



# transport

Department:  
Transport  
REPUBLIC OF SOUTH AFRICA

Ref: CSS 5/11/1  
Enq: Mr. J. Mashinini/Mr. T Mkhari  
Tel Number: (012) 309-3045/3011

Dear Sir / Madam

## **BID NUMBER: DOT/01/2023/PT**

1. The Department of Transport requires the service as described per attached bid invitation and you are requested to complete the bidding documents and to submit it in accordance with the under mentioned stipulations:

- The bid must be submitted in a sealed envelope with the name and address of the bidder with the number and closing date indicated on the envelope. The envelope must not contain documents relating to any bid other than that shown on the cover of the envelope;
- Bids submitted per post must be sent per registered mail. The bid must still reach this office before the closing time. Couriered bid documents must be received before the closing date and time failure to do so may invalidate the bid;
- The attached forms, if completed in detail and returned, will form part of your bid; and
- Prices must be VAT inclusive and all other expenses/disbursements, and be valid for a period of at least **120 days** from closing date.
- **Bidders must submit one (1) original hard copy of the Technical proposal inside an envelope marked "Technical proposal" and four PDF format CD's of the technical proposal, and one (1) Original hard copy of the financial proposal inside market "Financial proposal" on the closing date. If Bidders are not sure of the two envelope separation submission requirements kindly contact the administrative contacts on SBD 3.3 to avoid being disqualified.**
- **Non-Compulsory Briefing Session will be held Virtual on the 20th April 2023 at 11:00. link <https://dot-gov-za.zoom.us/j/99183117463?pwd=b2RVd2J0c2dTZXpqTzAvRkpmV1hXdz09>**

**Meeting ID: 991 8311 7463**

**Passcode: k\*iFV2hK**

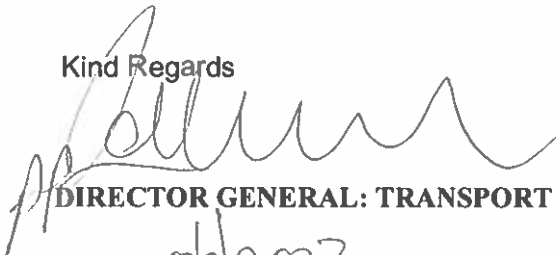
**One tap mobile**

**+27214268191,,99183117463#,,,,\*15454217# South Africa**

**+27875503946,,99183117463#,,,,\*15454217# South Africa**

- 2 You are advised to acquaint yourself with the contents of the attached general conditions of contract and the checklist.
- 3 It will be expected of the successful bidder to sign a formal contract at this office within seven (7) days after receiving a letter of acceptance.
- 4 Kindly take note that this is a two envelope system (Technical and Financial) proposals must be marked and put in separate envelopes). Annexure A which will be for Technical proposal and Annexure B for Financial proposal. Bids that do not comply with a two-envelope system will be disqualified.

Kind Regards



**DIRECTOR GENERAL: TRANSPORT**

DATE: 29/8/2023

# **ANNEXURE A**

## **TECHNICAL**

## **PROPOSALS**

## PART A INVITATION TO BID

<b>YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF THE (NAME OF DEPARTMENT/ PUBLIC ENTITY)</b>					
BID NUMBER:	DOT/01/2023/PT	CLOSING DATE:	28 April 2023	CLOSING TIME:	11:00
DESCRIPTION	TERMS OF REFERENCES FOR THE APPOINTMENT OF A SERVICE PROVIDER T TO DEVELOP INTERGRATED BPUBLIC TRANSPORT NETWORK PLAN IN XHARIEP DISTRICT MUNICIPALITY FOR A PERIOD OF 18 MONTHS.				
<b>BID RESPONSE DOCUMENTS MAY BE DEPOSITED IN THE BID BOX SITUATED AT (STREET ADDRESS)</b>					
NATIONAL DEPARTMENT OF TRANSPORT 159 FORUM BUILDING CORNER BOSMAN AND STRUBEN STREET					
PRIVATE BAG X 193					
PRETORIA 0001					
<b>BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO</b>			<b>TECHNICAL ENQUIRIES MAY BE DIRECTED TO:</b>		
CONTACT PERSON	MR J Mashinini / MR T MKHARI		CONTACT PERSON	MS JOYCE MOABI	
TELEPHONE NUMBER	012 309-3045/3011		TELEPHONE NUMBER	012 309-3236	
FACSIMILE NUMBER			FACSIMILE NUMBER		
E-MAIL ADDRESS	Mashinij@dot.gov.za/Mkharit@dot.gov.za		E-MAIL ADDRESS	Moabij@dot.gov.za	
<b>SUPPLIER INFORMATION</b>					
NAME OF BIDDER					
POSTAL ADDRESS					
STREET ADDRESS					
TELEPHONE NUMBER	CODE		NUMBER		
CELLPHONE NUMBER					
FACSIMILE NUMBER	CODE		NUMBER		
E-MAIL ADDRESS					
VAT REGISTRATION NUMBER					
SUPPLIER COMPLIANCE STATUS	TAX COMPLIANCE SYSTEM PIN:		OR	CENTRAL SUPPLIER DATABASE No:	MAAA
B-BBEE STATUS LEVEL VERIFICATION CERTIFICATE	TICK APPLICABLE BOX]  <input type="checkbox"/> Yes <input type="checkbox"/> No		B-BBEE STATUS LEVEL SWORN AFFIDAVIT		[TICK APPLICABLE BOX]  <input type="checkbox"/> Yes <input type="checkbox"/> No
<b>[A B-BBEE STATUS LEVEL VERIFICATION CERTIFICATE/ SWORN AFFIDAVIT (FOR EMES &amp; QSEs) MUST BE SUBMITTED IN ORDER TO QUALIFY FOR PREFERENCE POINTS FOR B-BBEE]</b>					
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, ANSWER PART B:3 ]
<b>QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS</b>					
IS THE ENTITY A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)?				<input type="checkbox"/> YES <input type="checkbox"/> NO	
DOES THE ENTITY HAVE A BRANCH IN THE RSA?				<input type="checkbox"/> YES <input type="checkbox"/> NO	
DOES THE ENTITY HAVE A PERMANENT ESTABLISHMENT IN THE RSA?				<input type="checkbox"/> YES <input type="checkbox"/> NO	
DOES THE ENTITY HAVE ANY SOURCE OF INCOME IN THE RSA?				<input type="checkbox"/> YES <input type="checkbox"/> NO	

IS THE ENTITY LIABLE IN THE RSA FOR ANY FORM OF TAXATION?

☐ 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 BELOW.

## 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 IN THE MANNER PRESCRIBED IN THE BID DOCUMENT.
- 1.3. THIS BID IS SUBJECT TO THE PREFERENTIAL PROCUREMENT POLICY FRAMEWORK ACT, 2000 AND THE PREFERENTIAL PROCUREMENT REGULATIONS, 2017, THE GENERAL CONDITIONS OF CONTRACT (GCC) AND, IF APPLICABLE, ANY OTHER SPECIAL CONDITIONS OF CONTRACT.
- 1.4. THE SUCCESSFUL BIDDER WILL BE REQUIRED TO FILL IN AND SIGN A WRITTEN CONTRACT FORM (SBD7).

### 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 VERIFY THE TAXPAYER'S PROFILE AND TAX STATUS.
- 2.3. APPLICATION FOR TAX COMPLIANCE STATUS (TCS) PIN MAY BE MADE VIA E-FILING THROUGH THE SARS WEBSITE [WWW.SARS.GOV.ZA](http://WWW.SARS.GOV.ZA).
- 2.4. BIDDERS MAY ALSO SUBMIT A PRINTED TCS CERTIFICATE TOGETHER WITH THE BID.
- 2.5. IN BIDS WHERE CONSORTIA / JOINT VENTURES / SUB-CONTRACTORS ARE INVOLVED, EACH PARTY MUST SUBMIT A SEPARATE TCS CERTIFICATE / PIN / CSD NUMBER.
- 2.6. WHERE NO TCS IS AVAILABLE BUT THE BIDDER IS REGISTERED ON THE CENTRAL SUPPLIER DATABASE (CSD), A CSD NUMBER MUST BE PROVIDED.
- 2.7. NO BIDS WILL BE CONSIDERED FROM PERSONS IN THE SERVICE OF THE STATE, COMPANIES WITH DIRECTORS WHO ARE PERSONS IN THE SERVICE OF THE STATE, OR CLOSE CORPORATIONS WITH MEMBERS PERSONS IN THE SERVICE OF THE STATE."

