testing.
- Developing technical documentation for MPP business applications.
- Agile project management.
- Change management.

## 6. The current MPP environment of the DPSA

The current software licensing, available in the DPSA, within scope of this Terms of Reference are as follows:

	ITEM
1.	Microsoft 365 E3 Plan
2.	Microsoft Azure P1
3.	Microsoft SharePoint 2019/Online
4.	Power Apps Portal
5.	Microsoft Power BI Pro
6.	Microsoft Exchange Online
7.	Visual Studio Enterprise
8.	Microsoft Power Automate
9.	Microsoft Power Apps

## 7. Out of scope services

The following are considered out of scope:

- Development of custom software solutions that are not based on MPP.
- Development of mobile applications not related to DPSA's business processes.
- Infrastructure changes that are not directly related to the implementation of MPP.

## 8. Reporting and Meetings

The service provider will be expected to provide monthly project status and progress reports to the DPSA, including all relevant details about the progress, including risks, mitigation and any other relevant information. These reports should be made available within 2 working days after the end of every calendar month.

Monthly Project review meetings must be scheduled by the Project Manager, to present and discuss the Project status and progress reports. Minutes of the review meetings should be made available to the DPSA within 5 working days after the meeting.

## **9. Code of Conduct**

It is a requirement that all consultants assigned to the DPSA by the service provider, must sign and adhere to the Code of Conduct for Public Servants, before commencement of any work.

## **10. Security Screening**

The service provider is expected to conduct Security screening, including criminal background checks, on all consultants assigned to the DPSA in terms of this bid.

## **11. Non-Disclosure Agreements**

Non-Disclosure Agreements (NDAs) are required for this project to ensure the confidentiality of sensitive and personal information. The service provider shall sign an NDA with the DPSA before commencing work on the project. The NDA shall cover all project-related information, including but not limited to software, documentation, data, reports, and any other materials produced during the project.

## **12. Priority Levels and Time frames**

The appointed Services provider shall prioritise all tasks and requests received from the DPSA according to its level of importance and urgency. The Service provider shall agree with the DPSA on the time frames for completion of tasks and requests and shall ensure that these are met.

## **13. Penalties**

The DPSA reserves the right to claim penalties and remedies in the event of non-performance or delays and missed deadlines. The compensation amount shall be calculated at 2.5% of the monthly cost of the affected service.

## **14. Estimated Costs**

The service provider shall provide a detailed breakdown of the estimated costs required to conduct all three phases of the project. The cost estimation should include all relevant fees, licenses, taxes, and other expenses that may arise during the project's duration.

## 15. Mandatory Documents to be submitted

The following mandatory documents must be submitted. Failure to comply with the provision of any of the mandatory requirements will result in the disqualification of the bidder's proposal.

- 15.1. Proposals must be submitted in five (5) hard copies, comprising of one (1) original, and four (4) copies.
- 15.2. Profile of the company outlining the company's background, history, areas of business, etc. Identify existing client base including the number of clients similar services have been provided to.
- 15.3. Abridged Curriculum Vitae (CVs) of the Project Manager and all consultants to be allocated in the different roles required, indicating qualifications and relevant experience.
- 15.4. Provide references that DPSA can contact. DPSA reserves the right to contact these references directly and without prior consent. Reference letters must be on company letter head, signed and dated. It must contain the following information:
  - Name of the project;
  - Nature of work conducted;
  - Date when project was undertaken;
  - Duration of the project.
- 15.5. Proof of Microsoft Business Applications Gold Partner status.
- 15.6. A detailed plan reflecting approach, methodology, activities, project time frames, skills transfer, costing and outputs.
- 15.7. A detailed cost breakdown that includes all costs associated with the project. The cost structure should be all inclusive.
- 15.8. A list of references, including contact information for previous clients. This is in addition to the reference letters required as per point 15.4 above.
- 15.9. Fully completed and signed Standard Bidding Documentation (SBD) forms.
- 15.10. Proof of registration on the Central Supplier Database (CSD) with National Treasury.

**Note:** Prospective bidders responding to this bid/RFQ must be registered as a service provider on the Central Supplier Database (CSD). If your company is not registered on the CSD, proceed to complete the registration of your company prior to submitting your

proposal. Refer to <https://secure.csd.gov.za/> to register your company. Ensure that all documentation on the database is updated and valid.

