



Midvaal Local Municipality
PO Box 9, Meyerton, 1960
Tel: 016 360 7400
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www.midvaal.gov.za

COMPETITIVE BID

7 DAY TENDER	
FORMAL TENDER	X
CIDB TENDER	

8/2/3/121 (2025-2028)

BID FOR THE PROVISION OF A STANDARD TRANSFER SPECIFICATION (STS) COMPLIANT PREPAYMENT VENDING SYSTEM TO MIDVAAL LOCAL MUNICIPALITY FROM 1 JULY 2025 UNTIL 30 JUNE 2028

COMPULSORY BRIEFING SESSION:	MLM Library activity room Cnr. Junius & Eeufesingel Street.		
DATE:	26 March 2025 @ 11:00AM		
CLOSING DATE:	14 April 2025	TIME:	10H00

FULL NAME OF TENDERING ENTITY:			
ENTITY REGISTRATION NUMBER			
COMPANY ADDRESS:			
CONTACT PERSON:			
TEL NO:		CELL NO:	
FAX NO:		EMAIL:	
CENTRAL SUPPLIER DATABASE (CSD) NO:			
MIDVAAL VENDOR NO. (NOT COMPULSORY):			
TOTAL BID PRICE/VALUE (INCLUDING VAT) (R):		IGNORE IF RATES BASED	

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IMPORTANT
INFORMATION
RELATING
TO THIS BID

MIDVAHL
LOCAL MUNICIPALITY

BID NUMBER:	8/2/3/121 (2025-2028)		
MUNICIPAL NOTICE NUMBER:	MN3886/25		
CLOSING DATE:	14 April 2025	TIME:	10H00
ADVERT DATE:	10 March 2025	VALIDITY PERIOD:	90 days
VALIDITY EXPIRY:	18 July 2025		

BIDS SUBMISSION

Bids are to be sealed in an envelope marked with the relevant bid number and description as indicated on the bidding documents and are to be placed in the tender box situated at:

Block A – Ground Floor,
25 Mitchell Street,
Meyerton,
1961

Bids are to be submitted between 07:30 and 16:00, Mondays to Fridays, prior to the closing date and time. No late submissions will be considered.

Please Note:

1. Bidders are requested to **initial each page** of the bid document.
2. **No** faxed or e-mailed tenders will be accepted.
3. All tenders must be submitted on the official forms (**not to be typed OR re-typed**). **Only original** signed tender documents will be accepted.
4. Bids submitted for consideration **must be 'written' meaning by hand in black ink or any form of electronic or mechanical writing. No correction** fluid will be allowed, especially on the pricing schedule or BOQ. **All alterations** must be crossed-out and initialled/signed.
5. Where a **compulsory briefing session** is required, it is the onus of the bidder to attend and arrive in time. Late arrivals will not be allowed to sign the attendance register and will be deemed to be absent. **No bids will be considered** from bidders who did not attend the compulsory briefing session.
6. Midvaal Local Municipality **will not accept** any bid with **missing pages** and **not fully completed** with the **required attachments**.
7. **Failure to adhere to the above will result in your bid not being further evaluated.**

8. REGISTRATION AS A VAT VENDOR

8.1 Clause 1: VAT Registration Threshold

8.1.1 According to the South African Revenue Service (SARS) regulations, it is obligatory to register for Value Added Tax (VAT) if the cumulative value of taxable supplies that have been made or are projected to be made within a rolling twelve-month period surpasses R1 Million.

8.2 Clause 2: Responsibility of Non-VAT Vendor Service Provider(s)

8.2.1 In instances where the service provider is not registered as a VAT vendor, it is their responsibility to ensure that the applicable VAT is included in their pricing calculation if the threshold mentioned in Clause 1.1 is met or anticipated to be met.

8.2.2 Furthermore, in such cases, the service provider must be registered for VAT within 21 working days from the date of being awarded the contract.

8.3 Clause 3: Failure to Incorporate VAT in Pricing Proposal

8.3.1 Should the service provider, who is not a registered VAT vendor, fail to incorporate the relevant VAT amount when submitting their pricing proposal, and it can be determined that the projected value of supplies will exceed R1 Million within any consecutive twelve-month period, the municipality reserves the right to add the applicable VAT to the offered price.

8.3.2 In the event that the service provider is awarded the contract, they will be required to register for VAT within 21 working days from the date of the award.

8.4 Clause 4: VAT Status During Contract Implementation

8.4.1 Once a service provider's VAT status has been established at the commencement of a contract, it is agreed that the service provider shall not alter their VAT registration status for the duration of the contract.

8.4.2 In the event that the service provider's VAT registration status changes during the contract implementation, the service provider shall be responsible for absorbing any VAT-related implications that may arise as a result of the change.

8.4.3 The service provider's obligation to absorb the VAT element throughout the duration of the contract, as outlined in Clause 4.2, shall apply unless otherwise explicitly agreed upon in writing by both parties.

8.5 Clause 5: Exception for Panels

8.5.1 The provisions outlined in Clauses 1 to 4 are not applicable to panels. Price offers for panels will be considered and implemented on an as-needed basis. Non-VAT vendors do not have to include VAT in their bid prices, however they must submit bids for contracts that would, if successful, take their annual turnover above the threshold of R 1 million must include VAT in their price quoted and must therefore immediately upon award of the contract, register with the South African Revenue Service (SARS) as VAT vendors.

EVALUATION OF BIDS

1. Bids will be evaluated and according to the following criteria:
 - a. Relevant specifications and where applicable, technical proposals;
 - b. Value for money;
 - c. Capability and ability to execute the contract;
 - d. Midvaal SCM Policy, PPPFA and its Regulation as well as any other relevant legislations; and
 - e. Supporting documents where required
2. Bidder's attention is specifically drawn to the provisions of the rules and specifications which are included in the bid documents.
3. The Council reserves the right to accept any bid or part thereof and does not bind itself to accept the lowest or any bid.
4. No bids will be considered from persons in the service of the state.

NB: THIS BID IS SUBJECT TO THE SPECIAL CONDITIONS OF CONTRACT AND GENERAL CONDITIONS OF CONTRACT

TENDERING ENTITY OWNERSHIP DETAILS

NAME OF PERSON / ENTITY	% OF SHARES OWNED
1.	
2.	
3.	
4.	
5.	
6.	
7.	
8.	
9.	
10.	

NB: Please feel free to add a separate page and attach behind this page if the provided space is not enough. Alternatively attach a shareholding certificate.

What percentage of the company is owned by **youth** _____%; **women** _____% and **people with disabilities** _____%

BIDDER'S ATTACHMENTS CHECKLIST

ADMINISTRATIVE COMPLIANCE:

DESCRIPTION		BIDDER'S CHECKLIST		
1	Certified copy of the signed resolution by all directors authorising a director/ other official of the company to sign the documents on behalf of the company.	<input type="checkbox"/> YES	<input type="checkbox"/> NO	
2	Current Water and Lights / Rates and Taxes obtainable from the local or metropolitan municipality.	<input type="checkbox"/> YES	<input type="checkbox"/> NO	
3	In a case of a Joint Venture (JV)/ Consortium, the JV agreement.	<input type="checkbox"/> YES	<input type="checkbox"/> NO	
4	Valid B-BBEE certificate or completed or signed Sworn Affidavit The municipality only considers B-BBEE certificates from SANAS accredited agencies as well as certificates and sworn affidavits from the DTI.	<input type="checkbox"/> YES	<input type="checkbox"/> NO	
SPECIFIC GOALS – POINTS CLAIM				
Goal	Weight	Required Proof	Bidder's Checklist	
Local Enterprise (10 Points)	10 Points, if the business operates within the jurisdiction of Midvaal Local Municipality	<ul style="list-style-type: none"> - Rates and Taxes statement in the name of the business, or that of its director(s); OR - Confirmation of the company's director(s) ward and voting district as per the IEC (Independent Electoral Commission of South Africa) 	<input type="checkbox"/> YES <input type="checkbox"/> NO	
	5 Points, if the business operates outside Midvaal but within the Sedibeng District jurisdiction			
	3 Points, if the business operates outside the Sedibeng jurisdiction			
	0 points for non-submission			
B-BBEE Status (10 Points)	Status Contributor	Points	B-BBEE certificate: <ul style="list-style-type: none"> - issued by the DTIC (The Department of Trade and Industry and Competition) through CIPC; OR - from an accredited institution registered with SANAS; OR - a valid sworn affidavit, as issued by the DTIC 	<input type="checkbox"/> YES <input type="checkbox"/> NO
	1	10		
	2	8		
	3	6		
	4	5		
	5	4		
	6	3		
	7	2		
	8	1		

NB: confirmation of the voting district can be obtained from <https://www.elections.org.za/pw/Voter/Voter-Information>

A screenshot of the confirmation will be sufficient

BIDDER'S AUTHORISED SIGNATORY:

Full Names and Surname:

Signature:

MIDVAAL LOCAL MUNICIPALITY INDEMNITY

1. The Contractor hereby agrees to indemnify, hold harmless and defend Midvaal Local Municipality and their officers, employees, agents and representatives, from and against the following liabilities arising as a result of the execution of the work:
 - 1.1 Any liability with regard to claims by governmental authorities or others for non-compliance by Contractor of any Act of Parliament, law, ordinance, regulation or by-law made by a lawful authority provided that such compliance therewith was required for the execution of the Contract or at Law.
 - 1.2 Any liability arising from actual or alleged public or private nuisance arising out of negligent acts or omissions to act of Contractor or its Subcontractors, or of their employees.
 - 1.3 Any liability arising from loss or damage to Contractor and/or Subcontractor's equipment and their other property on site.
 - 1.4 Any liability arising from claims with regard to the death of/or injury or sickness or disease to Contractor's employees or the death of/or injury or sickness or disease to third parties.
 - 1.5 Any liability arising from any loss of/or damage to property belonging to a third party.
 - 1.6 Any liability arising from actual or asserted infringement or improper appropriation or use of patents, copyrights, proprietary information or know-how in respect of the work designed by/or under the responsibility of the Contractor.
 - 1.7 Any liability arising from the death or injury or loss or damage to property of third parties or Midvaal Local Municipality's property as a result of the negligent acts or omissions of contractors or its subcontractor's employees.
 - 1.8 Contractor shall indemnify Midvaal Local Municipality against all claims, proceedings, damages and costs of whatsoever nature arising out of contravention of environmental legislation.

I, _____ the undersigned (duly authorised to sign) hereby declare that I have read and understood the abovementioned and agree to all the above.

BIDDER'S AUTHORISED SIGNATORY:

Full Names and Surname:

Signature:

CONSENT AND
ACKNOWLEDGEMENT
IN TERM OF
PROTECTION OF
PERSONAL
INFORMATION
ACT 2013

LOCAL MUNICIPALITY

CONSENT AND ACKNOWLEDGMENTS IN TERMS OF THE PROTECTION OF PERSONAL INFORMATION ACT 2013 (POPI)

This section sets out how personal information will be collected, used and protected by Midvaal Local Municipality hereinafter referred to as “MLM”, as required by the Protection of Personal Information Act. The use of the words “the individual” for the purposes of this document shall be a reference to any individual (bidder) communicating with MLM and/or concluding any agreement, registration or application, with the inclusion of each of those individuals referred to or included in terms of such agreement, registration or application.

1. What is personal information?

The personal information that MLM requires relate to names and surnames, birth dates, identity numbers, passport numbers, demographic information, education information, occupation information, health information, addresses, memberships, and personal and work email and contact details.

2. What is the purpose of the collection, use and disclosure (the processing) of personal information?

MLM is legally obligated to collect, use and disclose personal information for the purposes of:

- reporting MLM initiatives to the Gauteng Provincial Treasury and Sedibeng District Municipality;
- reporting to National Treasury all contracts awarded;
- obtaining information related to Tax Compliance information from SARS;
- Verifying information on the National Treasury database of defaulters;
- evaluating and processing applications for registration on the database;
- compiling statistics and other reports;
- providing personalised communications;
- complying with the law; and/or
- for a purpose that is ancillary to the above. Personal information will not be processed for a purpose other than what is identified (the purpose) above without obtaining consent beforehand.

3. How will MLM process personal information?

MLM will only collect personal information for the purpose as stated above. Information will be collected in the following manner:

- directly from the individual;
- from service providers who provided with services or goods to MLM;
- from MLM’s own records relating to previous supply of services or goods; and/or
- from a relevant public or equivalent entity.

4. To whom will personal information be disclosed?

The personal information may be disclosed to other relevant public or other entities on whose behalf we act as intermediaries, other third parties referred to above in relation to the purpose or who are sources of personal information, service providers such as professional bodies who operate across the borders of this country (transborder flow of information) where personal information must be sent in order to provide the information and/or services and/or benefits requested or applied for. In the event of another party/ies acquiring all of or a portion of MLM's mandate or functions, personal information will be disclosed to that party but they will equally be obliged as we are, to protect personal information in terms of this policy and the law.