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

SIGNATURE OF BIDDER:

.....

CAPACITY UNDER WHICH THIS BID IS SIGNED:

.....

(Proof of authority must be submitted e.g. company resolution)

DATE:

.....

## TAX CLEARANCE CERTIFICATE REQUIREMENTS

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

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

## DECLARATION OF INTEREST

1. Any legal person, including persons employed by the state<sup>1</sup>, or persons having a kinship with persons employed by the state, including a blood relationship, may make an offer or offers in terms of this invitation to bid (includes a price quotation, advertised competitive bid, limited bid or proposal). In view of possible allegations of favouritism, should the resulting bid, or part thereof, be awarded to persons employed by the state, or to persons connected with or related to them, it is required that the bidder or his/her authorised representative declare his/her position in relation to the evaluating/adjudicating authority where-

- the bidder is employed by the state; and/or
- the legal person on whose behalf the bidding document is signed, has a relationship with persons/a person who are/is involved in the evaluation and or adjudication of the bid(s), or where it is known that such a relationship exists between the person or persons for or on whose behalf the declarant acts and persons who are involved with the evaluation and or adjudication of the bid.

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

2.1 Full Name of bidder or his or her representative: .....

2.2 Identity Number: .....

2.3 Position occupied in the Company (director, trustee, shareholder<sup>2</sup>): .....

2.4 Company Registration Number: .....

2.5 Tax Reference Number: .....

2.6 VAT Registration Number: .....

- 2.6.1 The names of all directors / trustees / shareholders / members, their individual identity numbers, tax reference numbers and, if applicable, employee / persal numbers must be indicated in paragraph 3 below.

<sup>1</sup>"State" means -

- (a) 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);
- (b) any municipality or municipal entity;
- (c) provincial legislature;
- (d) national Assembly or the national Council of provinces; or
- (e) Parliament.

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

2.7 Are you or any person connected with the bidder presently employed by the state? YES / NO

2.7.1 If so, furnish the following particulars:

Name of person / director / trustee / shareholder/ member: .....

Name of state institution at which you or the person connected to the bidder is employed : .....

Position occupied in the state institution: .....

Any other particulars:

.....

.....

.....

2.7.2 If you are presently employed by the state, did you obtain the appropriate authority to undertake remunerative work outside employment in the public sector? YES / NO

2.7.2.1 If yes, did you attached proof of such authority to the bid document? YES / NO

(Note: Failure to submit proof of such authority, where applicable, may result in the disqualification of the bid.

2.7.2.2 If no, furnish reasons for non-submission of such proof:

.....

.....

.....

2.8 Did you or your spouse, or any of the company's directors / trustees / shareholders / members or their spouses conduct business with the state in the previous twelve months? YES / NO

2.8.1 If so, furnish particulars:

.....

.....

.....

2.9 Do you, or any person connected with the bidder, have any relationship (family, friend, other) with a person employed by the state and who may be involved with the evaluation and or adjudication of this bid? YES / NO



[illegible]

**YES/NO**

[illegible]**YES/NO**

12345678910111213141516171819202122232425262728293031323334353637383940414243444546474849505152535455565758596061626364656667686970717273747576777879808182838485868788899091929394959697989910010110210310410510610710810911011111211311411511611711811912012112212312412512612712812913013113213313413513613713813914014114214314414514614714814915015115215315415515615715815916016116216316416516616716816917017117217317417517617717817918018118218318418518618718818919019119219319419519619719819920020120220320420520620720820921021121221321421521621721821922022122222322422522622722822923023123223323423523623723823924024124224324424524624724824925025125225325425525625725825926026126226326426526626726826927027127227327427527627727827928028128228328428528628728828929029129229329429529629729829930030130230330430530630730830931031131231331431531631731831932032132232332432532632732832933033133233333433533633733833934034134234334434534634734834935035135235335435535635735835936036136236336436536636736836937037137237337437537637737837938038138238338438538638738838939039139239339439539639739839940040140240340440540640740840941041141241341441541641741841942042142242342442542642742842943043143243343443543643743843944044144244344444544644744844945045145245345445545645745845946046146246346446546646746846947047147247347447547647747847948048148248348448548648748848949049149249349449549649749849950050150250350450550650750850951051151251351451551651751851952052152252352452552652752852953053153253353453553653753853954054154254354454554654754854955055155255355455555655755855956056156256356456556656756856957057157257357457557657757857958058158258358458558658758858959059159259359459559659759859960060160260360460560660760860961061161261361461561661761861962062162262362462562662762862963063163263363463563663763863964064164264364464564664764864965065165265365465565665765865966066166266366466566666766866967067167267367467567667767867968068168268368468568668768868969069169269369469569669769869970070170270370470570670770870971071171271371471571671771871972072172272372472572672772872973073173273373473573673773873974074174274374474574674774874975075175275375475575675775875976076176276376476576676776876977077177277377477577677777877978078178278378478578678778878979079179279379479579679779879980080180280380480580680780880981081181281381481581681781881982082182282382482582682782882983083183283383483583683783883984084184284384484584684784884985085185285385485585685785885986086186286386486586686786886987087187287387487587687787887988088188288388488588688788888989089189289389489589689789889990090190290390490590690790890991091191291391491591691791891992092192292392492592692792892993093193293393493593693793893994094194294394494594694794894995095195295395495595695795895996096196296396496596696796896997097197297397497597697797897998098198298398498598698798898999099199299399499599699799899910001001100210031004100510061007100810091010101110121013101410151016101710181019102010211022102310241025102610271028102910301031103210331034103510361037103810391040104110421043104410451046104710481049105010511052105310541055105610571058105910601061106210631064106510661067106810691070107110721073107410751076107710781079108010811082108310841085108610871088108910901091109210931094109510961097109810991100110111021103110411051106110711081109111011111112111311141115111611171118111911201121112211231124112511261127112811291130113111321133113411351136113711381139114011411142114311441145114611471148114911501151115211531154115511561157115811591160116111621163116411651166116711681169117011711172117311741175117611771178117911801181118211831184118511861187118811891190119111921193119411951196119711981199120012011202120312041205120612071208120912101211121212131214121512161217121812191220122112221223122412251226122712281229123012311232123312341235123612371238123912401241124212431244124512461247124812491250125112521253125412551256125712581259126012611262126312641265126612671268126912701271127212731274127512761277127812791280128112821283128412851286128712881289129012911292129312941295129612971298129913

## 3

[illegible]

**4 DECLARATION**

I, THE UNDERSIGNED (NAME).....

CERTIFY THAT THE INFORMATION FURNISHED IN PARAGRAPHS 2 and 3 ABOVE IS CORRECT.  
I ACCEPT THAT THE STATE MAY REJECT THE BID OR ACT AGAINST ME IN TERMS OF PARAGRAPH  
23 OF THE GENERAL CONDITIONS OF CONTRACT SHOULD THIS DECLARATION PROVE TO BE  
FALSE.

.....  
Signature

.....  
Date

.....  
Position

.....  
Name of bidder

May 2011

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

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

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

### 1. GENERAL CONDITIONS

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

- the 80/20 system for requirements with a Rand value of up to R50 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

- a) The value of this bid is estimated to ~~exceed~~/not exceed R50 000 000 (all applicable taxes included) and therefore the ..... preference point system shall be applicable; or
- b) Either the 80/20 or 90/10 preference point system will be applicable to this tender (*delete whichever is not applicable for this tender*).

