

**ANNEXURE B:**  
**Tender number: TNPA/2023/07/0004/34532/RFP**

**ANNEXURE B: PRICING INFORMATION**

**BILL OF QUANTITIES**

Item	Description	Unit	Estimated Quantities	Rate	Total (R/ZAR)
<b>1.</b>	<b>Preliminary &amp; General and Safety</b>				
1.1	Charges for diving equipment, tools, and plant	Hours	1153		
1.2	Charges for Standby dive team	Months	12		
1.3	Lifting equipment to recover objects from the seabed under	Days	16		
1.4	Safety file (file to be updated yearly)	Sum	1		
<b>2.</b>	<b>Commercial diving duties including inspection, cleaning, maintenance, and recovery.</b>				
2.1	Working hours Monday to Friday 07:00 to 15:30	Hours	700		
2.2	Labour rate for overtime/ Saturday work for complete team	Hours	286		
2.3	Labour rate for Sunday/Public Holiday for complete team	Hours	167		
<b>Cost Year 1 (Y1) value (excluding vat and inflation)</b>					
<b>Total contract value for 3 years = (Cost Year 1 (Y1) excluding vat and inflation) X 3</b>					
<b>Total contract value for 3 years (including VAT)</b>					

<b>Notes to the Multi - Year Pricing Table:</b>
The first year of the contract will not be subject to price escalation
Cost for Year 2 (Y2) will be Total costs of Year 1 (Y1) x CPI adjustment
Cost for Year 3 (Y3) will be Total costs of Year 2 (Y2) x CPI adjustment

**Notes to Pricing:**

a) Respondents, if awarded the contract, are required to indicate that their prices quoted would be kept firm and fixed for a period of 12 months, subject thereafter to adjustment (i.e., after the initial period of 12 months), utilizing the Consumer Price Index (CPI) as per below:

**ANNEXURE B:****Tender number: TNPA/2023/07/0004/34532/RFP****CONTRACT PRICE ADJUSTMENTS****Formula**

b) Prices submitted for this bid will be regarded as non-firm and subject to adjustment(s) in terms of the formula set out below,

c) Applications for price adjustments must be accompanied by documentary evidence in support of any adjustment claim.

d) The following price adjustment formula will be applicable for calculating Contract price adjustments (CPA).

**$Pa = (1-V) Pt ((CPI)) + VPt$  where:**

$Pa$	=	The new adjusted price to be calculated
$(1-V)Pt$	=	85% of the original bid price
$CPI$	=	In this tender Transnet will only use the Consumer Price Index (CPI) as a single factor from the Statistical Release "P0141" – Consumer Price Index, published by the Department of Statistics, South Africa.
$VPt$	=	15% (or 0.15) of the original bid price. This portion of the bid price remains fixed, i.e., it is not subject to price adjustment.

**Formula component definitions:****Adjustable amount:  $(1-V) Pt$** 

e) The adjustable amount is the portion of the bid price, which is subject to adjustment. In this contract, the adjustable amount is 85% of the original bid price. For example, if the bid price is R1000, then only R850 will be subject to adjustment.

**Fixed portion:  $VPt$** 

f) The fixed portion represents those costs that will not change over the adjustment period and DOES NOT represent the profit margin. In this bid, the fixed portion is 15% of the original bid price. Using the same example as above, it would amount to R150 which will remain fixed over the contract period.

**Cost components and proportions: D1**

g) The cost components of the Contract price usually constitute the cost of materials (raw material or finished product), cost of direct labour, cost of transport and those other costs that are inclined to change. The proportions are the contribution to the contract price of each of these cost components. In this bid, the Consumer Price Index (CPI) Statistical release P0141 will be used to adjust the price adjustments.

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Cost Component	% Contribution
D1 – Consumer Price Index	100% of 85%
TOTAL (Cost components must add up to 100%)	100 %

**Applicable indices/references:**

h) The applicable index refers to the relevant market index, which is a true reflection of price movement(s) in the cost over time. In this bid the following indices or reference will be applicable:

Cost component	Index Publication	Index Reference
D1- Consumer Price Index	Stats SA, Statistical Release P0141	P0141

**Base Index Date**

i) The base index date applicable to the formula is defined as the date of advertisement of the bid. The P0141 Stats SA Statistical release in the month of the tender will be used as the base index. If a Stats SA Statistical release P0141 is not published in the month in which the tender is advertised, the first Statistical Release P0141 in the month immediately prior to the month of the tender being advertised shall be used.

**End Index Date**

j) The end index dates are the dates at predetermined points in time during the Contract period. In this bid, the end indices are the indices published in the month immediately following the annual anniversary of the month in which the tender is advertised. In other words, months 13, 26, 39 etc.

**Price Adjustment Periods**

k) Adjustments to contract prices will be applied on an annual basis

**General Notes to Pricing:**

a) Respondents are to note that if the price offered by the highest scoring bidder is not market-related, Transnet may not award the contract to that Respondent. Transnet may-

- (i) negotiate a market-related price with the Respondent scoring the highest points or cancel the RFP;
- (ii) if that Respondent does not agree to a market-related price, negotiate a market-related price with the Respondent scoring the second highest points or cancel the RFP;

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(iii) if the Respondent scoring the second highest points does not agree to a market-related price, negotiate a market-related price with the Respondent scoring the third highest points or cancel the RFP.

If a market-related price is not agreed with the Respondent scoring the third highest points, Transnet must cancel the RFP.

b) Prices must be quoted in South African Rand inclusive of VAT.

c) Any disbursement not specifically priced for will not be considered/accepted by Transnet.

d) To facilitate like-for-like comparison bidders must submit pricing strictly in accordance with this pricing schedule and not utilise a different format. Deviation from this pricing schedule could result in a bid being declared non-responsive.

e) Quantities given are estimates only. Any orders resulting from this RFP will be on an "as and when required" basis.

f) Please note that should you have offered a discounted price(s), Transnet will only consider such price discount(s) in the final evaluation stage if offered on an unconditional basis.