5. Consent and Permission to process personal information:

I hereby agree with the policy and provide authorisation to MLM to process the personal information provided for the purpose stated.

- I understand that withholding of or failure to disclose personal information will result in MLM being unable to perform its functions and/or any services or benefits I may require from MLM.
- Where I shared personal information of individuals other than myself with MLM I hereby provide consent on their behalf to the collection, use and disclosure of their personal information in terms of this personal information policy and I warrant that I am authorised to give this consent on their behalf.
- To this end, I indemnify and hold MLM not responsible in respect of any claims by any other person on whose behalf I have consented, against MLM should they claim that I was not so authorised.
- I understand that in terms of POPI and other laws of the country, there are instances where my express consent is not necessary in order to permit the processing of personal information, which may be related to police investigations, litigation or when personal information is publicly available.
- I will not hold MLM responsible for any improper or unauthorised use of personal information that is beyond its reasonable control.

6. Rights regarding the processing of personal information:

- The individual may withdraw consent to the processing of personal information at any time, and should they wish to do so, must provide MLM with reasonable notice to this effect. Please note that withdrawal of consent is still subject to the terms and conditions of any contract that is in place. Should the withdrawal of consent result in the interference of legal obligations, then such withdrawal will only be effective if MLM agrees to same in writing. MLM specifically draws to the attention that the withdrawal of consent may result in it being unable to provide the requested information and/or services and/or financial or other benefits.
- In order to withdraw consent, please contact the Information Officer at Johannesm@midvaal.gov.za

- A copy of the full MLM policy is available at our offices, situated at Head Office, 25 Mitchell Street, Meyerton, 1961, South Africa.
- Individuals are encouraged to ensure that where personal information has changed in any respect to notify MLM so that our records may be updated. MLM will largely rely on the individual to ensure that personal information is correct and accurate.
- The individual has the right to access their personal information that MLM may have in its possession and are entitled to request the identity of which third parties have received and/or processed personal information for the purpose. Please note however, that any request in this regard may be declined if:
 - the information comes under legal privilege in the course of litigation,
 - the disclosure of personal information in the form that it is processed may result in the disclosure of confidential or proprietary information,
 - giving access may cause a third party to refuse to provide similar information to MLM,
 - the information was collected in furtherance of an investigation or legal dispute, instituted or being contemplated,
 - the information as it is disclosed may result in the disclosure of another person's information,
 - the information contains an opinion about another person and that person has not consented, and/or
 - the disclosure is prohibited by law.

7. Requesting access and lodging of complaints:

- Please submit any requests for access to personal information in writing to MLM's information officer at Johannesm@midvaal.gov.za
- With any request for access to personal information, MLM will require the individual to provide personal information in order to verify identification and therefore the right to access the information.
- There may be a reasonable charge for providing copies of the information requested.
- If any request has not been addressed to satisfaction a complaint may be lodged at the office of the Information Regulator.

Signature:	Date:
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MUNICIPAL SERVICES, RATES AND TAXES

MUNICIPAL SERVICES, RATES AND TAXES CLEARANCE CERTIFICATE FOR SUPPLY CHAIN MANAGEMENT PURPOSE

The purpose of this form is to obtain prove that municipal services, rates and taxes of the service provider are **not more than three months in arrears** with the relevant municipality / landlord in the municipal area where the service provider conduct his / her business.

Where bidders are not owners of a property and cannot submit a copy of the municipal account, the following must be completed together with a dually signed lease agreement:

(TO BE COMPLETED BY THE LANDLORD)		
Name of the Landlord:		
Property Physical Address:		
Please tick below	Yes	No
Rental: in arrears for more than 3 months		
Municipal services: in arrears for more than 3 months		
Landlord Signature:		
Date: _____		
Landlord's business stamp here (where applicable)		

MUNICIPAL SERVICES, RATES AND TAXES CLEARANCE CERTIFICATE, OR LEASE AGREEMENT MUST BE ATTACHED BEHIND THIS PAGE.



MUNICIPAL BIDDING DOCUMENTS

MIDVAAL
LOCAL MUNICIPALITY

**PART A
INVITATION TO BID**

YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF MIDVAAL LOCAL MUNICIPALITY					
BID NUMBER:	8/2/3/121 (2025-2028)	CLOSING DATE:	14 April 2025	CLOSING TIME:	10H00
DESCRIPTION	BID FOR THE PROVISION OF A STANDARD TRANSFER SPECIFICATION (STS) COMPLIANT PREPAYMENT VENDING SYSTEM TO MIDVAAL LOCAL MUNICIPALITY FROM 1 JULY 2025 UNTIL 30 JUNE 2028				
THE SUCCESSFUL BIDDER WILL BE REQUIRED TO FILL IN AND SIGN A WRITTEN CONTRACT FORM (MBD7).					
BID RESPONSE DOCUMENTS MAY BE DEPOSITED IN THE BID BOX SITUATED AT (STREET ADDRESS)					
25 MITCHELL STREET					
MEYERTON					
1961					
SUPPLIER INFORMATION					
NAME OF BIDDER					
POSTAL ADDRESS					
STREET ADDRESS					
TELEPHONE NUMBER	CODE		NUMBER		
CELLPHONE NUMBER					
FACSIMILE NUMBER	CODE		NUMBER		
E-MAIL ADDRESS					
VAT REGISTRATION NUMBER					
TAX COMPLIANCE STATUS	TCS PIN:		OR	CSD No:	
B-BBEE STATUS LEVEL VERIFICATION CERTIFICATE [TICK APPLICABLE BOX]	<input type="checkbox"/> YES <input type="checkbox"/> NO	B-BBEE STATUS LEVEL SWORN AFFIDAVIT		<input type="checkbox"/> YES <input type="checkbox"/> NO	
[A B-BBEE STATUS LEVEL VERIFICATION CERTIFICATE/ SWORN AFFIDAVIT (FOR EMES & QSEs) MUST BE SUBMITTED IN ORDER TO QUALIFY FOR PREFERENCE POINTS FOR B-BBEE]					
ARE YOU THE ACCREDITED REPRESENTATIVE IN SOUTH AFRICA FOR THE GOODS /SERVICES /WORKS OFFERED?	<input type="checkbox"/> YES <input type="checkbox"/> NO [IF YES ENCLOSE PROOF]	ARE YOU A FOREIGN BASED SUPPLIER FOR THE GOODS /SERVICES /WORKS OFFERED?		<input type="checkbox"/> YES <input type="checkbox"/> NO [IF YES ENCLOSE PROOF B:3]	
TOTAL NUMBER OF ITEMS OFFERED		TOTAL BID PRICE		R	
SIGNATURE OF BIDDER	DATE			
CAPACITY UNDER WHICH THIS BID IS SIGNED					
BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO:			TECHNICAL INFORMATION MAY BE DIRECTED TO:		
DEPARTMENT	SUPPLY CHAIN MANAGEMENT		USER DEPARTMENT	FINANCIAL SERVICES OFFICE	
TELEPHONE NUMBER	016 360 7453		TELEPHONE NUMBER	016 360 7459	
E-MAIL ADDRESS	tenders@midvaal.gov.za		E-MAIL ADDRESS	tenders@midvaal.gov.za	

PART B TERMS AND CONDITIONS FOR BIDDING

1. BID SUBMISSION:

- 1.1. BIDS MUST BE DELIVERED BY THE STIPULATED TIME TO THE CORRECT ADDRESS. LATE BIDS WILL NOT BE ACCEPTED FOR CONSIDERATION.
- 1.2. ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS PROVIDED—(NOT TO BE RE-TYPED) OR ONLINE
- 1.3. THIS BID IS SUBJECT TO THE PREFERENTIAL PROCUREMENT POLICY FRAMEWORK ACT AND THE PREFERENTIAL PROCUREMENT REGULATIONS, 2017, THE GENERAL CONDITIONS OF CONTRACT (GCC) AND, IF APPLICABLE, ANY OTHER SPECIAL CONDITIONS OF CONTRACT.

2. TAX COMPLIANCE REQUIREMENTS

- 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 VIEW THE TAXPAYER'S PROFILE AND TAX STATUS.
- 2.3 APPLICATION FOR THE TAX COMPLIANCE STATUS (TCS) CERTIFICATE OR PIN MAY ALSO BE MADE VIA E-FILING. IN ORDER TO USE THIS PROVISION, TAXPAYERS WILL NEED TO REGISTER WITH SARS AS E-FILERS THROUGH THE WEBSITE WWW.SARS.GOV.ZA.
- 2.4 FOREIGN SUPPLIERS MUST COMPLETE THE PRE-AWARD QUESTIONNAIRE IN PART B:3.
- 2.5 BIDDERS MAY ALSO SUBMIT A PRINTED TCS CERTIFICATE TOGETHER WITH THE BID.
- 2.6 IN BIDS WHERE CONSORTIA / JOINT VENTURES / SUB-CONTRACTORS ARE INVOLVED, EACH PARTY MUST SUBMIT A SEPARATE TCS CERTIFICATE / PIN / CSD NUMBER.
- 2.7 WHERE NO TCS IS AVAILABLE BUT THE BIDDER IS REGISTERED ON THE CENTRAL SUPPLIER DATABASE (CSD), A CSD NUMBER MUST BE PROVIDED.

3. QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS

- 3.1. IS THE ENTITY A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)? ☐ YES ☐ NO
- 3.2. DOES THE ENTITY HAVE A BRANCH IN THE RSA? ☐ YES ☐ NO
- 3.3. DOES THE ENTITY HAVE A PERMANENT ESTABLISHMENT IN THE RSA? ☐ YES ☐ NO
- 3.4. DOES THE ENTITY HAVE ANY SOURCE OF INCOME IN THE RSA? ☐ YES ☐ NO
- 3.5. IS THE ENTITY LIABLE IN THE RSA FOR ANY FORM OF TAXATION? ☐ YES ☐ NO

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 ABOVE.

**NB: FAILURE TO PROVIDE ANY OF THE ABOVE PARTICULARS MAY RENDER THE BID INVALID.
NO BIDS WILL BE CONSIDERED FROM PERSONS IN THE SERVICE OF THE STATE.**

SIGNATURE OF BIDDER:

CAPACITY UNDER WHICH THIS BID IS SIGNED:

DATE:

MBD 3.3 - SCHEDULE OF RATES (RENDERING OF SERVICES)

NAME OF BIDDER:			
BID NUMBER:	8/2/3/121 (2025-2028)	MN NO:	3886/25
CLOSING DATE:	14 April 2025	TIME:	10H00

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

REQUIRED BY: MIDVAAL LOCAL MUNICIPALITY AT THE FINANCIAL SERVICES

BRAND AND MODEL: N/A

COUNTRY OF ORIGIN: SOUTH AFRICA

DOES THE OFFER COMPLY WITH ALL SPECIFICATIONS YES/NO

IF NOT, INDICATE DEVIATIONS(S): N/A



MBD 4 - DECLARATION OF INTEREST

1. No bid will be accepted from persons in the service of the state.
2. 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 relation to the evaluating/adjudicating authority.
3. A Person who is an advisor or consultant contracted with the municipality.
4. In order to give effect to the above, the following questionnaire must be completed and submitted with the bid.

4.1 Full Name of bidder or his or her representative:

4.2

--	--	--	--	--	--	--	--	--	--	--	--	--	--

Identity Number:

4.3 Position occupied in the Company (director, trustee, shareholder²):

4.4 Company Registration Number:

4.5 Tax Reference Number:

4.6 VAT Registration Number:

4.7 The names of all directors / trustees / shareholders members, their individual identity numbers and state employee numbers must be indicated in paragraph 4 below.

4.8 Are you presently in the service of the state? **YES / NO**
If so, furnish particulars.

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

- (a) A member of –
- any municipal council;
- any provincial legislature; or
- 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.

² Shareholder" means a person who owns shares in the company and is actively involved in the management of the company or business and exercises control over the company.

4.9 Have you been in the service of the state for the past twelve months? **YES / NO**
If so, furnish particulars.

4.10 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? **YES / NO**
If so, furnish particulars.

4.11 Are you, aware of any relationship (family, friend, other) between any other 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**
If so, furnish particulars.

4.12 Are any of the company's directors, trustees, managers, principle shareholders or stakeholders in service of the state?

YES / NO

If so, furnish particulars.

4.13 Are any spouse, child or parent of the company's directors, trustees, managers, principle shareholders or stakeholders in service of the state?

YES / NO

If so, furnish particulars.