1.3 Points for this bid shall be awarded for:

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

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

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

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

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

## 2. DEFINITIONS

- (a) **"B-BBEE"** means broad-based black economic empowerment as defined in section 1 of the Broad-Based Black Economic Empowerment Act;
- (b) **"B-BBEE status level of contributor"** means the B-BBEE status of an entity in terms of a code of good practice on black economic empowerment, issued in terms of section 9(1) of the Broad-Based Black Economic Empowerment Act;
- (c) **"bid"** means a written offer in a prescribed or stipulated form in response to an invitation by an organ of state for the provision of goods or services, through price quotations, advertised competitive bidding processes or proposals;
- (d) **"Broad-Based Black Economic Empowerment Act"** means the Broad-Based Black Economic Empowerment Act, 2003 (Act No. 53 of 2003);
- (e) **"EME"** means an Exempted Micro Enterprise in terms of a code of good practice on black economic empowerment issued in terms of section 9 (1) of the Broad-Based Black Economic Empowerment Act;
- (f) **"functionality"** means the ability of a tenderer to provide goods or services in accordance with specifications as set out in the tender documents.
- (g) **"prices"** includes all applicable taxes less all unconditional discounts;
- (h) **"proof of B-BBEE status level of contributor"** means:
  - 1) B-BBEE Status level certificate issued by an authorized body or person;
  - 2) A sworn affidavit as prescribed by the B-BBEE Codes of Good Practice;
  - 3) Any other requirement prescribed in terms of the B-BBEE Act;
- (i) **"QSE"** means a qualifying small business enterprise in terms of a code of good practice on black economic empowerment issued in terms of section 9 (1) of the Broad-Based Black Economic Empowerment Act;
- (j) **"rand value"** means the total estimated value of a contract in Rand, calculated at the time of bid invitation, and includes all applicable taxes;

### 3. POINTS AWARDED FOR PRICE

### 3.1 THE 80/20 OR 90/10 PREFERENCE POINT SYSTEMS

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

80/20

of

**90/10**

$$P_S = 80 \left( 1 - \frac{P_t - P_{\min}}{P_{\min}} \right) \quad \text{or} \quad P_S = 90 \left( 1 - \frac{P_t - P_{\min}}{P_{\min}} \right)$$

## Where

**Ps** = Points scored for price of bid under consideration

**Pt** = Price of bid under consideration

$P_{min}$  = Price of lowest acceptable bid

#### 4. POINTS AWARDED FOR B-BBEE STATUS LEVEL OF CONTRIBUTOR

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

B-BBEE Status Level of Contributor	Number of points (90/10 system)	Number of points (80/20 system)
1	10	20
2	9	18
3	6	14
4	5	12
5	4	8
6	3	6
7	2	4
8	1	2
Non-compliant contributor	0	0

## 5. BID DECLARATION

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

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

- 6.1 B-BBEE Status Level of Contributor: . = .....(maximum of 10 or 20 points)  
(Points claimed in respect of paragraph 7.1 must be in accordance with the table reflected in paragraph 4.1 and must be substantiated by relevant proof of B-BBEE status level of contributor.

## 7. SUB-CONTRACTING

- 7.1 Will any portion of the contract be sub-contracted?  
(Tick applicable box)

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

- 7.1.1 If yes, indicate:

i) What percentage of the contract will be subcontracted.....%

ii) The name of the sub-contractor.....

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

iv) Whether the sub-contractor is an EME or QSE

(Tick applicable box)

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

v) Specify, by ticking the appropriate box, if subcontracting with an enterprise in terms of Preferential Procurement Regulations, 2017:

Designated Group: An EME or QSE which is at least 51% owned by:	EME √	QSE √
Black people	<input type="checkbox"/>	<input type="checkbox"/>
Black people who are youth	<input type="checkbox"/>	<input type="checkbox"/>
Black people who are women	<input type="checkbox"/>	<input type="checkbox"/>
Black people with disabilities	<input type="checkbox"/>	<input type="checkbox"/>
Black people living in rural or underdeveloped areas or townships	<input type="checkbox"/>	<input type="checkbox"/>

Cooperative owned by black people		
Black people who are military veterans		
<b>OR</b>		
Any EME		
Any QSE		

**8. DECLARATION WITH REGARD TO COMPANY/FIRM**

8.1 Name of company/firm:.....

8.2 VAT registration number:.....

8.3 Company registration number:.....

**8.4 TYPE OF COMPANY/ FIRM**

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

[TICK APPLICABLE BOX]

**8.5 DESCRIBE PRINCIPAL BUSINESS ACTIVITIES**

.....  
.....  
.....  
.....  
.....

**8.6 COMPANY CLASSIFICATION**

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

[TICK APPLICABLE BOX]

8.7 Total number of years the company/firm has been in business:.....

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

- i) The information furnished is true and correct;
- ii) The preference points claimed are in accordance with the General Conditions as indicated in paragraph 1 of this form;
- iii) In the event of a contract being awarded as a result of points claimed as shown in paragraphs 1.4 and 6.1, the contractor may be required to furnish documentary proof to the satisfaction of the purchaser that the claims are correct;

iv) If the B-BBEE status level of contributor has been claimed or obtained on a fraudulent basis or any of the conditions of contract have not been fulfilled, the purchaser may, in addition to any other remedy it may have –

- (a) disqualify the person from the bidding process;
- (b) recover costs, losses or damages it has incurred or suffered as a result of that person's conduct;
- (c) cancel the contract and claim any damages which it has suffered as a result of having to make less favourable arrangements due to such cancellation;
- (d) recommend that the bidder or contractor, its shareholders and directors, or only the shareholders and directors who acted on a fraudulent basis, be restricted by the National Treasury from obtaining business from any organ of state for a period not exceeding 10 years, after the *audi alteram partem* (hear the other side) rule has been applied; and
- (e) forward the matter for criminal prosecution.

WITNESSES

.....

.....

.....  
SIGNATURE(S) OF BIDDERS(S)

DATE: .....

ADDRESS .....

.....

.....



**transport**

Department:  
Transport  
REPUBLIC OF SOUTH AFRICA



**TERMS OF REFERENCES FOR THE APPOINTMENT OF A SERVICE PROVIDER  
TO DEVELOP INTEGRATED PUBLIC TRANSPORT NETWORK PLAN IN  
XHARIEP DISTRICT MUNICIPALITY FOR A PERIOD OF 18 MONTHS**

**DOT/01/2023/PT**

**CONTACT DETAILS**

<b>Administrative Contact</b>	<b>Technical Contact</b>
<b>Bidding Office</b>	<b>Project Managers</b>
Name: Tyron Mkhari	Name: Ms. Joyce Moabi
Directorate: Supply Chain Management	Directorate: Rural Transport Implementation
Tell: 012 309 3011	Tell: 012 309 3236
E-mail: mkharit@dot.gov.za	E-mail: Moabij@dot.gov.za



## TABLE OF CONTENTS

Contents	PAGES
1 PURPOSE.....	2
2 BACKGROUND .....	3
3 GOAL.....	5
4. SCOPE OF WORK.....	5
14. CONFIDENTIALITY OF INFORMATION & INTELLECTUAL PROPERTY RIGHTS.....	32
16. TERMS AND CONDITIONS .....	36
18. ORDER OF PRECEDENCE. ....	37
19. DURATION .....	37
20. CONTRACT AMENDMENTS .....	37
21. SUBCONTRACTS .....	37
22. CONTRACTOR'S PERSONNEL.....	38
23. PAYMENT .....	39
24. DELIVERY AND DOCUMENTS.....	41
25. TERMINATION.....	41

## 1 PURPOSE

1.1 To commission a service provider for the development of Integrated Public Transport Network (IPTN) plan as required by the National Land Act (Act No 5 of 2009), Public Transport Strategy of 2007 and the Rural Transport Strategy of 2016 to guide transport planning in Xhariep District Municipality. The project is expected to be completed within a period of 18 Months from the date of commencement.

1.2 The purpose of developing an IPTN plan in Xhariep District Municipality is to improve public transport system through the provision of quality public transport infrastructure and services.

### **Note**

1.2.1 A prospective service provider must provide proof that a team with relevant professional and diverse skills has been assembled for this project. A Bidder should also demonstrate that members of this project team have been accordingly assigned to cover / execute all tasks to be undertaken.

1.2.2 Bids should preferably be in the form of a Consortium or Joint Venture that is representative of Black ownership, Women ownership, Youth ownership and People with Disabilities ownership.