**No** Bid will be awarded to a Supplier/Service Provider who has not registered on the CSD.

## **16. Terms and Conditions**

- 16.1. Once the letter of appointment has been issued to the successful service provider, the service provider shall be expected to enter into a contract (Service Level Agreement) with the DPSA within 30 days of the appointment.
- 16.2. The contract shall specify the duration of the project, including the expected start and end dates. The contract duration shall also include any post-implementation maintenance and support required by the DPSA. The service provider shall ensure that the project is completed within the specified timeline.
- 16.3. The DPSA reserves the right not to appoint any service provider should it deem fit to do so.
- 16.4. The DPSA will furnish the service provider with all the relevant information and available data within their possession that may be necessary for the service provider to perform duties.

## **17. Intellectual Property**

- 17.1. All information, documents and reports not currently in the public domain and used during or generated from the project must be regarded as confidential and may not be made available to any unauthorised person or institution without written permission by the DPSA.
- 17.2. The DPSA shall become the owner of developed work, inclusive of documents, advisory, plans, models and reports produced and same must be handed over to the DPSA after completion of the project.



## 18. Evaluation Criteria

18.1. The evaluation criteria for the assessment of the proposals will be based on both qualitative and financial aspects of the proposal.

18.2. Service providers shall be evaluated on functionality.

18.3. The Bid documents will be evaluated individually on score sheets, by a representative evaluation panel according to the evaluation criteria and scores indicated in the table below:

Detailed Functionality Criteria				
Criteria		Scoring Indicators	Score	Total Score
Proven experience and capability of service provider and resources in conducting similar projects				
1.	Company proficiency, experience and capability	More than 8 years experience in similar projects.	5	10
		7-8 years experience in similar projects.	4	
		5-6 years experience in similar projects.	3	
		3-4 years experience in similar projects.	2	
		1-2 experience in similar projects.	1	
2.	Evidence of track record for provision of similar services  <b>NB! Reference letters must be on company letter head, signed and dated</b>	Five (5) or more reference letters of successful implementation of similar projects.	5	20
		Four (4) reference letters of successful implementation of similar projects.	4	
		Three (3) reference letters of successful implementation of similar projects.	3	
		Two (2) reference letters of successful implementation of similar projects.	2	
		One (1) reference letter of successful implementation of similar projects.	1	

**The service provider must prove that it has the experience, expertise, qualifications required/expected to ensure proper/quality execution of the assignment. The CVs of the employees to be deployed for the project will be used for Evaluation.**

3.	Skills, Knowledge and Experience of Project Leader	Allocated roles and resources matching the skills, knowledge and experience required.		10
		The project lead possesses any MPP certification and 4 years' experience in leading a specific aspect of a project or similar project.	5	
		The project lead possesses any MPP certification and 3 years' experience in leading a specific aspect of a project or similar project.	4	
		The project lead possesses any MPP certification and 2 years' experience in leading a specific aspect of a project or similar project.	3	
		The project lead possesses any MPP certification and 1 year experience in leading a specific aspect of a project or similar project.	2	
		The project lead possesses any MPP certification and less than 1 year of experience in leading a specific aspect of a project or similar project.	1	
4.	Skills, Knowledge and Experience of Team Members (Excluding Project Lead)	Allocated roles and resources matching the skills, knowledge and experience required.		10
		Team members possess any MPP certification and collectively have 4 years' experience developing applications using MPP.	5	
		Team members collectively possess any MPP certification and 3 years' experience developing applications using MPP.	4	

		<p>Team members possess any MPP certification and collectively have 2 years' experience developing applications using MPP.</p>	3	
		<p>Team members possess any MPP certification and collectively have 1 years' experience developing applications using MPP.</p>	2	
		<p>Team members possess any MPP certification and collectively have less than 1 year experience using MPP.</p>	1	
<b>Understanding and conceptualization (approach, methodology, work plans, governance, etc.)</b>				
5.	<p>Proposal clearly provides: A detailed plan reflecting project scope, project team, technical requirements, risk assessment, project time frames, skills transfer, costing and outputs, suggested integrations, additional licensing, change management practices</p>	<p>The approach includes a comprehensive exposition and motivation in support of the proposal, and the service provider has demonstrated this by responding to 8 and more of the criteria as stipulated.</p>	5	30
		<p>The approach includes a comprehensive exposition and motivation in support of the proposal, and the service provider has demonstrated this by responding to 6 or more but less than 8 of the criteria as stipulated.</p>	4	
		<p>The approach includes a comprehensive exposition and motivation in support of the proposal, and the service provider has demonstrated this by responding to 4 or more but less than 6 of the criteria as stipulated.</p>	3	
		<p>The approach includes a comprehensive exposition and motivation in support of the proposal, and the service provider has demonstrated this by responding to 2 or</p>	2	