4.14 Do you or any of the directors, trustees, managers, principle shareholders, or stakeholders of this company have any interest in any other related companies or business whether or not they are bidding for this contract.

YES / NO

If so, furnish particulars.

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

FULL NAME	IDENTITY NUMBER	STATE EMPLOYEE NUMBER

Please note that The Federal Executive of the DA resolved as follows:

“That no office-bearer or member of the professional staff of the Party, or any company, partnership, close corporation or similar juristic entity in which such office-bearer or member of the professional staff has an interest, may tender for or contract to provide any goods or services to any DA controlled government.

For the purposes of this resolution:

“office-bearer” means any public representative or member of the Federal Executive, a provincial executive, a provincial management committee, a regional executive or a constituency executive;

“an interest” means that the office bearer or member of the professional staff has a 5% of more stake; and

“member of the professional staff” means any person who has an employment contract with the Party, and includes any person who is employed by the Party but who is paid by an organ of state, but does not include any person paid a gratuity or honorarium for services rendered to the Party.”

6.1 Are you or your company an office-bearer by means of any public representative or member of the Federal Executive, a provincial executive, a provincial management committee, a regional executive or a constituency executive?

YES / NO

If so, furnish particulars.

6.2 Do you or your company have an interest by means that the office bearer or member of the professional staff has a 5% of more stakes?

YES / NO

If so, furnish particulars.

6.3 Are you or your company a member of the professional staff by means any person who has an employment contract with the Party, and includes any person who is employed by the Party but who is paid by an organ of state, but does not include any person paid a gratuity or honorarium for services rendered to the Party?

YES / NO If so, furnish particulars.

CERTIFICATION

I, THE UNDERSIGNED (NAME) _____
CERTIFY THAT THE INFORMATION FURNISHED ON THIS
DECLARATION FORM IS CORRECT.

I ACCEPT THAT THE STATE MAY ACT AGAINST ME SHOULD THIS
DECLARATION PROVE TO BE FALSE.

SIGNATURE

DATE

POSITION

NAME OF BIDDER



MBD 5 - DECLARATION FOR PROCUREMENT ABOVE R10 MILLION (VAT INCLUDED)

For all procurement expected to exceed R10 million (VAT included), bidders must complete the following questionnaire:

1. Are you by law required to prepare annual financial statements for auditing?

YES / NO

If yes, submit audited annual financial statements for the past three years or since the date of establishment if established during the past three years.

2. Do you have any outstanding undisputed commitments for municipal services towards a municipality or any other service provider in respect of which payment is overdue for more than 30 days?

YES / NO

If no, this serves to certify that the bidder has no undisputed commitments for municipal services towards a municipality or other service provider in respect of which payment is overdue for more than 30 days.

If yes, furnish particulars.

3. Has any contract been awarded to you by an organ of state during the past five years, including particulars of any material non-compliance or dispute concerning the execution of such contract?

YES / NO

If yes, furnish particulars.

4. Will any portion of goods or services be sourced from outside the Republic, and, if so, what portion and whether any portion of payment from the municipality / municipal entity is expected to be transferred out of the Republic?

YES / NO

If yes, furnish particulars.

CERTIFICATION

I, THE UNDERSIGNED (NAME) _____
CERTIFY THAT THE INFORMATION FURNISHED ON THIS DECLARATION
FORM IS CORRECT.

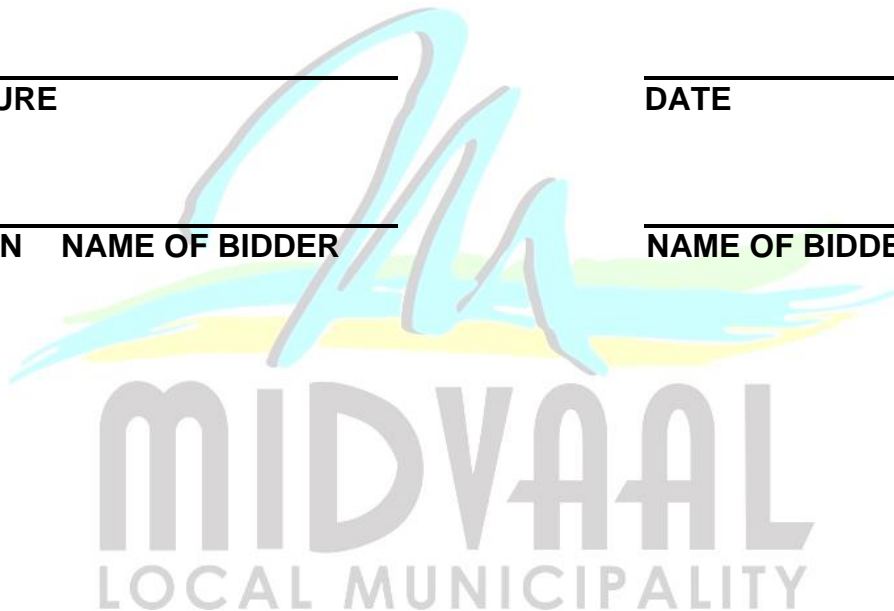
I ACCEPT THAT THE STATE MAY ACT AGAINST ME SHOULD THIS
DECLARATION PROVE TO BE FALSE.

SIGNATURE

DATE

POSITION NAME OF BIDDER

NAME OF BIDDER



MBD 6.1 - PREFERENCE POINTS CLAIM FORM IN TERMS OF THE PREFERENTIAL PROCUREMENT REGULATIONS 2022

This preference form must form part of all bids 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 all bids:

- 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 **To be completed by the organ of state**

- a) The applicable preference point system for this tender is the 90/10 preference point system. OR
- b) The applicable preference point system for this tender is the 80/20 preference point system.
- c) Either the 90/10 or 80/20 preference point system will be applicable in this tender. The lowest/ highest acceptable tender will be used to determine the accurate system once tenders are received.

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.

1.4 **To be completed by the organ of state**

The maximum points for this tender are allocated as follows:

	POINTS
PRICE	80
SPECIFIC GOALS	20
Total points for Price and SPECIFIC GOALS	100

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 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) **“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;
- (b) **“price”** means an amount of money tendered for goods or services, and includes all applicable taxes less all unconditional discounts;
- (c) **“rand value”** means the total estimated value of a contract in Rand, calculated at the time of bid invitation, and includes all applicable taxes;
- (d) **“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
- (e) **“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 THE 80/20 PREFERENCE POINT SYSTEMS

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

80/20	or	90/10
$P_s = 80 \left(1 - \frac{P_t - P_{min}}{P_{min}} \right)$	or	$P_s = 90 \left(1 - \frac{P_t - P_{min}}{P_{min}} \right)$
Where		
P_s = Points scored for price of tender under consideration		
P_t = Price of bid under consideration		
P_{min} = Price of lowest acceptable tender		

4. POINTS AWARDED FOR SPECIFIC GOALS

- 4.1 In terms of Regulation 4(2); 5(2); 6(2) and 7(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:
- 4.2 If it is unclear whether the 80/20 or 90/10 preference point system applies, the following will apply:—
 - (a) an invitation for tender for income-generating contracts, either the 80/20 or 90/10 preference point system will apply and the highest acceptable tender will be used to determine the applicable preference point system; or
 - (b) any other invitation for tender, either the 80/20 or 90/10 preference point system will apply and the lowest acceptable tender will be used to

determine the applicable preference point system;

then the organ of state must indicate the points allocated for specific goals for both the 90/10 and 80/20 preference point system.

Table 1: Specific goals for the tender and points claimed are indicated per the table below.

Note to tenderers: The tenderer must indicate how they claim points for each preference point system.)

The specific goals allocated points in terms of this tender	Number of points allocated (90/10 system) (To be completed by the organ of state)	Number of points allocated (80/20 system) (To be completed by the organ of state)	Number of points claimed (90/10 system) (To be completed by the tenderer)	Number of points claimed (80/20 system) (To be completed by the tenderer)
Local Enterprise	N/A	10	N/A	
B-BBEE	N/A	10	N/A	

DECLARATION WITH REGARD TO COMPANY/FIRM

4.3 Name of company/firm _____

4.4 Company registration number _____

4.5 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]

4.6 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 and 4.2, 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:

.....

.....

.....

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 (name of the institution) _____
_____ In accordance with the requirements and task directives / proposals specifications stipulated in Bid Number: **8/2/3/121 (2025-2028)**
BID FOR THE PROVISION OF A STANDARD TRANSFER SPECIFICATION (STS) COMPLIANT PREPAYMENT VENDING SYSTEM TO MIDVAAL LOCAL MUNICIPALITY FROM 1 JULY 2025 UNTIL 30 JUNE 2028 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) SANS/ISO/other regulatory framework where applicable
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 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

WITNESSES

1. _____

CAPACITY

DATE: _____

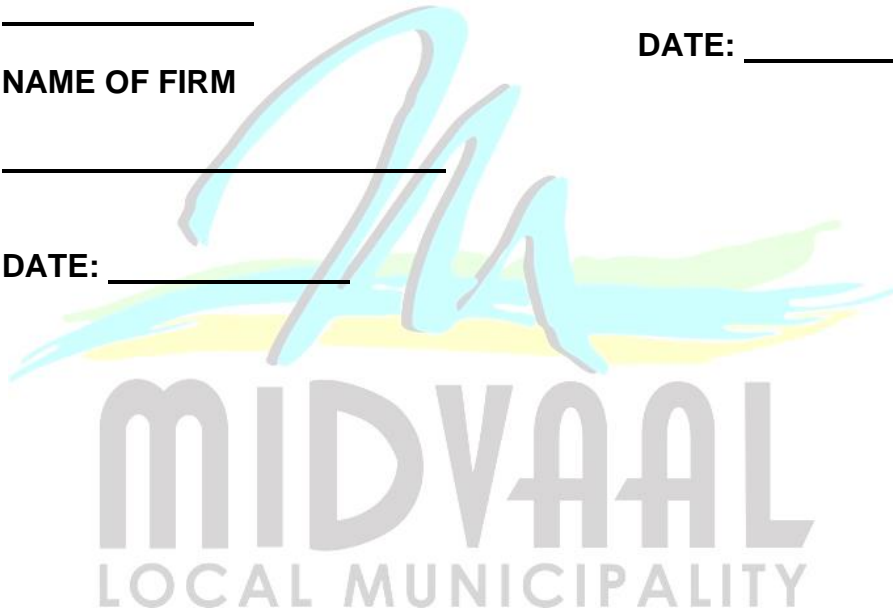
SIGNATURE

2. _____

DATE: _____

NAME OF FIRM

DATE: _____



PART 2 (TO BE FILLED IN BY MIDVAAL LOCAL MUNICIPALITY)

1. I _____ in my capacity as _____ accept your bid under reference number Bid Number: **88/2/3/121 (2025-2028) BID FOR THE PROVISION OF A STANDARD TRANSFER SPECIFICATION (STS) COMPLIANT PREPAYMENT VENDING SYSTEM TO MIDVAAL LOCAL MUNICIPALITY FROM 1 JULY 2025 UNTIL 30 JUNE 2028** dated _____ 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.
4. I confirm that I am duly authorized to sign this contract.

SIGNED AT MEYERTON ON _____

NAME (PRINT) _____

SIGNATURE _____

OFFICIAL STAMP

WITNESSES

1. _____

DATE: _____

2. _____

DATE: _____

**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>	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.1.1	If so, furnish particulars: <div style="border: 1px solid black; height: 100px; width: 100%;"></div>		

4.2	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)? 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.	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.2.1	If so, furnish particulars:		
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:		
Item	Question	Yes	No
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:		

MIDVAAL LOCAL MUNICIPALITY

CERTIFICATION

**I, THE UNDERSIGNED (NAME) _____
CERTIFY THAT THE INFORMATION FURNISHED ON THIS
DECLARATION FORM IS CORRECT.**

**I ACCEPT THAT THE STATE MAY ACT AGAINST ME SHOULD THIS
DECLARATION PROVE TO BE FALSE.**

SIGNATURE

DATE

**POSITION
BIDDER**

NAME OF

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:

MBD 9 - CERTIFICATE OF INDEPENDENT BID DETERMINATION

I, the undersigned, in submitting the accompanying bid:

**8/2/3/121 (2025-2028) BID FOR THE PROVISION OF A STANDARD
TRANSFER SPECIFICATION (STS) COMPLIANT PREPAYMENT
VENDING SYSTEM TO MIDVAAL LOCAL MUNICIPALITY FROM 1
JULY 2025 UNTIL 30 JUNE 2028**

in response to the invitation for the bid made by:

MIDVAAL LOCAL MUNICIPALITY (Name of Municipality / Municipal Entity)

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

I certify, on behalf of _____ (Name of Bidder)
that:

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.
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

The logo of Midvaal Local Municipality is centered in the background. It features a stylized 'M' composed of blue and yellow brushstrokes. Below the 'M', the words 'MIDVAAL' and 'LOCAL MUNICIPALITY' are written in a light grey, sans-serif font.