1.2.3 All prospective Bidders are required to familiarize themselves with the various applicable Legislation, Policies, Strategies, Reports and Technical Manuals, of which the following are most important: White Paper on Transport Policy (WPTP) of 2021, National Land Transport Act (NLTA) 2009, (Act No. 5 of 2009), National Public Transport Strategy (PTS) of 2007 and Public Transport Action Plan (PTAP), Rural Transport Strategy (RTS) of 2016, Rural Transport Strategy Implementation Guidelines (RTSIG) of 2022, National Guidelines for Integrated Public Transport Network plans in District Municipalities (NGIPTN) of 2016 and National Household Travel Survey (NHTS) of 2020 the Road Asset Management System (TMH22) technical manual and other applicable TMH and TRH Technical Manuals, the Road Infrastructure Strategic Framework for South Africa (RISFSA). These are to be read/reviewed in parallel with the Terms of Reference, as they will help a prospective Bidder to understand and prepare their Bid Proposal.

## **2 BACKGROUND**

- 2.1. The National Development Plan (NDP) requires that transport planning, led by the central government formulate credible long-term plans for transport that synchronise with spatial planning and align the infrastructure investment activities of provincial and local government and clearly communicate the state's transport vision to the private sector.
- 2.2. The Department of Transport (DOT) develops, provides and is responsible for amongst others, the following:
  - 2.2.1. Policy, advice, programmes, legislation and regulation across a wide range of areas, road asset management, coordination of infrastructure planning, transport safety, land, air, maritime transport security (including shipping) and the facilitation of major projects;
  - 2.2.2. Country wide monitoring, evaluation and reporting of the public transport sector;
  - 2.2.3. Norms, guidelines and standards and;
  - 2.2.4. Provision of information systems.
- 2.3. There are responsibilities assigned to the Department emanating from the South African Constitution outlining how the National Sphere of Government should support Provinces and Municipalities. The following are examples of such responsibilities.
  - 2.3.1. Section 154 (1) "The national government must support and strengthen the capacity of municipalities to manage their own affairs"; and
  - 2.3.2. Section 155 (7) "Executive Authority to see to the effective performance by municipalities of their functions".
- 2.4. Public Transport Planning in South Africa is characterised by various challenges derived from the historical inequalities of the previous segregation resulted in poor transport services, poor transport infrastructure and the inflated transport fares/prices. The public transport systems are not integrated and coordinated in rural areas.
- 2.5. The National Land Transport Act 5 of 2009, Public Transport Strategy of 2007 and the reviewed Rural Transport Strategy of 2016 reflect the need for the development and implementation of IPTN plans in the district municipalities to address public transport challenges.

- 2.6. The reviewed Rural Transport Strategy of 2016, as approved by Cabinet provides an implementation framework, which highlight three critical high leverage-impact projects. This covers the Rural Transport Infrastructure, Rural Transport Services and Non-Motorised Transport. One of the key components of the strategy which is targeted in this case, is the development of district municipalities' Integrated Public Transport Networks.
- 2.7. Most of the district municipalities are faced with a challenges of inadequate off-peak public transport services. The network system will gradually bridge the gap of insufficient public transport services. There are opportunities of feeder services which will address the travel demand of off-peak service to complement the main operation. The IPTN will balance the transport supply and demand for the purpose of providing equitable public transport service.
- 2.8. The appropriate solution for the aforementioned challenges is to develop IPTN plans and introduce periodic public transport services to respond to the varying travel needs of non-commuters/ public transport users.
- 2.9. It is imperative to start exploring innovative and/or integrated intervention to address rural access and mobility needs in a sustainable manner. There is a need for the improved planning and a well-coordinated rural transport system for the provision of a scheduled periodic public transport service to complement and address the missing middle transport users who use off-peak transport services. This provision of public transport service and Non-Motorised Transport (NMT) services will form part of the mainstream public transport services.

### **3. GOAL**

- 3.1. Appoint a prospective service provider for the development of Integrated Public Transport Network plan in Xhariep District Municipality in order to strengthen the provision of public transport system.
- 3.2. Identify transport challenges and potential solutions to address such challenges; and develop business management structure by defining institutional roles and responsibilities of the stakeholders to be involved in the project.
- 3.3. Produce Integrated Public Transport Network plan with an aim of strengthening the provision of public transport system in the district municipalities
- 3.4. Recommend the appropriate road network corridor and public transport services in the district municipalities and improve connectivity which would lead to an improved public transport services in the districts.

### **4. OBJECTIVES**

- 4.1. The objectives of IPTN project are as follows.:
- 4.2. To develop an IPTN plan that will serve as the fundamental basis for public transport operations in the Xhariep District Municipality.
- 4.3. To develop IPTN plan that will promote integration on public transport services and infrastructure.
- 4.4. To provide reliable transport service with supporting infrastructure that will enable the Xhariep community to fulfil their social and economic needs.

### **5. SCOPE OF WORK**

- 5.1. The service provider is required to develop an IPTN plan to guide transport planning in Xhariep District Municipality.

The required key activities would amongst others cover the following:

- 5.1.1. Develop and submit Inception Report;
- 5.1.2. Development of integrated public transport networks;
- 5.1.3. Cost estimations on public transport facilities and non- motorized infrastructure;
- 5.1.4. Interface the NMT operations with public transport services;
- 5.1.5. Cost estimate for the public transport service for the preferred options;
- 5.1.6. Technical requirements for the infrastructure on the affected network;

- 5.1.7. Provision of infrastructure costs for the proposed road network;
- 5.1.8. Management system requirements i.e. Institutional Arrangement;
- 5.1.9. Provide summary of human resource required to manage and implement the detailed IPTN plan; and
- 5.1.10. Develop a monitoring and evaluation tool for the IPTN.

## **5.2. Literature review and situational analysis**

- 5.2.1. The service provider is required to conduct a literature review exercise, Benchmarking (Nationally, Regionally and Internationally) and the appointed service provider is also required to consult with different transport authorities;
- 5.2.2. International best practices should be considered by way of investigating various Integrated Public Transport Networks. Desktop research may be done in order to access international information regarding Integrated Public Transport Networks which is more applicable to South Africa's situation/ environment. However, these documents should not be replicated but should be used as a guide to develop the anticipated document that will be applicable to South African's needs. Compile a literature review report.

## **5.3. Stakeholder consultation and liaison**

- 5.3.1. The project requires stakeholder consultation and liaison with Transport Authorities, and with industry experts.
- 5.3.2. The objective of the stakeholder consultation is to:
  - 5.3.2.1. Ensure stakeholder participation, support and provide inputs;
  - 5.3.2.2. Provide feedback regarding the unfolding of the stakeholder consultation and liaison process;
  - 5.3.2.3. Identify any setbacks that might have been encountered during the consultation process;
  - 5.3.2.4. Put forth recommendations for overcoming the delays that might have been encountered;
  - 5.3.2.5. The stakeholder consultation and liaison report provide details of the stakeholder feedback, and provides with an analysis of this feedback on how the inputs/comments were dealt with.

6. The appointed service provider is required to attend to the following major activities which forms part of the project milestones and are broken down as follows:

**6.1. Information Gathering**

- 6.1.1. Data collection and analysis of passenger demand and supply;
- 6.1.2. Demand and supply surveys;
- 6.1.3. Public transport status quo surveys and analysis;
- 6.1.4. Status quo analysis on public transport facilities; and
- 6.1.5. The appointed service provider is required to read/consult transport (IPTN) related policies, strategies, and legislations.

**6.2. Operational Plan**

- 6.2.1. Network route and corridor development;
- 6.2.2. Type of service to be operated along a corridor;
- 6.2.3. Non-Motorised Transport (NMT) integration;
- 6.2.4. Infrastructure location and sizing;
- 6.2.5. Vehicle classification;
- 6.2.6. Service frequencies and headways by route and by time of day; and
- 6.2.7. Expected hours of operations.