		<p>more but less than 4 of the criteria as stipulated.</p> <p>The approach includes a comprehensive exposition and motivation in support of the proposal, and the service provider has demonstrated this by responding to less than 2 of the criteria as stipulated.</p>	1	
6.	<p>Proposed SDLC methodology to achieve required deliverables for Phase 3, in line with the following criteria:</p> <ol style="list-style-type: none"> <li>1. Process definition and flexibility;</li> <li>2. Final product determination;</li> <li>3. Cost;</li> <li>4. Completion date;</li> <li>5. Responsiveness;</li> <li>6. Training and knowledge;</li> <li>7. Probability of success;</li> </ol> <p>with detailed motivation and benefits for proposed methodology.</p>	<p>The proposed SDLC methodology includes a comprehensive exposition and motivation in support of the proposal and the service provider has demonstrated this by responding to all 7 or more of the criteria as stipulated.</p> <p>The proposed SDLC methodology includes a comprehensive exposition and motivation in support of the proposal and the service provider has demonstrated this by responding to 6 or more but less than 7 of the criteria as stipulated.</p> <p>The proposed SDLC methodology includes a comprehensive exposition and motivation in support of the proposal and the service provider has demonstrated this by responding to 4 or more but less than 6 of the criteria as stipulated.</p> <p>The proposed SDLC methodology includes a comprehensive exposition and motivation in support of the proposal and the service provider has demonstrated this by responding to 2 or more but less than 4 of the criteria as stipulated.</p> <p>The proposed SDLC methodology includes a comprehensive exposition and motivation in support of the proposal and the service provider has demonstrated</p>	<p>5</p> <p>4</p> <p>3</p> <p>2</p> <p>1</p>	20

		this by responding to less than 2 of the criteria as stipulated.		
<b>Total functionality score</b>			<b>100%</b>	
<b>Minimum threshold for function</b>			<b>70%</b>	

18.4. All bidders who score less than 70 out of 100 points for functionality will not be considered further.

18.5. Shortlisted Bidders may be invited to do a presentation on their proposals at their own cost.

18.6. Bidders doing the presentation will be evaluated by a representative panel according to the evaluation criteria indicated in the ToR.

18.7. Only service providers that score points which exceed the minimum threshold provided on functionality will be evaluated further. The Department will make use of the respective Broad-Based Black Economic Empowerment Score Card in terms of the Broad-Based Black Economic Empowerment Act and its associated Regulations in terms of specific goals referenced in Preferential Procurement Regulations, 2022. The Preference point system will therefore be based on Price and points scored for the Broad-Based Black Economic Empowerment Status Level. Responsive bids will be adjudicated by the Department on the 80/20- preference point for Broad-Based Black economic empowerment in terms of which points are awarded to bidders based on the:

- (a) The lowest price (maximum 80 points).
- (b) Broad-based black Economic Empowerment (maximum 20 points).

18.8. The following formula will be used to calculate the points for price in respect of bidders with a Rand value below R50 000 000:

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

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

18.9. Broad-Based Black Economic Empowerment and/or subcontracting with a Broad-Based Black Economic Empowerment.

- 18.10. A maximum of 20 points may be awarded to a bidder who meets requirements for Broad-Based Black Economic Empowerment and/or subcontracting with a Broad-Based Black Economic Empowerment stipulated in the Preferential Procurement regulations. For this bid, the maximum number of Broad-based black Economic Empowerment status points that could be allocated are indicated in the table below:

B-BBEE 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

- 18.11. Failure to capture the required status level and to submit the required BBBEE status level certificates will lead to a zero (0) status level for non-compliant service providers.
- 18.12. The points scored by a bidder in respect of the points indicated above will be added to the points scored for price.
- 18.13. Bidders are requested to complete the various preference claim forms in order to claim preference points.
- 18.14. Only a bidder who has fully completed and signed the declaration part of the preference claim form will be considered for B-BBEE status with the provision of a valid B-BBEE verification certificate or Sworn Affidavit.
- 18.15. Supply Chain Management may, before a bid is adjudicated or at any time, require a bidder to substantiate claims it has made with regard to B-BBEE status.
- 18.16. Points scored will be rounded off to the nearest two decimals.
- 18.17. In the event that two or more bids have scored equal total points, the contract will be awarded to the bidder scoring the highest number of points for B-BBEE status.. In the event that two or more bidders are equal in all respects, the award shall be decided by drawing of lots.