PERFORMANCE **MANAGEMENT** **SYSTEM**

PERFORMANCE MANAGEMENT SYSTEM

The Municipal Finance Management Act (No. 56 of 2003) Section 116 (2) (d) determines that a Municipality must enter into a Performance Management System (PMS) with all service providers.

A final PMS document will be concluded in consultation with the appointed bidder.

ACCEPTANCE OF PMS AGREEMENT

You are hereby requested to sign this document as acceptance that your performance will be measured continuously in terms of the PMS.

CONTRACTOR

Signature : _____

Name : _____

Designation : _____

Date : _____

MIDVAAL LOCAL MUNICIPALITY

Signature : _____

Name : _____

Designation : _____

Date : _____

SPECIAL CONDITIONS OF CONTRACT

MIDVAAL
LOCAL MUNICIPALITY

SPECIAL CONDITIONS OF CONTRACT

1. TERMINATION AT MIDVAAL LOCAL MUNICIPALITY'S OPTION

- 1.1 Midvaal Local Municipality shall have the right at any time, with or without cause, to terminate further performance of the WORK by written notice to Contractor specifying the date of termination. On the date of such termination stated in said notice, Contractor shall discontinue performance of the work and shall preserve and protect tools, materials, construction equipment and facilities on site, materials and plant equipment purchased for incorporation in the work, whether delivered to the site or on order, work in progress and completed work, both at site and in its own plant, pending Midvaal Local Municipality's instructions and, if requested by Midvaal Local Municipality, shall turn over the same to Midvaal Local Municipality, including title to said materials and equipment, or dispose of same in accordance with Midvaal Local Municipality's instructions.
- 1.2 In the event of such termination, Contractor shall, within seven (7) calendar days of such termination advise Midvaal Local Municipality of all outstanding subcontracts, rental agreements, and purchase orders which Contractor has with others pertaining to performance of the WORK and shall furnish Midvaal Local Municipality with complete copies thereof. Contractor shall upon request by Midvaal Local Municipality assign to Midvaal Local Municipality, or take such other action relative to such subcontracts, rental agreements or purchase orders as may be directed by Midvaal Local Municipality. When considering whether to cancel this contract, Midvaal Local Municipality shall be entitled to receive from the Contractor all information, including copies thereof, relating to outstanding subcontracts, rental agreements, purchase orders and other costs which the Contractor is likely to incur as a result of the cancellation, Contractor shall furnish all information and copies within seven days of Midvaal Local Municipality's written request.
- 1.3 All claims under any of the foregoing provisions shall be subject to the provisions that the Contractor shall take all reasonable steps to mitigate or diminish such costs or expenses and such claims shall be supported by documentation submitted to Midvaal Local Municipality, satisfactory in form and content to Midvaal Local Municipality and verified by Midvaal Local Municipality and are subject to the Contract having complied with clause 1.2. Midvaal Local Municipality may withhold any further payment due to the contractor until all the required documents in clause 1.2 have been received to Midvaal Local municipality's satisfaction.

2. TERMINATION FOR DEFAULT

- 2.1 In the event Contractor's estate is liquidated or placed under judicial management provisionally or finally, or if Contractor commit any act of insolvency or publish a notice of surrender or present a petition for the acceptance of the surrender of its estate as insolvent or makes or prepare to make an arrangement with, composition or assignment in favour of its creditors or agrees to carry out this Contract under a committee of inspectors of its creditors or goes into liquidation, whether provisionally or finally, or if Contractor defaults in the performance of any express obligation to be performed by it under this CONTRACT, and fails to correct or if immediate correction is not possible, shall fail to commence and diligently continue action to correct such default within five (5) working days following written notice thereof from Council or commits a breach of this contract and/or any other contract which the Contractor has with Midvaal Local Municipality and such breach is incapable of being cured, or commits a criminal offence or any of its employees commits a criminal offence, Council may without prejudice to any other rights or remedies Midvaal Local

Municipality may have, hold in abeyance further payments to Contractor and/or terminate further performance of all or part of the work under this Contract by written notice to Contractor specifying date of termination.

- 2.2 In the event that the contractor has the intention to voluntarily liquidate their estate, they shall inform Midvaal Local Municipality of such intention within 14 days prior to the voluntary liquidation application being initiated.

They shall further inform Midvaal Local Municipality in writing once the voluntary liquidation has been finalised no later than 48 hours from date, they receive such confirmation.

- 2.3 In the event of such termination by Midvaal Local Municipality, Council may take possession of the work at the site and any or all materials and plant equipment whether delivered to the site or on order therefore by Contractor, tools and construction equipment at site and finish the work by whatever method Council may deem expedient. Any methods procured / used by Council to expedite and / or to complete the work pursuant to the termination may be at the cost of the contractor.

- 2.4 In the event of termination by Midvaal Local Municipality, the Contractor shall upon request of Council, within 5 calendar days advise Midvaal Local Municipality of all outstanding subcontracts, rental agreements and purchase orders which Contractor has with others pertaining to performance of the WORK and furnish Midvaal Local Municipality with complete copies thereof. Upon request of Midvaal Local Municipality, Contractor shall assign to Midvaal Local Municipality in form satisfactory to Midvaal Local Municipality, Contractor's title to materials and plant equipment for the work and those subcontracts, rental agreements and purchase orders designated by Midvaal Local Municipality, which Contractor has with others pertaining to the work. Midvaal Local Municipality may withhold any further payments due to the contractor until all the required documents stated above have been received to Midvaal Local Municipality's satisfaction.

- 2.5 In the event of termination by Midvaal Local Municipality, the Contractor shall not be entitled to receive any further payment until the work is completed.

2.5.1 Should the amount that Midvaal Local Municipality must pay to complete the work exceed the contract price with the terminated Contractor, the aforementioned will promptly pay the difference to Midvaal Local Municipality. This amount shall be legally deemed a debt due by the Contractor to Midvaal Local Municipality and should be recoverable accordingly.

2.5.2 Should the amount that Midvaal Local Municipality must pay to complete the work be less than the contemplated contract price, no payment to that effect will be made to the Contractor.

2.5.3 Midvaal Local Municipality shall have the right and is authorised to set off against and deduct any damages suffered by Midvaal Local Municipality due to the Contractor's default or event giving rise to the termination or due to other defaults of the contractor to comply with the terms and conditions of this contract along with amounts payable in respect of 2.5.1 above from payments due to the Contractor under this or any other previous or subsequent contract between the Contractor and Midvaal Local Municipality upon completion of the work. The Contractor shall be and continue to be fully liable for all such aforementioned damages to Midvaal Local Municipality.

- 2.6 In the event where the Contractor is awarded this Contract, amongst others, because the Contractor is considered by Midvaal Local Municipality in its sole discretion to be a Black Economic Empowerment Entity, and it appears later in Midvaal Local Municipality's opinion that the Contractor is not a Black economic Empowerment Entity or is engaged in fronting as a Black economic Empowerment Entity, Midvaal Local Municipality shall be entitled to terminate this agreement without prior notice.

3. PATENTS

The Bidder shall pay all royalties and expenses and be liable for all claims in respect of the use of patent rights, trademarks or other protected rights and hereby indemnifies the Midvaal Local Municipality against any claims arising there-from.

All intellectual property rights including, without limitation, copyright, database rights, design and registered design rights, patents and trademark rights, in the deliverables shall be owned by the Council.

The contractor, bidder or service provider shall execute any documents to ensure vesting of such rights in the Council. No trademark, patent, design or other registration shall be made in the name of the contractor, bidder or service provider, its employees, directors and agents, in relation to any of the deliverables.

4. COMPLIANCE WITH REGULATORY / STATUTORY LAWS

- 4.1 Bidders, who are compelled to register with controlling authorities regarding their goods/services to be delivered/rendered, should ensure that their relevant registrations are in order prior to the closure of the bids. MLM may at any given time request bidders to submit proof thereof.

- 4.2 The Service Provider hereby acknowledges and agrees that it shall at all times during the term of the contract and any extensions thereof, comply with all applicable regulatory and statutory laws, *including but not limited to* the Unemployment Insurance Fund (UIF), Pay-As-You-Earn (PAYE), Compensation for Occupational Injuries and Diseases Act (COIDA), Pension Fund Regulations, and Private Security Industry Regulatory Authority (PSIRA) Requirements.

The Service Provider shall not, in its compliance with its statutory obligations in terms of this clause, take any action which is intended, or would reasonably be expected, to harm the reputation of the municipality or which would reasonably be expected to lead to adverse publicity for the municipality

- 4.3 In the event that the Municipality determines, at its sole discretion, that the Service Provider is not in compliance with any of the aforementioned laws, the Municipality reserves the right to initiate the termination process as outlined in the General Conditions of Contract (GCC).
- 4.4 Termination under this clause shall be without prejudice to any other rights or remedies that the Municipality may have under this contract. The Municipality may take such actions as it deems necessary to safeguard its reputation and interests in light of the Service Provider's non-compliance.
- 4.5 The Service Provider shall promptly provide all necessary documentation and information as requested by the Municipality to verify its compliance with the relevant laws. Failure to provide such documentation or rectify non-compliance within a reasonable timeframe may result in termination.

4.6 This clause is intended to ensure that the Municipality's reputation is upheld, and the Service Provider acknowledges the importance of adhering to all applicable laws for the duration of this contractual relationship.

5. WARRANTY/GUARANTEE

Unless specified otherwise in the SCC the warranty/guarantee shall remain valid for a period of not less than twelve (12) months after the goods, or 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 of place of loading in the source country whichever period concludes earlier.

Bidders must however submit the guarantees upon request from MLM to the end user department at any given time.

6. PENALTIES

Should the bidder fail to deliver any or all the goods or perform the services within the period specified in the contract and / or bid document or as concluded in the Service Level Agreement, Midvaal Local Municipality may, 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 until actual delivery of performance.

Midvaal Local Municipality may consider termination of the contract at it sees fit in line with the General Conditions of Contract.

7. INCREASE/DECREASE IN SCOPE OF WORK

The Employer reserves the right to withdraw any section or item in the bill of quantities. The Contractor will have no claim in this respect.

Funds allocated to complete the works may be limited. The Employer thus reserves the right to reduce or add to the scope of work to suit the available budget, in which case the contractor will have no claim in this respect.

8. COSTS

The Contractor agrees that Midvaal Local Municipality shall be entitled to recover from the Contractor, Attorney and own client fees incurred by Midvaal Local Municipality in the event of arbitration and/or litigation proceedings relating to this Contract.

9. VALUE ADDED TAX AND CURRENCY

All prices quoted are to INCLUDE Value Added Tax (VAT), unless specifically stated to the contrary and all prices must be quoted in ZAR, i.e. the currency of the Republic of South Africa.

10. INSPECTION OF PLANT, EQUIPMENT AND PREMISES

Midvaal Local Municipality may at any stage during the production or execution, or on completion, be subject to inspect the premises of the bidder or contractor at all

reasonable hours for inspection of the bidder's plant, equipment and premises prior to the bid being awarded. These inspections shall be carried out as follows:

The HOD or any other delegated official, will visit the premises upon a formal appointment to inspect all plant and equipment and other items deemed necessary prior to the issue of the bid to the bid adjudication committee.

11. RETURNABLE DOCUMENTS

All required returnable documents should be attached to the bid document; failure to adhere to this may result in your bid being disqualified.

12. ALTERNATIVE BIDS

If a bidder wishes to submit an alternative (*where allowed*) for any of the items in the schedule of quantities, the bidder must indicate on the pricing schedule and complete the form included in the bidding documents. Failure to either indicate on the pricing schedule or complete the form in the bid document or both may result in your bid being disqualified.

13. DOMICILIUM & SOUTH AFRICAN JURISDICTION

The laws of the Republic of South Africa shall be applicable to each Contract created by the acceptance of a Bid, and each Bidder shall indicate a place in the Republic and specify it in his Bid as his *domicilium citandiet executandi* where any legal process may be served on him.

Each Bidder shall bind himself to accept the jurisdiction of the Courts of Law of the Republic of South Africa.

The parties choose as their respective *domicilia citandiet executandi* the Following addresses:

The Council: Midvaal Local Municipality

25 Mitchell Street
Meyerton

The Contractor

Change of these addresses will only be valid if the other party has been notified in writing.

All notices between the parties concerned must be in writing.

If a notice or document is delivered by hand, written proof of delivery must be obtained. If a document is delivered by official of the Council, a statement to that effect will be sufficient.