### 6.3. Financial Plan

6.3.1. Infrastructure Finance Plan;

6.3.2. Operations Finance Plan;

6.4.3. Vehicle Finance Plan;

6.3.4. Infrastructure Maintenance Finance Plan; and

6.3.5. Funding sources (National, Provincial, Local and International funding sources)

### 6.4. Business Plan

6.4.1. Institutional structure;

6.4.2. Business structure;

6.4.3. Public transport industry development and transition;

6.4.4. Infrastructure plan, and

6.4.5. Infrastructure implementation and maintenance plan.

### 6.5. Monitoring and Evaluation

6.5.1 Monitoring and evaluation report.

**Table1: Major milestones and descriptions**

Major Milestones	Description
1. Status quo report Demand survey(s) report.	<ul style="list-style-type: none"> <li>• Conduct traffic counts on all potential trunk and feeder routes in order to verify morning, off peak and afternoon peak demand figures.</li> <li>• Note the location and time of each demand count</li> <li>• Produce a demand survey summary report noting the methodology utilized and the results of the survey work;</li> <li>• Develop demand estimations for all modes for both the projected year of initial operation and for the future; and</li> <li>• Develop a demand profile (by time of day and by station location) for each route of the system that is evaluated.</li> </ul>



Major Milestones	Description
2. Network route and corridor development plan	<ul style="list-style-type: none"> <li>• Develop a corridor plan for the system's full network;</li> <li>• Develop trunk and feeder route plan for the system's full network;</li> <li>• Identification and mapping of key corridors, major routes and feeder and distribution routes. Distances / lengths of the key corridors, major, feeder and distribution routes as well as infrastructure needs must be determined and costed;</li> <li>• Provide estimations of the number of kilometers of each major infrastructure type for each road network;</li> <li>• Develop a proposed phasing of the trunk network over a realistic long-term timeline;</li> <li>• Make detailed revisions to the trunk, based on different scenario outputs from the demand and financial modelling;</li> <li>• Produce a section of the Operations Plan report recording the development of the full network, route and corridor structure; and</li> <li>• Produce detailed service designs for the preferred routes and services.</li> </ul>
3. Non-Motorised Transport (NMT) integration report	<ul style="list-style-type: none"> <li>• Conduct an audit of NMT conditions within at least two-kilometre radius of each trunk and feeder stations;</li> <li>• Develop design and corrective recommendations to improve pedestrian access to trunk and feeder stations, including, where appropriate, pedestrian bridges and walkways; and</li> <li>• Provide a summary report on the design recommendations for pedestrian access to stations.</li> </ul>
4. Operational plan	<ul style="list-style-type: none"> <li>• Conduct operational analysis and define operational characteristics output for each scenario. These characteristics should include:</li> <li>• Route and overall system passenger</li> </ul>

Major Milestones	Description
	<p>capacity for the particular project phase;</p> <ul style="list-style-type: none"> <li>• Expected capacity of each vehicle type</li> <li>• Service frequencies and head paths by route and by time of day;</li> <li>• Expected hours of operation;</li> <li>• Types of services to be operated along a corridor;</li> <li>• Projected fleet size for each vehicle type; and</li> <li>• Develop detailed service design.</li> </ul> <p>Identify potential land/property sites for the vehicle depots, bus stops, terminus, interchange ideally at both end of major trunk corridors; and</p> <p>Produce Operations Plan based on the definition of the above characteristics and include comments from stakeholders.</p>
5. Financial status quo for the existing operators	<p>Develop a financial model to simulate the operational costs and revenues of the existing operators;</p> <p>Determine the existing cost structure of the industry, including:</p> <ul style="list-style-type: none"> <li>• Labour costs;</li> <li>• Fuel costs;</li> <li>• Vehicle procurement costs;</li> <li>• Vehicle maintenance costs; and</li> <li>• Office costs.</li> </ul> <p>Produce a summary report on the definition of key parameters into the financial model and the results of the analysis, including results on revenues, costs, and profits in the following terms:</p> <ul style="list-style-type: none"> <li>• Per each current route affected; and</li> <li>• Per each vehicle currently operating on routes.</li> </ul>
6. Financial Model / Forecasting for a new system	<p>Develop a financial model to simulate the operational costs and revenues of the proposed system.</p> <p>Define key input costs to the system, including:</p>

Major Milestones	Description
	<ul style="list-style-type: none"> <li>• Costs associated with institutional management of system (labour costs, utility and office costs, marketing and promotion of system);</li> <li>• Costs associated with Vehicle Operator contracts (labour costs, fuel costs, vehicle maintenance costs, depot operation costs);</li> <li>• Costs associated with infrastructure development (trunk roads, transfer stations, intermodal facilities and feeder roads); and</li> <li>• Costs associated with infrastructure maintenance (roads/path, transfer stations, NMT facilities).</li> </ul> <p>Produce a summary report on the definition of key parameters into the financial model;</p> <p>Extract pertinent demand data from the demand model for each scenario, noting which existing services will be transformed into the new system and which existing services will continue to operate;</p> <p>Calculate the full operational costs and revenues for each model run; and</p> <p>Produce a summary report of each set of scenarios run through the financial model.</p>
7. Financial plan	<p>Produce an Infrastructure Finance Plan for infrastructure requirements;</p> <p>Produce an Infrastructure Maintenance Finance Plan for future maintenance requirements of the infrastructure;</p> <p>Produce a Vehicle Finance Plan for trunk and feeder vehicles; and</p> <p>Produce an Operations Finance Plan for operational costs.</p>

Major Milestones	Description
8. Business plan	<p>Examine the different institutional structures that are possible for the management of the system (e.g. District department, municipal entity, public company, transport authority, non-governmental organization)</p> <ul style="list-style-type: none"> <li>• Provide the institutional options and consult with District officials and make a proposal on the optimum structure;</li> <li>• Detail the organizational roles of the management entity in relation to other organizations;</li> <li>• Develop management entity/ oversight mechanism;</li> <li>• Provide an analysis of the legal steps required to implement the proposed institutional structure; and</li> <li>• Provide a monitoring and evaluation mechanism for the management of the IPTN system.</li> </ul>
9. IPTN plan report	<p>Draft IPTN plan report; and</p> <p>Final Draft IPTN plan report.</p>

Upon signing of the contract, the DDG: Public Transport or his/her delegated representative shall introduce his team at an Inception Meeting with the successful service provider and clarify the project briefing and expectations by the Department. This date is regarded as the official date of commencement of the contract. The service provider is required to sign a Service Level Agreement (SLA) with the DOT.

**TABLE 2: PROJECT DELIVERABLES**

No	Description	Reference
1	<b>INCEPTION REPORT</b> (due within one month)	Refer to 5.1.1.
2	Literature and systems review / situational analysis review (due within two months or as agreed upon in the Inception Report) <b>LITERATURE REVIEW REPORT</b>	Refer to 5.2
3	Information gathering, Demand survey/ <b>STATUS QUO REPORT</b> (due within three months)	Refer to Table 1 (1)
4	Financial Status quo for the existing operators (due within one month) <b>FINANCIAL STATUS QUO REPORT</b>	Refer to Table 1 (5)
5	Stakeholder consultation and liaison report i.e. Project Status Report (due and updated every two months or as agreed upon in the Inception Report until the project is completed)	Refer to 5.3.
6	Network route and corridor development plan (due within one months) <b>NETWORK ROUTE AND CORRIDOR DEVELOPMENT REPORT</b>	Refer to Table 1 (2)
7	Non-Motorized Transport integration (due within one month) <b>NON MOTORISED TRANSPORT INTEGRATION REPORT</b>	Table 1 (3)
8	Operational plan (due within three months) <b>OPERATIONAL PLAN REPORT</b>	Refer to 6.2 and Table 1 (4)
9	Financial model/ plan for a new system (due within two months) <b>FINANCIAL PLAN REPORT</b>	Refer to Table 1 (6) and (7)
10	Business plan (due within one month) <b>BUSINESS PLAN REPORT</b>	Refer to 6.4 and Table 1 (8)
11	Monitoring and evaluation. (due within one month) <b>MONITORING AND EVALUATION REPORT</b>	Refer to: 6.5
12	Draft IPTN plan (due within one month). <b>DRAFT IPTN PLAN REPORT</b>	Refer to Table 1 (9)
13	Report and detailed evidence of the skills transfer sessions (due as per agreed timeframes of approved inception report)	Refer to 10
14	Final draft IPTN plan report. (Due within one month) with supporting annexures and sub reports. <b>FINAL DRAFT IPTN PLAN REPORT.</b>	Refer to Table 1 (9)