- 18.18. A contract may, on reasonable and justifiable grounds, be awarded to a bidder that did not score the highest number of points.

## **19. Confidentiality**

- 19.1. Service providers shall hold the ToR and all information related to the Bid in strict confidence and usage of such information shall be limited to the preparation of the Bid. Service Providers shall undertake to limit the number of copies of this document.
- 19.2. The service provider is bound by this confidentiality provision preventing the unauthorised disclosure of any data or information to other organisations or individuals.

## **20. Late Bids**

- 20.1. Bids received late will not be considered. Service providers are therefore strongly advised to ensure that bids are dispatched allowing enough time for any unforeseen events that may delay the delivery of the bid.
- 20.2. The official Telkom time (Dial 1026) will be used to verify the exact closing time.
- 20.3. Bids sent via any other means other than hand delivery shall be deemed to be received on the date and time of arrival at the DPSA premises.
- 20.4. Bids received at the physical address after the closing date and time of the bid, shall therefore be deemed to have been received late.

## **21. Withdrawal or Modification of Bids**

A service provider who submits a proposal in response to the terms of reference will have the right to withdraw, modify or correct a proposal after delivery thereof provided that the request for such withdrawal, modification or correction, together with the full details of such modification or correction are received by the DPSA at the address provided before the closing date stipulated for the receipt of proposals. Failure to do so before the closing date and time as stipulated will result in the original (pre-modified) bid being considered.

## **22. Enquiry and Delivery Details**

### **22.1. Delivery Address**

Supply Chain Management  
Department of Public Service and Administration  
Batho Pele House  
546 Edmond Street (Corner Edmond and Hamilton Street)  
Acadia  
Pretoria  
0001

### **22.2. Supply Chain Management (SCM) Enquiries**

All SCM related enquiries should be directed to:

- Ms. Lorraine Masenya, 012 336 1126, [Lorraine@dpsa.gov.za](mailto:Lorraine@dpsa.gov.za)

### **22.3. Technical Enquiries**

Any technical enquiries can be directed to:

- Ms. Tandile Stuurman, 012 336 1227, [Tandile.Stuurman@dpsa.gov.za](mailto:Tandile.Stuurman@dpsa.gov.za)
- Mr. Nono Selemela, 012 336 1561, [Nono.Selemela@dpsa.gov.za](mailto:Nono.Selemela@dpsa.gov.za)



# **THE NATIONAL TREASURY**

**Republic of South Africa**



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## **GOVERNMENT PROCUREMENT: GENERAL CONDITIONS OF CONTRACT**

**July 2010**

**GOVERNMENT PROCUREMENT**  
**GENERAL CONDITIONS OF CONTRACT**  
**July 2010**

**NOTES**

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.

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## **General Conditions of Contract**

### **1. Definitions**

1. 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 any thing 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](http://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 so 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 5.1 except for purposes of performing the contract.
- 5.3 Any document, other than the contract itself mentioned in GCC clause 5.1 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 under the contract, including any warranty obligations, unless otherwise specified in SCC.

**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 that 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 fulfillment 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 this 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 canceling 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 anti-dumping 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 willful 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.
<b>29. Governing language</b>	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.
<b>30. Applicable law</b>	30.1 The contract shall be interpreted in accordance with South African laws, unless otherwise specified in SCC.
<b>31. Notices</b>	<p>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</p> <p>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.</p>
<b>32. Taxes and duties</b>	<p>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.</p> <p>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.</p> <p>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.</p>
<b>33. National Industrial Participation Programme (NIP)</b>	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.
<b>34 Prohibition of Restrictive practices</b>	<p>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).</p> <p>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.</p>

- 34.3 If a bidder(s) or contractor(s), has / have been found guilty by the Competition Commission of the restrictive practice referred to above, the purchaser may, in addition and without prejudice to any other remedy provided for, invalidate the bid(s) for such item(s) offered, and / or terminate the contract in whole or part, and / or restrict the bidder(s) or contractor(s) from conducting business with the public sector for a period not exceeding ten (10) years and / or claim damages from the bidder(s) or contractor(s) concerned.