If not delivered by hand, notices and documents will be sent by registered post.

14. GENERAL

Bid Awards

Please note that even though a bid may be awarded, and a successful bidder be approved to supply, deliver or render the applicable services to Midvaal, it is not a guarantee that orders will be placed on a regular basis. It may only be procured on an as and when required basis on receipt of an official Midvaal order.

NB: Bids results are placed on the municipality's website:
www.midvaal.gov.za

Bidder's attention is drawn to the fact that bid results are updated on a monthly basis.

Unsuccessful Bids

The unsuccessful bidder may on written request (in terms of the Promotion of Access to Information Act 2 of 2000) be given reason/s why their bid was unsuccessful.

NB: IT IS THE ONUS OF EVERY BIDDER TO CONTINUOUSLY MONITOR THE MUNICIPALITY'S WEBSITE FOR BID RESULTS.

Objections and Complaints

Bidders aggrieved by decisions or actions taken by Midvaal Local Municipality in the implementation of its supply chain management system may within 14 days of the decision or action lodge a written objection or complaint to the municipality against the decision or action.

The date of the decision or action referred to above will be the day the results were advertised on the website, being the 07th day of every month.

Non-Awards

Bidders who submitted bids will be informed formally of all non-awards.

EPWP requirements for labour intensive projects

Midvaal LM supports labour intensive projects and other services relating to where physical labour is required.

All service providers will be required to maximize the use of local unemployed labour on projects or when supplying or delivering services to MLM where applicable and agree to appoint unemployed Labour for the entire duration of the contract at a minimum rate determined by the Department of Labour.

All relevant questionnaires and reports are to be completed in full and submitted as part of this bid document.

15. ACCEPTANCE

- 16.1 The Tender document provided by Midvaal Local Municipality accompanied by a signed written letter of acceptance shall constitute a contract binding on both parties.
- 16.2 Notwithstanding anything to the contrary in this agreement, the contract shall come into existence with effect from the signature date signed by both parties.

16.3 Unless otherwise specified in the invitation to bid, this bid shall remain open for acceptance for a period of **NINETY (90) DAYS** from the date on which bids are due and during this period the bidder shall agree not to withdraw his/her bid or impair or derogate from its effect.

16. **AUTHORITY TO SIGN BIDS**

The bid shall be signed by a person duly authorised thereto.

Company: A resolution by its board of directors authorising a director or other official of the company to sign the documents on behalf of the company, which shall be included in the bid document / returnable.

Close Corporation: A resolution by its members authorising a member or other official of the corporation to sign the documents on each member's behalf, which shall be included in the bid document / returnable.

Partnership: All the partners shall sign the documents unless one partner or a group of partners has been authorised to sign on behalf of each partner, in which case proof of such authorisation shall be included in the bid / returnable.

Joint Venture: Should two or more firms jointly submit a bid, the bid shall be accompanied by the document of establishment of the joint venture, duly registered and authenticated by a notary public or other official deputed to witness sworn statements, which defines the conditions under which the joint venture will function, the period of duration, the persons authorised to represent the Joint Venture and who are obligated thereby, the participation of the several firms forming the joint venture, and well as any other information necessary to permit a full appraisal of its functioning. Which shall be included in the bid document / returnable.

One Man Concern: This shall be clearly stated, and all documents shall be signed accordingly.

17. **SIGNATURE AUTHORITY OF CONTRACTOR/BIDDER**

I, _____ in my capacity as _____
hereby confirm to be duly authorized to sign on behalf of

(Name of organization)

Address:

Telephone no: (_____) _____ and hereby acknowledge that I have read and understood all the conditions and special conditions of contract and conform to adhere to the schedules as set out in this bid document.

Signed at _____ on the _____ day of _____ 2025.

SIGNATURE OF CONTRACTOR



GENERAL CONDITIONS OF CONTRACT

LOCAL MUNICIPALITY

THE NATIONAL TREASURY



Republic of South Africa

GOVERNMENT PROCUREMENT: GENERAL CONDITIONS OF CONTRACT

JULY 2010

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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 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
 - 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 goods are so delivered and a valid receipt is obtained.
 - 1.11 "Dumping" occurs when a private enterprise abroad markets 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 goods 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 ancillaries 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 "Supplier" means the successful bidder who is awarded the contract to maintain and administer the required and specified service(s) to the State.

1.26 "Tort" means in breach of contract.

1.27 "Turnkey" means a procurement process where one service provider assumes total responsibility for all aspects of the project and delivers the full end product / service required by the contract.

a. "Written" or "in writing" means hand-written in ink or any form of electronic or mechanical writing.

	b.	
2. Application	2.1	These general conditions are applicable to all bids, contracts and orders including bids for functional and professional services (excluding professional services related to the building and construction industry), 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 goods, 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	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	Invitations to bid are usually published in locally distributed news media and on the municipality/municipal entity website.
	2	
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.
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.

- 6.2 When a supplier developed documentation / projects for the municipality / municipal entity, the intellectual, copy and patent rights or ownership of such documents or projects will vest in the municipality / municipal entity.

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

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 goods to be produced or services to be rendered should at any stage be subject to inspections, tests and analyses, the bidder or contractor's premises shall be open, at all reasonable hours, for inspection by a representative of the purchaser or organization acting on behalf of the purchaser.
- 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 goods to be in accordance with the contract requirements, the cost of the inspections, tests and analyses shall be defrayed by the purchaser. CONDITIONS OF CONTRACT
- 8.5 Where the goods or services referred to in clauses 8.2 and 8.3 do not comply with the contract requirements, irrespective of compliance with the contract requirements may be rejected.

8. 6 Goods 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 goods may on or after delivery be inspected, tested or analysed and may be rejected if found not to comply with the requirements of the contract. Such rejected goods 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 goods, which do comply with the requirements of the contract. Failing such removal the rejected goods shall be returned at the suppliers cost and risk. Should the supplier fail to provide the substitute goods forthwith, the purchaser may, without giving the supplier further opportunity to substitute the rejected goods, purchase such goods 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 22 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 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, CONDITIONS OF CONTRACT including additional requirements, if any, and in any subsequent instructions ordered by the purchaser.

10. Delivery and documents

10.1 Delivery of the goods and arrangements for shipping and clearance obligations, shall be made by the supplier in accordance with the terms specified in the contract.

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.

12. Transportation

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

13. Incidental Services

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

- (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 of other parties by the supplier for similar services.

14. Spare parts

- 14.1 As specified, 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.
- 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 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, 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.

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.

17. Price

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 or in the purchaser's request for bid validity extension, as the case may be.

18. Variation Orders

18.1 In cases where the estimated value of the envisaged changes in purchase does not vary more than 15% of the total value of the original contract, the contractor may be instructed to deliver the goods or render the services as such. In cases of measurable quantities, the contractor may be approached to reduce the unit price, and such offers may be accepted provided that there is no escalation in price.

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 contract 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 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 goods are required, or the supplier's services are not readily available.
- 21.4 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 22.2 without the application of penalties.
- 21.5 Upon any delay beyond the delivery period in the case of a goods contract, the purchaser shall, without cancelling the contract, be entitled to purchase goods 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 judgement 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 supplier as having no objection and proceed with the restriction.
- 23.5 Any restriction imposed on any person by the purchaser will, at the discretion of the purchaser, 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 purchaser 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 supplier to the purchaser or the purchaser may deduct such amounts from moneys (if any) which may otherwise be due to the supplier in regard to goods 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 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 for goods delivered and / or services rendered according to the prescripts of the contract.

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.

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.

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 SARS must have certified that the tax matters of the preferred bidder are in order.
- 32.4 No contract shall be concluded with any bidder whose municipal rates and taxes and municipal services charges are in arrears.

33. Transfer of contracts

- 33. The contractor shall not abandon, transfer, cede assign or sublet a contract or part thereof without the written permission of the purchaser.

34. Amendment of contracts

- 34.1 No agreement to amend or vary a contract or order or the conditions, stipulations or provisions thereof shall be valid and of any force unless such agreement to amend or vary is entered into in writing and signed by the contracting parties. Any waiver of the requirement that the agreement to amend or vary shall be in writing, shall also be in writing.

35. Prohibition of restrictive practices

- 35.1 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.
- 35.2 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 section 59 of the Competition Act No 89 Of 1998.
- 35.3 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.

Revised July 2010



TERMS OF REFERENCE (TOR)

MIDVAAL
LOCAL MUNICIPALITY

SPECIFICATIONS

SPECIFICATIONS **PROVISION AND MANAGEMENT OF A STANDARD TRANSFER SPECIFICATION** **(STS-6) COMPLIANT PREPAYMENT VENDING SYSTEM, 3RD PARTY VENDING** **SERVICES AND TERMINAL IDENTITY NUMBER (TID) ROLLOVER FROM 1 JULY** **2025 TO 30 JUNE 2028**

1. PURPOSE

The Midvaal Local Municipality intends to appoint an experienced Service Provider for the provision and management of a standard transfer specification (sts-6) compliant prepayment vending system, 3rd party vending services and terminal identity number (TID) rollover.

2. SCOPE OF WORKS

The system will provide an integrated Revenue Management System to administratively manage and control the Pre-Paid Electricity and Water Metering Revenue Management System within the Midvaal Local Municipality's licensed area.

The required services include, inter alias, the following:

- 2.1. Vending System** – The successful service provider will provide all aspects of the system including relevant hardware and software requirements, hosted. The system must be able to provide the following minimum requirements:
- a. The system must be able to vend pre-paid electricity sales for both STS;
 - b. The system must be capable of vending compliant pre-payment credit and engineering tokens to pre-payment meters;
 - c. The system must be able to vend to pre-paid water sales for STS water meters;
 - d. The system must have the functionality to integrate to the municipality's financial systems and recover arrears on the other services through the pre-paid electricity and water sales;
 - e. The system must be able to vend on-line via various mechanisms 24 hours per day, 7 days per week, 365 days per year.
- 2.2. Vendor Management** – the complete management of contracted 3rd party vendor on behalf of the Midvaal Local Municipality. Vendor management will include on-boarding of 3rd Party vendors and management of all the aspects of the solution including 3rd party vendors, vending systems, and integration of all aspects of the vending information to the financial management system of the Midvaal Local Municipality, providing accurate management reports.

The Midvaal Local Municipality requires a single Service Provider who meets the specifications of both sections and provides all the services related to both sections.

Municipal areas to be covered

At present the Midvaal Local Municipality electricity and water distribution area comprises of the following areas:

AREA	CODE	FINANCIAL SYSTEM	
Boltonwold	BW	523	000
Buyscelia AH	BS	330	171
Chrissiesfontein	CF	330	111 to 2
Doornkuil	DK	390	070
Duncanville x3 (Verg-1930)	DU	428	000
Eye of Africa (Walkerville-1876)	EA	380	000
Fleurdal (Verg-1929)	FD	412	001
Glen Donald	GD	413	000
Golfpark	GP	511	000
Kliprivier (Kookrus)	KR	517	000
McKay Estates (Verg-1929)	MC	412	000
Meydustria	MD		
Meyerton	MT	510	000 to 5
Meyerton x6	ME	510	006
Meyertonpark	MS	515	000
Noldick	ND	513	000
Ohenimuri (Walkerville-1876)	OM	380	071
Ophir Estates	OE	518	000
Rietfontein	RF	519	000
Risiville (Verg-1929)	RV	429	000
Risiville s/farms (Verg-1929)	RZ	431	000
Riversdale	RD	516	000
Rothdene	RT	512	000
Savanna RDP	SAV	395	004
Sicelo North	SN	528	200
Sicelo South	SS	528	192
Sicelo Phase B	SB	528	202
Sybrand Van Niekerkpark	SP	514	000
Uitvlugt	UV	330	061
Valley Settlements No. 4	VS	180	051 to 4
Vaal Marina (1945)	VM	370	010
Volmoedpark	TP		
Savanna City	SAV	391	001
Kookfontein	KF	520	000
Kliprivier Business Park	KBP	182	003 to 5
Sicelo Phase C	SC	528	204

Number and types of vending points

There are three (3) municipal cashier vending terminals at the head office (25 Mitchel street, Meyerton). The number of online 3rd party vending terminals are as follows in the next table:

VENDOR TYPE	ADDRESS	AREA
Direct Vendors		
Riverdale	44 Jan Neetling street	Meyerton
Moodel Services Station	49 Galloway street	Meyerton
Shoprite & Checkers		
Alberton	Cnr Penzance & Voortrekker Roads	Alberton
Meyerton	Cnr Lock & Galloway streets	Meyerton
Meyerton	33 Loch street	Meyerton
Checkers Hyper		