6.6. The first deliverable within one month of accepting and signing the Contract is for the Service Provider to submit the Project Inception Report, which shall include:

6.6.1.A detailed project plan with deliverables, key project milestones with clear timelines and budget (expenditure) cashflow forecast;

KS

6.6.2. The Inception Report shall deal with establishing the project protocols and to ensure that:

6.6.2.1. There is alignment between the Departmental Project Managers and the project team of the successful service providers in terms of the overall project objectives and deliverables;

6.6.2.2. The establishment of Project Steering Committee is realised;

6.6.2.3. The communication protocols between the Steering Committee and Transport Stakeholders is clearly understood;

6.6.2.4. The Project Activity Schedule, monthly reporting; quarterly progress and the monthly cash flow is finalised;

6.6.2.5. Data collection / inputs for amendments;

6.6.2.6. The final deliverable is a Project Closure Report with supporting annexures / sub-reports. This shall be regarded as the project "main report", including any relevant annexures or sub-reports.

## **7. TIME FRAME**

7.1. The time frame for this project will be eighteen (18) months that will commence upon the signing of the contract. The project is anticipated to be completed within a maximum period of eighteen months (the exact time frame will be stipulated in the contract between the Department and the appointed service provider).

## **8. PENALTY REGIME**

8.1. Poor performance will result in penalties that include withholding of a minimum 30% of the total invoice of each affected phase / milestone until it is fixed before the final product is submitted. In the case where the performance has not been improved to the satisfaction of the Department and the final product is handed over, the original amount held back will not be paid over to the Service Provider under any circumstances. On the other hand, an improved quality and/or performance, at the satisfaction of the Department, will require the outstanding part of the held back invoice to be paid to the Service Provider in full but with no additional interest.

8.2. The project milestones are expected to be adhered to. Any deviation must be approved by DOT in consultation with the Committee prior to any commencement

of changes. Failure to do so will result in a 5% non-payment of the particular and/or affected phases.

- 8.3. The project team that has been provided in the project proposal should not be changed. The contract will be terminated, should the appointed service provider change the team members without consulting the Department as provided in the proposal and fail to perform its duties in terms of this contract.
- 8.4 Notwithstanding item 6.2. above, failure to meet the deadline as stipulated in table 2 will result in 30% of the total outstanding payments for the project as whole not being paid over to the Service Provider if the poor performance is attributed to the Service Provider unless there is undisputed evidence that the fault lies with the Department."

## **9. REPORTING**

The appointed service provider must regularly report to the Project Steering Committee (PSC). Reporting should be done in the form of written reports and/or formal meeting with presentations showing the achieved milestones. The quality control of the project will be done by the Department of Transport.

Notwithstanding the fact that a description of the services has been provided above, the Department of Transport shall be entitled to request additional services related to deliverables required to ensure the successful completion of the services set out above on such further terms and conditions as may be agreed between the parties in writing.

## **10. SKILLS TRANSFER**

- 10.1. The appointed service providers will be expected to transfer the necessary skills to the Departmental employees and transport authorities. The Department will identify personnel who will work with the appointed service provider on a regular basis for the purpose of skill transfer.
- 10.2. Note, the service provider must provide details of their proposed capacity-building program and how skills transfer will be incorporated throughout the phases of the project. It is envisaged that this will cover the scope of work and individuals will be

identified for the purpose of capacity building. The timing and duration for the capacity building will be agreed upon during the project inception meeting.

- 10.3. The finalisation of the skills transfer program (i.e. agreement of the capacity building program and on how skills transfer will be incorporated throughout the phases of the project shall be outlined).

## 11. MANDATORY REQUIREMENTS

**Bidders must comply with the requirements and submit all required document(s) indicated hereunder with the bid documents at the closing date and time of bid. This phase is not scored and bidders who fail to comply with all the mandatory criteria will be disqualified.**

- 11.1 Bidders are required to be registered on the Central Supplier Database and the DOT shall verify the bidder's tax compliance status through the Central Supplier Database. Where Consortia / Joint Ventures / Sub-contractors are involved, each party must be registered on the Central Supplier Database and their tax compliance status will be verified through the Central Supplier Database. It is therefore a condition of this bid that the tax matters of the bidder be in order at any point in time from the closing date of the bid. This bid will only be awarded to a bidder(s) whose tax status on Central Supplier Database is compliant. Compliance should remain valid for the duration of the contract.

## 12. EVALUATION CRITERIA

- 12.1 Bidders are invited and, in fact, encouraged to attend a briefing session to be held virtually, where they can ask for clarification on the evaluation criteria and other aspects of the Bid. As this briefing session will be done virtually, it will not be compulsory. The link will be advertised during the bid advert.
- 12.2 Only bidders who have complied with mandatory requirements will be evaluated for functionality.
- 12.3 Bidders must submit supportive documentation for all functional requirements as indicated hereunder as part of their bid documents.



- 12.4 The Bid Evaluation Committee (BEC) responsible for scoring the respective bids will evaluate and score all bids based on their submissions and the information provided.
- 12.5 The value scored for each criterion will be multiplied with the specified weighting for the relevant criterion to obtain the marks scored for each criterion. These marks will be added and expressed as a fraction of the best possible score for all criteria.
- 12.6 Functionality will be evaluated based on the supporting documentation supplied by the bidders in accordance with the functionality criteria and values below.
- 12.7 Bidders are requested to ensure they become familiar with Tables 1 - 6 below. Sufficient supporting information should be provided in your Bid Proposal. Bidders are requested to furnish details of the system to be supplied/developed, its capability and its specifications. Bidders are also requested to propose details on capacity building on how skills transfer will be incorporated throughout the phases and duration of the project.
- 12.8 The evaluation of the functionality will be evaluated individually by Members of Bid Evaluation Committee in accordance with the below functionality criteria and values. The applicable values that will be utilized when scoring each criteria ranges from:

**1 = Poor**

**2 = Average**

**3 = Good**

**4 = Very Good**

**5 = Excellent**

**12.9 First Stage – Evaluation in terms Functionality**

- 12.9.1 The details of functionality and the criteria is indicated in the Tables below.

## CORE VALUES

EVALUATION CRITERIA	GUIDELINES FOR CRITERIA APPLICATION	WEIGHT
<b>ABILITY AND CAPABILITY</b>	<b>Company and/or JV experience:</b> Experience of the firm or consortium (JV partners) in the development of Integrated Public Transport Network plans for the required services i.e. to develop IPTN plans. (Reference letter under the client-company letterhead, with contactable details that confirms that the firm is successfully managing or has previously managed projects of a similar nature must be attached). The reference letter must state, the scope of work, the duration of the project and indicate if the project was completed successfully	20
<b>PROJECT PROPOSAL AND METHODOLOGY</b>	Bidders are required to provide a comprehensive project execution plan covering the entire scope of work, including a support plan with clear deliverables and timeframes for each task to be completed and the financial and human resources assigned to the tasks	20
<b>EXPERIENCE AND QUALIFICATIONS OF THE PROJECT LEADER/TEAM LEADER</b>	Project Leader: Technical qualifications of the Team Leader/ Project Leader must be Masters in Transport Planning or Masters in Civil Engineering with Transport planning as a major subject. Experience of the Project Leader must be five (5) year practical experience in Integrated Public Transport Networks project. Curriculum vitae proving years of experience in the development of IPTN to be attached.	20
<b>DEMONSTRATED KNOWLEDGE, SKILLS AND COMPETENCY IN THE SPECIFIED AREAS BY TEAM MEMBERS</b>	<b>Composition of the Team and confirmation that the Team members are sufficiently experienced and have demonstrated skills and competency in the required areas for this project:</b> Team members must have the following qualifications: Transport planning, Transport Economics, and Civil Engineering with transport planning as field of specialization. Attach copies of qualifications. Bidders must provide detailed CVs with copies of qualifications and certificates of each project team members to indicate area of expertise	30
<b>TRAINING, SKILLS DEVELOPMENT PLAN AND TRANSFER OF SKILLS</b>	A skill transfer plan indicating the kind of training interventions to be provided for the DOT employees and Transport Authorities. Trainings provided should be relevant to the scope of work.	10

KS

**Table 2: Summary of Evaluations Criteria**

Scoring Criteria:	Guidelines for Criteria Application	Points allocation for sub-criteria	Weighting factor
Experience of the firm or consortium (JV partners) in the development of Integrated Public Transport Network i.e. to develop IPTN plan.  (Reference letter under the client-company letterhead, with contactable details that confirms that the firm is successfully managing or has previously managed projects of a similar nature must be attached). The reference letter must state, the scope of work, the duration of the project and indicate if the project was completed successfully)	1) Five or more completion certificates (successfully completed projects) and reference letters provided on client's letterheads or letters from the client.	= 5 points	20
	2) Four completion certificates (successfully completed projects) or reference letters provided on client's letterheads or letters from the client.	= 4 points	
	3) Three completion certificates (successfully completed projects) or reference letters provided on client's letterheads or letters from the client.	= 3 points	
	4) Two completion certificates (successfully completed projects) or reference letters provided on client's letterheads or letters from the client.	= 2 points	
	5) One or no completion certificate (successfully completed projects) or reference letters provided on client's letterheads or letters from the client.	= 1 point	

**Table 3: Scoring Criteria for Ability and Capability**

Scoring Criteria:	Guidelines for Criteria Application	Points allocation for sub-criteria	Weighting factor
Bidders are required to provide details of the Integrated Public Transport Network plan developed, and outline its purpose. (also see Annexure A).	1. A comprehensive project execution plan covering the entire scope of work, including a support plan with clear deliverables and timeframes for each task to be completed and the resources (persons) assigned to the tasks has been provided, over and above 3&4. The details of the Integrated Public Transport Network plan, and outline its purpose.	= 5 points	20 %
Bidders should also provide a comprehensive project execution plan covering the entire scope of work, including a support plan with clear deliverables and timeframes for each task to be completed and the resources assigned to the tasks	2. A comprehensive project proposal with an execution plan covering the entire scope of work, including a support plan with clear deliverables and timeframes for each task to be completed and the resources (persons) assigned to the tasks has been provided, over and above 3.	= 4 points	
	3. A comprehensive project proposal with an execution plan covering the entire scope of work, including a support plan with clear deliverables and timeframes for each task to be completed and the resources (persons) assigned to the tasks has been provided.	= 3 points	
	4. The proposal and plan slightly addressing requirements as per the scope of work and is lacking details regarding support plan and deliverables.	= 2 points	
	5. The proposal has irrelevant plan with insufficient details regarding scope of work, support plan and deliverables has been provided in this BID.	= 1 point	

Table 4: Scoring Criteria for Project Proposal and Methodology

Scoring Criteria:	Guidelines for Criteria Application			Points allocation for sub-criteria	Weighting factor
<b>EXPERIENCE AND QUALIFICATIONS OF THE PROJECT LEADER/TEAM LEADER:</b> Project Team Leader and confirmation that the adequacy of the Team Leader involved in the project in terms of qualifications, project specific education and training, and project specific experience: Bidders must provide detailed CVs with copies of qualifications and certificates of Project Team Leader to indicate area of expertise.	<b>Integrated Public Transport Networks team</b> <ul style="list-style-type: none"> <li>The Project Team Leader has at least 10 years Transport Planning experience and at least 7 years' experience in Integrated Public Transport Network;</li> <li>The Project Leader Must have Masters in Transport Planning or Masters in Civil Engineering with Transport Planning as a major subject;</li> <li>Have extensive knowledge of Integrated Public Transport Network plans;</li> </ul>				
	<b>Relevant experience &amp; qualifications</b>	<b>Adequacy for assignment</b>	<b>Knowledge of pertinent issues</b>		
	A Project Team Leader must have 10 years Transport planning experience and 7 years Integrated Public Transport Network experience and Masters in Transport Planning or Masters in Civil Engineering with Transport Planning as a major subject.	A Project Team Leader must have outstanding levels of projects specific education, skills, training and experience	Project Team has outstanding experience of issues pertinent to the project	= 5 points	20
	A Project Team Leader must have 7 years Transport planning experience and 5 years Integrated Public Transport Network experience and Honours	A Project Team Leader has outstanding levels of projects specific education, skills, training and	A Project Team Leader has outstanding experience of issues pertinent to the project	= 4 points	

ET

TERMS OF REFERENCES FOR THE APPOINTMENT OF A SERVICE PROVIDER TO DEVELOP INTEGRATED PUBLIC TRANSPORT NETWORK PLAN IN KHARIEP DISTRICT MUNICIPALITY FOR A PERIOD OF 18 MONTHS

	in Transport Planning or Honours in Civil Engineering with Transport Planning as a major subject.	experience			
	A Project Team Leader must have 5 years Transport planning experience and 3 years Integrated Public Network experience and Degree in Transport Planning or Degree in Civil Engineering with Transport Planning as a major subject.	A Project Team Leader must have extensive levels of specific education, skills, training and experience	A Project Team Leader must have extensive experience of issues pertinent to the project	= 3 points	
	A Project Team Leader must have 4 years Transport planning experience and 2 years Integrated Public Network experience and National Diploma in Transport Planning or National Diploma in Civil Engineering with Transport Planning as a major subject.	A Project Team Leader with reasonable levels of specific education, skills, training and experience	A Project Team Leader with reasonable experience of issues pertinent to the project	= 2 points	

	A Project Team Leader must have 3 years Transport planning experience and 1 years Integrated Transport Network experience and Diploma in Civil Engineering with Transport Planning as a major subject.	A Project Team Leader with limited levels of specific education, skills, and training experience	A Project Team Leader with limited experience of issues pertinent to the project	= 1 point	
--	--	--	--	-----------	--

Table 5: Experience and qualifications of Project Team Leader

Scoring Criteria:	Guidelines for Criteria Application			Points allocation for sub-criteria	Weighting factor
Composition of the Team and confirmation that the adequacy of all levels of key personnel involved in the project in terms of qualifications, project specific education and training, and project specific experience: Bidders must provide detailed CVs with copies	Integrated Public Transport Networks team			= 5 points	30
	<ul style="list-style-type: none"><li>Each has at least 7 years Transport Planning experience and at least 5 years' experience in Integrated Public Transport Network;</li><li>The Team members must have the following qualifications: Transport Economics, Civil Engineering with Transport Planning as a field of specialization</li><li>Have extensive knowledge of Integrated Public Transport Network plans;</li></ul>				
	Relevant experience & qualifications	Adequacy for assignment	Knowledge of pertinent issues		
	All personnel have 7 years transport planning experience	All personnel have outstanding	All personnel have outstanding experience of		

TERMS OF REFERENCES FOR THE APPOINTMENT OF A SERVICE PROVIDER TO DEVELOP INTEGRATED PUBLIC TRANSPORT NETWORK PLAN IN KHARIEP DISTRICT MUNICIPALITY FOR A PERIOD OF 18 MONTHS

of qualifications and certificates of each project team members to indicate area of expertise.	and 5 years IPTN experience and Honours degree in Transport planning, transport Economics and Civil engineering with Transport Planning as a major subject.	levels of projects specific education, skills, training and experience	issues pertinent to the project		
	Five Key personnel have Six (6) years' experience in Transport Planning and four years' experience in IPTN projects. Five (5) personnel have Degree in Transport Planning, Transport Economics and Civil Engineering with Transport Planning as a major subject.	Key personnel have outstanding levels of projects specific education, skills, training and experience	Key personnel have outstanding experience of issues pertinent to the project	= 4 points	
	Four of the key personnel have Five (5) years' experience in Transport Planning and 3 years' experience in IPTN projects. Four (4)	Key personnel have extensive levels of projects specific education, skills, training and experience	Key personnel have extensive experience of issues pertinent to the project	= 3 points	