VENDOR TYPE	ADDRESS	AREA
Alberton	Cnr Penzance & Voortrekker Roads	Alberton
FNB		
Alberton Main	Cnr Tore & Voortrekker roads	Alberton
Alberton	Voortrekker road	Alberton
Evaton Branch	Evaton Plaza Golden Highway	Johannesburg
Vaalpark	58 Stormberg street	Vaalpark, Sasolburg
Vaal Mall	555 Rossini Boulevard	Vanderbijlpark
Meyerton Branch	Cnr Loch & Fenton streets	Mayerton
Vereeniging Civic Branch	Cnr Beaconsfield ave & Leslie rd	Vereeniging
Vereeniging Branch	18a Voortrekker road	Vereeniging
Vaal Technicon	Andries Potgieter Boulevard	Vanderbijlpark
Vaalgate Shopping Centre	Shop 39 Cnr Malan & Attie streets	Vanderbijlpark
PNP		
Vaal Mall	R42 & Rossini Blvd intersection	Vanderbijlpark
Family Evaton	Evaton plaza shopping centre c/o Easton & Charleston streets	Vanderbijlpark
Family Meyerton	Pick 'n Pay centre 39 Loch street	Meyerton
Family Vereeniging	C/o Mark avenue & Voortrekker streets	Vereeniging
Vaal	Cassandra ave, Bedworth Park PO Box 1423	Vaal
Meyerton	Cnr Mimosa 7 Jacaranda streets, Golf Park	Meyerton
Other Aggregators		
Klip supermarket	236 Pierneef road	Meyerton
Laura's shop	Cnr Boet Kruger and Meyer street	Meyerton
Model Hyper foodzone	108 Pierneef rd	Meyerton
Luck's mini market	3 Oaks centre shop no. 7	Meyerton
Vasco da Gama supermarket-airtime	1853 Ewelme rd, Henley on Klip	Meyerton
Fourways motors	Cnr Blackwood and General Hertzog rd	Three rivers
Francis	175 Jan Neethling	Riverdal
Plaza superette	53 Generla Hertzog rd	Peachoven
Save in Superspar	37 Fitzsimmons street	Vanderbijlpark
John Mhlole Sithole	55 Alma street	Meyerton
Makoena Khota Shop	59 Rooibok Street	Meyerton Park
Sasol Davest	1 Pierneef Rd	Meyerton

Several aggregated 3rd party vendors with own hardware and networks (note: Midvaal Local Municipality allows only one tier of aggregators between the service provider and the end-merchant servicing the end customer.)

The Midvaal Local Municipality has approximately 20,000 active prepaid meters for water and electricity combined.

2.3. VENDING SYSTEM

Provision, installation and maintenance of a complete hosted prepayment vending and management system using an on-line, web-based architecture to vend tokens in a secure and efficient manner.

a) Applicable standards

The following standards shall reference and apply as stipulated in the specification:

No	Standard	Description
1	IEC 62055-xx	Electricity Payment Metering Systems
2	STS Part 1,2 and 3	Standard Transfer Specificalton
3	NRS 009-2-1: 1998	Electricity sales systems – Part 2: Functional and performance requirements – Section 1: System master stations
4	NRS 009-2-2:1995	Electricity sales systems – Part 2: Functional and performance requirements – Section 2: Credit dispensing units
5	NRS 009-6-10 (Online XML Vend 2.1)	NRS Standard for on-line communication between Vending Servers and Vending Clients
6	ISO 8583	Financial transaction card originated messages – interchange message specifications
7	IEC 61968	CIM (Common Interface Model) Standard
8	SANS 1529-1/9	Water Prepayment Systems – Part 1: Prepayment Meters
9	NRS 057/SANS 474	Code of Practice for Water Metering

b) General

1. Full description and technical details of the system offered and any special features must be detailed and must be submitted.
2. The system offered must be a web-based system comprising a complete and fully functional prepayment vending and management system including all the operating and database modules needed to operate such a system.
3. The minimum hardware, software and communications requirements on which to run the system must be specified for all the different components of the system.
4. The system must provide for the following types of payments:
 - Cash
 - Credit card
 - Debit card
 - Bank transfer
5. The system must provide for the Electricity Based Support Services Token (EBSST) and Water Based Support Services Token (WBSST).
6. The system must vend on-line to all installed, existing and commissioned prepayment electricity and water meters in the municipal area of supply. Please note that the Midvaal Local Municipality must be indemnified against patent infringement including, but not limited to, any damages awarded, attorney costs and the cost of replacing the vending system should patent infringements be awarded against the Midvaal Local Municipality due to the successful Service Provider vending system.
7. The system must have the ability to vend to STS prepayment meters.
8. The system shall have the ability to use both KRN 1 and KRN 2 to allow the smooth migration for the TID rollover compliance.
9. The system must have the ability to vend on more than two SGC's to allow the smooth migration from the old SGC to the new SGC.

10. The system must support the (future) STS TID rollover. The Service Provider must supply the STS600 Certificate of compliance and must demonstrate the TID Rollover process. The ability to support this specific functionality should already be included in the system at its initial implementation and should not become available through any future dated patches or upgrades.
11. The Service Provider will apply on behalf of the Municipality for a new Supply Group Code (SGC) and ensure that all meters within the Municipality are STS600 compliant in terms of the TID Rollover process.
12. The system must support **unique e.g.13** meter serial numbers. The ability to support this specific functionality should already be included in the system at its initial implementation and should not become available through any future dated patches or upgrades.
13. All system functions must be accessed via a user-friendly graphics user interface.
14. The pre-payment meters must accept all codes generated by the system to a valid meter and must not reject the code generated.
15. The system must have the ability to collect arrears from the consumer by leveraging the pre-payment transaction according to a unique formula for each consumer including the ability to recover and record multiple debt categories.
16. The system must be able to collect all municipal account payments at the vending points. The system must interface with the SOLAR Financial system and proof of successfully completed projects to interface that proposed vending solution with SOLAR needs to be provided.
17. The system must be mSCOA compliant in all seven (7) segments and interface with the SOLAR Financial System (refer to Municipal Regulations on Standard Chart of Accounts Government Gazette no 37377 dated 22 April 2014).
18. The system must be able to track the history/location of a meter from the time it is delivered to the Midvaal Local Municipality's main store, through other local stores and points of connection until it is finally scrapped.
19. The system must be capable of developing interfacing with the municipality's Integrate Municipal Quality System (IMQS) and other 3rd party systems on a continuous basis.
20. The system must be operational on a 24 X 7 X 365 basis.
21. The Service Provider will be accountable for any fraudulent transactions at a specific Vendor.

c) Support, Installation and Commissioning

1. The Bidders must provide onsite support, as well as show the capability to remotely (telephonically) support the system.
2. The Bidders must submit their capabilities, demonstrating at least 5 permanent, dedicated and centrally located system support personnel in their employment.

d) Technology and Platform

1. Software Architecture
 - 1.1. The online vending system software must be web-based
2. Database
 - 2.1. The system must operate on a relational database technology, like MS SQL or similar.

- 2.2. The design of the database must be such that it conforms to the following Relational Database Management System (RDBMS) rules:
 - 2.2.1. All information must be represented only in tables.
 - 2.2.2. Each atomic value must only be accessible by a combination of table name, primary key and column name.
 - 2.2.3. All Nulls must be systematic treated within the RDBMS.
 - 2.2.4. An on-line data catalog must be maintained by the RDBMS.
 - 2.2.5. A comprehensive data sub-language must exist, supplementing standard SQL.
 - 2.2.6. High level insert, update and delete functionality must exist within the RDBMS.
 - 2.2.7. Both physical and logical data independence must be maintained by the RDBMS.
 - 2.2.8. A low-level language must not subvert or bypass the RDBMS high-level language.
- 2.3. The database must allow concurrent users to access data on a central database from various online terminals.
- 2.4. The RDBMS must allow for automated triggers to be set on any database field, prompting for a function to be executed. This ensures data integrity, audit-ability and data completeness.
- 2.5. The database must allow for multi-version consistency. This means that “writers must not block readers and readers must not block writers” to ensure data integrity. The requirement is that “readers do not block writers and writers do not block readers”. In other words, the reader will see the data as it was before the writer began changing it, and until the writer commits. A less mature locking scheme will result in many delays/waits in the foreseen heavy OLTP (Online Transaction Processing) environment.
- 2.6. The database must not allow the escalation of row locks to page level locks when too many rows on a page are locked. This locks rows that are uninvolved in any updates for no good reason.
- 2.7. The database must allow the following:
 - 2.7.1. Control of sorting for optimal memory allocation.
 - 2.7.2. Control over SQL caching, again for optimal memory allocation.
 - 2.7.3. Control over storage/space management to prevent fragmentation. Pages (blocks) and extents must not be fixed to a certain size. The database must allow the specification of larger extents to ensure contiguous space for large objects.
 - 2.7.4. Range partitioning of large tables and indexes. For example, a large 100GB table must be allowed to be seamlessly partitioned at the database level into range partitions. This requirement will allow Midvaal Local Municipality to effectively store any historic data – for instance, the transaction table can be partitioned into monthly partitions. Partitioned tables and partitioned indexes give performance and maintenance benefits, whilst being transparent to the application.

- 2.7.5. The database must support a JAVA database engine, enabling future application development and integration.
- 2.7.6. Stored Procedures must be precompiled before executed. This will negate any significant system overhead, especially in consideration of the diverging business rules for prepayment and associated debt collection.
- 2.7.7. The database must allow the reading of, and writing to, external files via Stored Procedures, ensuring ease of system integration.
- 2.7.8. The Bidders must supply independent, documented proof to substantiate conformance to these aspects.

2.8. Web-Browsers

- 2.8.1. All components of the system must operate on a standard, readily available, PC-based machine with no special modifications required to any parts.
- 2.8.2. The Bidder must supply a standard STS security module server solution which operates over a TCP/IP connection.
- 2.8.3. The Bidder must offer a hosted server hardware solution and the hardware must be hosted in a Datacentre as well as a separate off site backup Datacentre site. Both Datacentre's should incorporate industry norms and practises with regard to protection security and redundancy, proof of which should be made available upon request.

2.9. Communication

- 2.9.1. The system must be configured to operate online.
- 2.9.2. The system must use a TCP/IP communication layer supporting GPRS, LAN/WAN, telephone dial-up, BGAN and VSAT communication.
- 2.9.3. The complete database must be automatically mirrored to a disaster recovery machine on a regular basis.

2.10. Data Model

- 2.10.1. The underlying data model used by the system must be tested to conform to the standard of a so-called third generation system. This means that the data model must be capable of the following:
 - 2.10.1.1. A Point-of-Connection must be supported which is independent from a Location, Meter and Consumer.
 - 2.10.1.2. The tariff must not be connected to a Meter or a Consumer, but must rest with the Point-of-Connection.
 - 2.10.1.3. The data model must allow for the definition of the hierarchical Nodes in order to simulate a distribution network.
 - 2.10.1.4. The data model must allow for WGS-84 GPS coordinate definition with all locations.

- 2.10.1.5. The data model must accommodate, for enhanced management purposes, possible additional resources like water and gas.
- 2.10.1.6. The data model must have the potential ability to accommodate meter reading for reading prepaid meters, and reconciling meter consumption with sales.

3. Integration and Interface Requirements

3.1. File based integrations

The system must be able to facilitate web services based integration via a purpose-built application. This application must be able to extract or import data according to dynamically defined business rules. This application must also be able to manage and track processed data, regenerated files and enable additional file layouts as required.

3.2 Web services based integration

The system must be able to facilitate web services based integration via a purpose-built application. This application must be able to extract or import data according to dynamically defined business rules.

4. Operational Requirements

4.1 Critical Performance Parameters

Note: The system requires the following capabilities on demand:

- 4.1.1 The software and database must be able to accommodate, with no special changes other than hardware scaling, more than 1 million consumer records and 120 million transaction records from the main server.
- 4.1.2 The software and database must have no limitation on the number of named users and workstations it can accommodate.
- 4.1.3 The online system must be scale able to transact 30 requests per second.
- 4.1.4 A standard vending operation must be less than 15 seconds from request to completion token printing or programming.
- 4.1.5 The client architecture must require less than 32kb/sec to be functional over WAN.

4.2 Language and Currency (Localisation)

- 4.2.1 The system must accommodate multiple languages on the same machine.
- 4.2.2 The system must have a tool to facilitate the translation of the software. This tool must be demonstrated and supplied on demand.
- 4.2.3 The system must allow for the configuration of any currency, including the adjustment of multipliers and decimal points.

4.3 Online Customer Contract Management

- 4.3.1 The system must have the ability to perform online customer contract management via a standard web browser.
- 4.3.2 The following functionality must be available via the online Customer Contract Management web application:
 - 4.3.2.1 Creating new Customers
 - 4.3.2.2 Creating new Point of Connection
 - 4.3.2.3 Updating Customer details
 - 4.3.2.4 Updating Point of Connection details
 - 4.3.2.5 Link Customers, Point of Connection, Meters
 - 4.3.2.6 Perform Advanced Customer, Point of Connection (POC) and Meter data lookups
- 4.3.3 The system must support multiple accounts for a single customer. Each account must be linked to a POC and a Meter.
- 4.3.4 Management of Customer Contracts must be carried out through a single online take-on web page via any standard web browser.
- 4.3.5 The Customer Contract Management System must accommodate the saving of uncompleted contracts (without complete vending data) whilst these customers will not be able to vend.
- 4.3.6 The system must have specific fields for capturing the meter seal number and the meter location Global Positioning System (GPS) coordinates

4.4 Online Meter Engineering Operations

- 4.4.1 The system must have the ability to generate engineering tokens (Replacements, Clear Tampers, Clear Credit, Power Limit, Supply Group Key Change, Tariff Index Key Change) online via any standard web browser.

4.5 Online Auxiliary Account Management

- 4.5.1 The system must have the ability to manage customer specific auxiliary accounts online via any standard web browser. This functionality must include the creation of auxiliary account categories and the definition of the account details such as account balance and collection type.

4.6 On Meter Asset Management

- 4.6.1 The system must have the ability to receive bulk meters into a store location as well as the ability to move meters between locations online via any standard web browser.

4.7 System Security

- 4.7.1 The system must have the ability to define online users, user roles and user specific role processes online via any standard web browser.
- 4.7.2 Database security governing low- and high-level database access must be via a proven technology and applied at both database and application level.

- 4.7.3 The system must allow for the addition of an unlimited number of named operators.
- 4.7.4 Security must be adjustable to allow for individualised access to any field within the database.
- 4.7.5 All system user passwords must have a minimum length, be strong by using lowercase, uppercase, numeric and special characters. Based on the Midvaal Local Municipality's IT Usage Policy. Passwords are set to expire after 30 days and previous 12 months password cannot be used. In order to keep passwords confidential, administrators cannot see user's passwords.
- 4.7.6 On reset of a password or the first login of a new user. The user should be forced by the system to change the temporary password assigned on the first attempt to access the system.
- 4.7.7 Account lockout duration should be 3 attempts as according to the IT usage policy.
- 4.7.8 All application layer, all database connection details must be encrypted to ensure that only the vending application itself has access to the database.
- 4.7.9 On application layer, all database connection details must be encrypted to ensure that only the vending application itself has access to the database.
- 4.7.10 A detailed transaction log must be kept of all financial transactions including debt adjustments and reversals (negative transactions).
- 4.7.11 A detailed Administrators report must be submitted on a monthly basis indicating all activities of all System Administrators such as User creations, deleted users, and password reset requests etcetera. The Administrators report must include an audit trail showing these changes.

4.8 Electricity and Water Prepayment Vending

4.8.1 Transactions

- 4.8.1.1 All transactions must be atomic to such a nature that taxes, levies, standing charges, arrears and services are all created through individual rows in the database.
- 4.8.1.2 Any rounding errors of the kWh beyond the first decimal must be recorded in the database as separate transaction rows to ensure effective reconciliation
- 4.8.1.3 The system reversals must
- be effected with full trace-ability of the reversal;
 - must be traceable to an operator;
 - must be limited and configurable for only certain operators as defined by Midvaal Local Municipality;
 - must reverse an entire transaction batch consisting of taxes, levies, auxiliaries and resource amounts on the system; and
 - have the option of being disabled or enabled for specific vendors.

4.8.2 Vending Operation

4.8.2.1 The system must be capable of vending STS compliant prepayment credit and engineering tokens.

4.8.2.2 The system must be certified by the STS association as being Vending, Engineering and Key Change Management compliant.

4.8.2.3 The system must be capable of vending proprietary prepayment credit tokens.

4.8.2.4 Vendors must have the ability to perform a consumer lookup through meter number, address, point-of-connection or name.

4.8.2.5 The system must be capable of allowing transaction re-prints and reversals, without compromising the integrity of transactions and subject to appropriate security.

4.8.2.6 The vendor must have the ability to look up the transaction history of a relevant consumer.

4.8.2.7 The system must be capable of vending free electricity grants: Free Basic Electricity (FBE) Tokens also known as Electricity Support Services Tokens (EBSST) and Free Basic Water (FBW) Tokens known as a Water Base Support Services Tokens (WBSST).

4.8.2.8 The system must have the ability to calculate and display cash changes to the vendor.

4.8.2.9 The system must provide for the following types of payments:

- Cash
- Credit card
- Debit card
- Bank Transfer

4.8.3 Vending Management

4.8.3.1 The system must give system administrators the ability to easily define customised token/receipt templates through the use of any Rich Text Format editor.

4.8.3.2 The system must accommodate multiple receipts. It must include but not be limited to auxiliaries, credit token and system reversals receipts.

4.8.4 Auxiliaries

4.8.4.1 The system must have the ability to collect arrears from the consumer by leveraging the prepayment transaction according to a unique formula for each consumer.

4.8.4.2 A consumer's unique collection profile must be automatically updated by the system based on historic payments made.

4.8.5 Tariffs

- 4.8.5.1 A separate tariff spreadsheet must be used for defining tariff charges and debt calculations.
- 4.8.5.2 Midvaal Local Municipality must have the ability to customise the tariff spreadsheet at will.
- 4.8.5.3 The tariff system must accommodate an unlimited number of tariff, debt and charges rules and calculations.
- 4.8.5.4 The system must accommodate step tariffs, with an unlimited number of kWh-based steps.
- 4.8.5.5 Unique tax and fixed charges profiles must be definable for each tariff block.
- 4.8.5.6 Tax and fixed charge blocks independent from step tariff blocks must be definable according to monthly monetary value transacted, or kWh bought.
- 4.8.5.7 The system must have automated activation dates for tariff changes.
- 4.8.5.8 The system shall have an audit trail to indicate any changes example Tariff changes.

4.8.6 Online Vending

- 4.8.6.1 Online vending on a PC Point of Sale must take place through a thin client.
- 4.8.6.2 All messages must be via the self-defining, open-standard XML protocol.
- 4.8.6.3 The system must support the latest version of the NRS009-6-10 XMLV Vend specification.
- 4.8.6.4 The online transaction processing infrastructure must have unlimited scalability with hot-swappable redundancy.

4.8.7 Meter Life Cycle Tracking

- 4.8.7.1 The system must be able to track the history/location of a meter from the time it is delivered to/between stores to when it is installed at a point of connection until it is finally scrapped.
- 4.8.7.2 In order to facilitate meter life cycle tracking, the system must accommodate at least the following location types:
 - Inventory Store; and
 - Point of Connection (POC) Location.
- 4.8.7.3 Again in order to track meter life cycle, the system must further allow for the following modes of operations:
 - In store, inactive;
 - Installed and active; and
 - Installed and blocked on POC.

5 Queries

- 5.1 The vending management system must have a web based query executor for displaying general query results on a grid.

6 Geographic Information system

- 6.1 It is envisaged that a Geographic Information System (GIS) will be linked/incorporated into the prepayment database in the future. The proposal should describe how the solution would be cater for such GIS integration.
- 6.2 Certain data elements in the prepayment metering system must be able to store GPS coordinates as attributes. These include the location of a meter as well as the point of connection of a meter.

7 Vending Gateway

- 7.1 The system should include as an additional option the capability to direct transaction requests from vending clients to different services databases.
- 7.2 The transaction switch should include a billing system where different commissions for different services as well as vendors could be calculated.
- 7.3 The transaction switch should include vendor credit limits that will only allow a vendor to sell services if a positive credit is maintained.
- 7.4 The transaction switch should either include, as an option, or be able to integrate to an electronic fund transfer (EFT) switch to facilitate credit card payments.
- 7.5 The EFT option should include a secure web site for selling services.
- 7.6 The transaction switch should allow for mobile points of sale (PoS) to connect to it. This will be achieved by allowing various suppliers of mobile technology to integrate to the transaction switch.
- 7.7 The transaction switch will allow short message service (SMS) (GSM) based messages to transact with the switch.
- 7.8 In addition to conventional payment methods, the system should support a voucher payment mechanism in the on-line mode of operation.
- 7.9 Where the system generates its own vouchers, customisable vouchers should be printed with unique voucher numbers.
- 7.10 The system should be able to reserve and expire vouchers as and when it is redeemed for resources.

8 Vending Channels

- 8.1 The following vending channels will be implemented but not limited to:
 - 8.1.1 PC POS;
 - 8.1.2 Mobile POS;
 - 8.1.3 Mobile Phone;
 - 8.1.4 Consumer website;
 - 8.1.5 ATM;
 - 8.1.6 Retail e.g. Pick 'n Pay, Checkers, Shoprite, etc.

9 Online Retail and Vending Administration

- 9.1 The system must have the ability to manage retailer accounts online.
- 9.2 This includes adding, removing and editing retailers, operators, terminals, available networks and accepted payment methods.
- 9.3 It must also allow transferring and adjusting retailer funds and accepting retailer deposits.
- 9.4 The system must have the ability to add, remove and edit vouchers online.
- 9.5 The system must have an online facility for reconciling between client records, EFT records and service provider records.

10 System Hardware

- 10.1 Minimum hardware that needs to be provided (Note: Servers can be combined, depending on the Software requirements) :
 - 10.1.1 Hosted Master Database Server – 1
 - 10.1.2 Hosted Management Server – 1
 - 10.1.3 Hosted Reporting Server – 1
- 10.2 The Bidder must provide and install all the necessary hardware needed to operate the vending system and must maintain and upgrade the hardware during the contract period. Ownership of all on site hardware, exclusive of servers, will revert to Midvaal Local Municipality at the end of the initial contract period or in the event of a contract breach. There will be no cost implication.
- 10.3 All components of the system must operate on a standard, readily available, PC-based machine with no special modifications required to any parts. Brand-name PC's either Dell or HP are required with a minimum of Windows 10 Operating System pre-installed. The PC's will be utilised for additional purposes e.g. receipting, emails.
- 10.4 POS (Point of Sale) terminals can be either Personal Computer (PC) or Mobile terminals that comply with the hardware and software requirements. These terminals must be submitted for approval by Midvaal Local Municipality.
- 10.5 Encryption cards and security modules must be centralised in the hosted central environment to ensure the security of the system.
- 10.6 All servers must have the necessary redundancy. The necessary backup facilities will also be provided. The Bidder must provide an offsite backup server for disaster recovery purposes. Backup processes must be aligned with Midvaal LM backup policy and procedures.

11 System Software

- 11.1 The Bidder must provide and install the necessary software and operating systems needed to operate the vending system and must maintain and upgrade the software during the contract period.
- 11.2 Ownership of all PC based software (excluding vending system client software) will revert to Midvaal Local Municipality at the end of the initial contract period or in the event of contract breach. There will be no cost imposition.
- 11.3 The Bidder must be responsible for the migration from the current system to the new system.
- 11.4 The Bidder must be responsible for all licensing and upgrade cost during the contract period.
- 11.5 The Bidder must be responsible for the exporting/transferring of all data in a specified format in the event that Midvaal Local Municipality should change to new software at the end of the contract period.
- 11.6 Should migration be necessary on the onset or during commissioning of the system, all cost is for the Bidder.
- 11.7 The Bidder must provide training on all elements of the system for all the different user groups and vendors.
- 11.8 The Bidder must provide on-site support for the initial implementation of the system and a 24 x 7 x 365 comprehensive support service and help desk for the contract period.

12 Arrears Recovery

- 12.1 There must be a direct interface with the billing system so that arrears collected can be posted directly to the relevant account either in 'Real Time' or via batch entry at a user selectable delay on the Solar billing system.
- 12.2 The details of all arrear amounts collected, and service accounts paid for the current transaction must be individually listed on the transaction receipt handed to the customer at the point of sale.
- 12.3 Data should be imported directly from the Solar billing system into the Bidders system where data will be managed to block and unblock consumers.

13 Data Ownership

- 13.1 All the information on consumers and related info in the databases will remain the property of Midvaal Local Municipality at all times and will not be disclosed as a whole or in part to any third party without the express permission of Midvaal Local Municipality.

- 13.2 Any data archived and warehoused on behalf of Midvaal Local Municipality must be accessible at any time by Midvaal Local Municipality or its appointed auditor.

14 Training

- 14.1 The Service Provider must provide system training on all software.

15. Vendor Management

- 15.1.1 The Bidder MUST be responsible for the following:

- 15.2.1.1 Setting up guidelines for appointing and contracting with existing and prospective vendors and compiling of agreement/contracts. The guidelines and agreement to be approved by the municipality.
- 15.2.1.2 Advertising and information meetings with prospective and existing vendors.
- 15.2.1.3 Appointment of vendors and signing of contracts. The Municipality will determine the quantity of vendors per location as required.
- 15.2.1.4 Provide a minimum of 5 directly managed by the Bidder, 3rd party POS vendors within the Municipality area of distribution.
- 15.2.1.5 Midvaal Local Municipality will only allow one tier of aggregators between the Bidder and the end-merchant servicing the end customer.
- 15.2.1.5 Providing training as and when necessary for the vendor or his appointed operators in order to operate the equipment and relevant software.
- 15.2.1.7 Providing all the necessary hardware, software and communications equipment needed for the vendor to operate
- 15.2.1.8 Providing the necessary consumables, e.g. Paper, printer carriage, etc.
- 15.2.1.9 Providing the routine and necessary maintenance, repair and servicing as is required to maintain the equipment.
- 15.2.1.10 Collection of all revenue from vendors as per agreement
- 15.2.1.11 Timely payment of collected revenue into Midvaal Local Municipality bank account – at least within 120 hours of transaction date.
- 15.2.1.12 Insurance against revenue loss.
- 15.2.1.13 Providing the necessary security measures for collecting the revenue if required.
- 15.2.1.14 To reconcile the revenue received from the vendors on a daily basis and provide the necessary credit to the vendor to continue vending.
- 15.2.1.15 Payment of any commissions owed to vendors.

- 15.2.1.16 Payment of revenue received (Prepaid & Auxiliary separately) directly in the municipalities account at predetermined times together with a reconciliation of said revenue.
- 15.2.1.17 Providing daily, weekly and monthly reports as required by the municipality.
- 15.2.1.18 Provide audit reports to include system and software changes and all administrative activities on a monthly basis.
- 15.2.1.19 All existing handhelds terminals that are not compatible with the proposed vending and management system must be replaced on the cost of the successful Bidder.
- 15.2.1.20 **Change Management:** Any changes to the system must be aligned with change management policy of the Midvaal LM.

15.2.2 Support Services

- 15.2.2.1 Provide the admin and support staff to administer the vendors.
- 15.2.2.2 Provide the office space to house the staff.
- 15.2.2.3 Provide a 24 x 7 x 365 support service for vendors.
- 15.2.2.4 The Bidder may use the services of third party aggregators. Midvaal Local Municipality will only allow one tier of aggregators between the Bidder and the end-merchant servicing the end customer.

16.TID Compliance

TID compliance is a process that involves punching of credit token that has a unique token identifier (TID) encoded into the 20 digits to prevent token replay at the prepayment meter. The bidder(s) will be required to provide on-site support for TID compliance on an as and when required basis.

17.Distribution of responsibilities

The service provider will perform its duties under the supervision of an official of MLM (or delegated). The processes and procedures that will be followed will be integrated with the overall revenue management processes of the Midvaal Local Municipality. In order to achieve a complete administration process, the service provider is requested to provide a detailed description of the distribution of functions and obligations performed by the department and by the service provider.

Subject to awarding of this bid, a Service level Agreement will be entered into between the Service provider and Midvaal Local Municipality.

3. RISK AND PUBLIC LIABILITY

It will be an obligation of the service provider to ensure data integrity and the accurate performance of the vending system. The service provider is requested to explain what steps are taken to prevent inaccuracies and how the department will be protected against public liability claims. Where litigation is raised against the MLM as a direct result of the inaccurate data provided by the service provider, the service provider will take full

responsibility of the liability. The successful Service Provider must submit proof after the appointment that it has a public liability insurance.

4. PAYMENT OF INVOICES

All valid invoices are to be paid within 30 days from date of receipt by the municipality.

Midvaal Local Municipality will not accept any responsibility for the non-payment of any invoice submitted by the successful bidder if the relevant invoice does not reflect an official municipal order number.

5. STATED QUANTITIES

Please note that all quantities stated in the schedule of rates of this bid document are estimated quantities. The identified quantities are to assist the bidders with the pricing of this service.

6. REPORTING

- a. The vending management system must have the capability to interface with reporting applications supporting customisable reports.
- b. The vending solutions must include a dedicated reporting environment where complex system reports are available to named users.
- c. The following complex reports must come standard with the vending system reporting environment and proof of every individual report needs to be included in the tender response.

6.3.1 Revenue Reporting

- 6.3.1.1 6 Month Revenue History;
- 6.3.1.2 12 Month Revenue History;
- 6.3.1.3 Geographical Sales;
- 6.3.1.4 Geographical Sales Summary;
- 6.3.1.5 Management Summary;
- 6.3.1.6 Tariff Sales;
- 6.3.1.7 Tariff Sales Summary;
- 6.3.1.8 Terminal Sales Report;
- 6.3.1.9 Vendor Sales Summary;
- 6.3.1.10 Vendor Sales; and
- 6.3.1.11 Vendor Sales by Operator.

6.3.2 Auxiliaries (Debt) Reporting

- 6.3.2.1 Debt Summary Per Area;
- 6.3.2.2 Debt Overview.

6.3.3 Customer Reporting

- 6.3.3.1 Customer and Meter Search;
- 6.3.3.2 Customer and Meter Search with Debt;
- 6.3.3.3 Customer Per Status List.

6.3.4 Engineering Reports

- 6.3.4.1 Active Meter Summary and Details;
- 6.3.4.2 Free Issues with Operator;
- 6.3.4.3 Installed Meter Summary.

6.3.5 Revenue Protection Reporting

- 6.3.5.1 Meters Never Purchased;
- 6.3.5.2 Meters Per Status and Location;
- 6.3.5.3 Zero / Low Purchase Report.

- 6.4 The database must be accessible via standard SQL-based report writing tools like Crystal Reports.
- 6.5 Midvaal Local Municipality will be able to design custom reports.
- 6.6 The Bidder will provide an optional service where Midvaal Local Municipality can request custom reports to be designed.
- 6.7 The successful bidder will be responsible for reporting on monthly operational related issues and as well as any future planned or required activities will be discussed with the delegated municipal officials.

7. TARRIFFS ADJUSTMENTS

NERSA and Rand Water regulates annual tariff increase on Electricity and Water. The Municipality will provide the service provider with the tariffs that are in line with NERSA and RandWater requirements.

8. CONTRACT PERIOD

This contract will be effective from 1 July 2025 to 30 June 2028.

Please note that the hand over should be completed by 30 June 2025. Any delays the Municipality will not be liable for any cost.

9. CONTRACT PRICE ADJUSTMENT

Bid is commission based therefore CPA is not applicable.

10. AWARDING OF BIDS

The Council reserves the right to accept any bid or part thereof and does not bind itself to accept the lowest or any bid.

Due to the nature of the services required, Midvaal Local Municipality intends to award to one (1) service provider.

11. PERFORMANCE MANAGEMENT SYSTEMS

The successful bidders will need to enter into a performance management agreement, where their performance will be regularly evaluated against predetermined deliverables.

12. PERSONNEL

Bidders to indicate the personnel and experience of personnel who will be involved in this project. Bidders are required to submit copies of qualifications, and Curriculum vitae of the project team. The project team must be comprised of the following.

- **Project Manager-** With a minimum of Project Management qualification (Minimum NQF Level 5) and with a minimum of 5 years' experience in implementing prepaid vending systems and managing 3rd party vendors.
- **IT Systems Manager (Can be a Developer)** – With a minimum of a B-degree qualification (Minimum NQF Level 7) in Information Communication Technology (ICT) with a minimum 5 years in integrating vending software with municipal billing systems.

- **Technical Support Personnel** – With a minimum of a National Diploma (NQF Level 6) or higher in Information Communication Technology with a minimum 3 years in ICT Technical Support and handling customer complaints.

The service provider must also ensure that in the event that a member of the proposed team leaves the organisation, a person of equal or higher experience and qualifications will be assigned to the project.

13. EXPERIENCE/ REFERENCES

Service providers are required to provide a minimum of three (3) contactable reference letters indicating the service provider's experience providing prepaid vending services to municipalities, in the last ten (10) years. (2015 – current)

For the reference letter to be valid it must satisfy the below:

- Letter head of the Institution offering the reference
- Clear description of the services that were rendered
- Dated
- Signed to indicate validity.

It is the onus of bidders to make sure that they provide contactable reference letters. The municipality may verify the veracity of the provided references at any given time.

Should the content of the references not be verifiable, the information will be disregarded, and the bidder will have no claim against the municipality.

14. SOUTH AFRICAN REVENUE PROTECTION ASSOCIATION (SARPA)

The successful bidder will be required to register with South African Revenue Protection Authority (SARPA) within 14 days from appointment, proof must be provided thereof. Registration will be at a cost of the successful service provider. In the case where the successful bidder is already registered as a member, proof will need to be furnished upon request.

15. MINIMUM REQUIREMENTS

Below are the documents that must be attached to the bid document.

ITEM	DESCRIPTION		YES	NO
COMPANY EXPERIENCE	Bidders submitted a minimum of three (3) contactable reference letters indicating work previously done relating to water and electricity prepaid vending for municipalities, in the last ten (10) years (2015 – current).			
PERSONNEL CAPACITY	PROJECT MANAGER	With a minimum NQF Level 5 Project Management Qualification (Attach copy of a qualification)		
		Has a minimum of five (5) years' experience in implementing prepaid vending systems and managing 3rd party vendors (Attach CV indicating experience)		
	IT SYSTEMS MANAGER	With a minimum NQF Level 7 B-Degree in Information Communication Technology (ICT) qualification. (Attach copy of qualification)		

		Has a minimum 5 years in integrating vending software with municipal billing systems (Attach CV indicating experience)		
	TECHNICAL SUPPORT PERSONNEL	With a NQF Level 6 National Diploma Information Communication Technology qualification (Attach copy of qualification)		
		Has a minimum of three (3) years experience in ICT Technical Support and handling customer complaints (Attach CV indicating experience)		

NB: Any bidder found not to fully comply with the above will not be further evaluated on financial proposals and specific goals

17. EVALUATION OF BIDS

The bid will be evaluated in line with the set specifications, Midvaal Local Municipality's SCM Policy and Preferential Procurement Policy, Preferential Procurement Policy Framework Act 5 of 2000 and its 2022 regulations, as well as any other applicable legislation.

Potential service providers will have to fully comply with the minimum requirements before their financial proposals and specific goals are evaluated.

16. PRICING

Bidders are advised to price their offers according to the pricing schedule provided, no other pricing schedules/structures/methods will be considered. If a bidder fails to adhere to this, they will not be further evaluated and they will be disqualified.

Midvaal requires a single supplier that meets the specifications of both sections and supplies all the services related to both the sections. Only bids providing pricing for both the sections will qualify. No additional fees other than those included in the table above will be allowed.

PRICING SCHEDULE

SECTION 1: SYSTEMS COMPLIANCE AND MANAGEMENT

ITEM NO	DESCRIPTION	UOM	QTY	TOTAL PRICE EXCLUDING VAT
1	VENDING SYSTEM: ANNUAL LICENSE FEE	Per Annum	1	
2	VENDOR MANAGEMENT	Per Annum	1	
TOTAL EXCLUDING VAT				R
VAT @ 15%				R
TOTAL INCLUDING VAT				R

SECTION 2: COMMISSION, CASH HANDLING FEE AND CREDIT CARD FEE

ITEM NUMBER	ITEM DESCRIPTION	UOM	COMMISSION (INCLUSIVE OF VAT)
1	Commission on Total Prepaid Electricity and Water sales (% of monthly sales	_____ %
2	Cash handling fee	% of monthly sales	_____ %
3	Credit card fee	% of monthly credit card sales	_____ %

SECTION 3: TID IMPLEMENTATION

<u>ITEM NO</u>	<u>ITEM DESCRIPTION</u>	<u>UOM</u>	<u>EST QTY</u>	<u>UNIT RATE EXCL VAT</u>
1.	Visit premises of customer and implementing Engineering Token	Per Customer per Premise	20 000	
TOTAL EXCLUDING VAT				R
VAT @ 15%				R
TOTAL INCLUDING VAT				R

ALTERNATIVE
OFFERED

MIDVAAL
LOCAL MUNICIPALITY

ALTERNATIVES OFFERED

If there are no alternatives to be offered, the Schedule hereunder is to be marked NIL and signed by the Bidder.

Bidders wishing to bid on alternative products that differ from the requested specification may do so, only if a detailed pricelist that includes the name, make, model and price of such items is submitted and attached to this page.

Only ISO/SANS/SABS or items registered with the relevant authority will be considered.



SIGNATURE OF BIDDER

DATE

ADDENDUM

PLACE AN ADDENDUM BEHIND THIS PAGE