TS



TERMS OF REFERENCES FOR THE APPOINTMENT OF A SERVICE PROVIDER TO DEVELOP INTEGRATED PUBLIC TRANSPORT NETWORK PLAN IN KHARIEP DISTRICT MUNICIPALITY FOR A PERIOD OF 18 MONTHS

	personnel have Degree in Transport Planning, Transport Economics and Civil Engineering with Transport Planning as a major subject.			
	Three key personnel have Four (4) years' experience in Transport Planning and 2 years' experience in IPTN projects. Three (3) personnel have Degree in Transport Planning, Transport Economics and Civil Engineering with Transport Planning as a major subject.	Key personnel have reasonable levels of projects specific education, skills, training and experience	Key personnel have reasonable experience of issues pertinent to the project	= 2 points
	Three personnel have Three (3) years' experience in Transport Planning and 1-year	Key personnel have limited levels of projects specific	Key personnel have limited experience of issues pertinent to the project	

**TERMS OF REFERENCES FOR THE APPOINTMENT OF A SERVICE PROVIDER TO DEVELOP INTEGRATED PUBLIC TRANSPORT NETWORK PLAN IN XHARIEP DISTRICT MUNICIPALITY FOR A PERIOD OF 18 MONTHS**

	experience in IPTN projects. Two (2) personnel have National Diploma in Transport Planning, Transport Economics and Civil Engineering with Transport Planning as a major subject.	education, skills, training and experience		
--	---	--	--	--

**Table 6: Scoring Criteria for Demonstrated Knowledge, Skills and Competency in the Specified Areas by team members**

FS

Scoring Criteria:	Guidelines for Criteria Application	Points allocation for sub-criteria	Weighting factor
A skill transfer plan indicating the kind of training interventions to be provided for the DOT employees and Transport Authorities that are relevant to the scope of this project Integrated Public Transport Network plans.	1. Training and skills plan covering all aspects regarding Travel patterns, Transport supply and demand surveys, data collection methodology and Operational plan development and IPTN plan development. The plans are beyond the scope of this project and this is a beneficial skill transfer programme.	= 5 points	10
	2. Training and skills plan covering four aspects under item-1 and beyond e.g. it can assist toward improving transport planning skills	= 4 points	
	3. Training and Skills Development Plan covering three aspects, with regards to the skills relevant to the scope of this project.	= 3 points	
	4. Training and Skills Development Plan covering two aspects, with regards to the skills relevant to the scope of this project.	= 2 points	
	5. Training and Skills Development Plan covering one aspect, with regards to the skills relevant to the scope of this project.	= 1 point	

**Table : Scoring Criteria for Training, Skills Development Plan and Transfer of Skills**

12.10. The Bids that fail to achieve a minimum of **70** points out of **100** points for functionality will be disqualified. This means that such bids will not be evaluated on the Preference Points System stage.

**12.11. Second Stage – Evaluation in terms of 80/20 Preference Points System**

Only bids that achieve the minimum qualifying score for functionality will be evaluated further in accordance with the 80/20 preference points system.

**Specific goal and points allocations**

The following table will be utilised in evaluating preference:  
(Note that this must be adjudicated per RFQ/TOR)

Goals	Points out of 20 (80/20)	Required proof	Points claimed	Proof Attached
<b>Black Owned (BO)</b>	<b>Max 10</b>	<b>B-BBEEE Status level certificate. Issued by an authorised body or persons; or A sworn affidavit as prescribed by the B-BBEE Codes of Good practice</b>		
100% BO	10			
>75%	7			
>50%	5			
>25%	3			
<b>Women Owed (WO)</b>	<b>MAX 6</b>	<b>B-BBEEE Status level certificate. Issued by an authorised body or persons; or A sworn affidavit as prescribed by the B-BBEE Codes of Good practice</b>		
100% WO	6			
>75%	4			
>50%	3			
>25%	1			
<b>Black Designated Group (BDG)</b>	<b>MAX 4</b>	<b>B-BBEEE Status level certificate. Issued by an authorised body or persons; or A sworn affidavit as prescribed by the B-BBEE Codes of Good practice</b>		
100% BDG	4			
>75%	3			
>50%	2			
>25%	1			

- 12.12. Bidders are required to complete the preference claim form (SBD 6.1), and submit their original and valid B-BBEE status level verification certificate or a certified copy thereof or a sworn affidavit at the closing date and time of the bid in order to claim the B-BBEE status level point. The points scored by a bidder in respect of the level of B-BBEE contribution will be added to the points scored for price.
- 12.13. Only bidders who have completed and signed the declaration part of the preference claim form and who have submitted a B-BBEE Verification Certificate from a Verification Agency accredited by the South African Accreditation System (SANAS), or a Registered Auditor approved by the Independent Regulatory Board of Auditors (IRBA) or a sworn affidavit confirming annual turnover and level of black ownership in case of an EME and QSE together with the bid will be considered for preference points. A trust, consortium or joint venture (including unincorporated consortia and joint ventures) must submit a consolidated B-BBEE Status Level Verification Certificate for every separate tender
- 12.14. Failure on the part of the bidder to comply with paragraphs 6.9. and 6.10 above will be deemed that preference points for B-BBEE status level of contribution are not claimed and will therefore be allocated a zero (0).
- 12.15. The DOT may, before a bid is adjudicated or at any time, require a bidder to substantiate claims it has made with regard to preference.
- 12.14. The points scored will be rounded off to the nearest 2 decimals.
- 12.15. In the event that two or more bids have scored equal total points, the contract will be awarded to the bidder scoring the highest number of preference points for B-BBEE.
- 12.16. However, when functionality is part of the evaluation process and two or more bidders have scored equal points including equal preference points for B-BBEE, the contract will be awarded to the bidder scoring the highest for functionality.
- 12.17. Should two or more bids be equal in all respects; the award shall be decided by the drawing of lots.

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

### **13. RULES OF BIDDING**

#### **13.1. FORMAT AND SUBMISSION OF BIDS**

13.1.1 Bidders must submit their bids on the stipulated closing date and time. Late bids will not be considered. All late bids must be collected within seven (7) days failing which the DOT will discard of such late proposals.

13.1.2. Bids must be submitted in two (2) envelopes, one (1) with the technical proposal and the other pricing. Supporting documents required for compliance including all the SDB documents except for SBD 1 and SBD 3.1, 3.2 or 3.3, must be submitted together with the technical proposal.

13.1.3. Format of submission of proposals:

Envelopes must be clearly marked with Company name, DOT Nr and whether it is the technical or financial response;

Proposals must be submitted as one (1) original and four protected soft copies. Soft copies must be exact copies of the original document, and should be labelled properly.

13.1.4. In order to evaluate and adjudicate bids effectively, it is imperative that bidders submit responsive bids. To ensure a bid will be regarded as responsive it is essential to comply with all conditions pertaining to mandatory requirements.

13.1.5. Each bidder must attach all applicable documents in support of its bid in accordance with the requirements set out in this bid as well as any other relevant materials, photographs and/or attachments.

13.1.6. Each bid, once submitted, constitutes a binding and irrevocable offer to provide the Services on the terms set out in the bid, which offer cannot be amended after its date of submission.

13.1.7. The DOT reserves the right to accept or consider any bid in full or in part or any responses or submissions in relation thereto.

13.1.8 .The DOT reserves the right to appoint more than one bidder whose bid most successfully conforms to the Criteria and the Requirements in accordance with the terms and conditions described in the TOR.

13.1.9 .The DOT reserves the right to request any additional information that it may require or deem necessary. All such requests shall be in writing.

13.1.10.After careful consideration and thorough examination of the proposals, DOT shall select the successful Bidder whose proposal most closely satisfies the criteria and the requirements. The lowest price (management fee where applicable) offered will not necessarily be a decisive factor in choosing between Proposals.

13.1.11The Department published the results of the outcome of a tender process, including the details of the successful bidder in the same media that was used to advertise the bid.

#### **14. INFORMATION SESSION**

14.1 A non-compulsory Briefing sessions will be held as detailed in the Advert.

14.2. Any Briefing Notes which may be issued by the Department to the service providers should be considered as part of this project.

14.3. Firms may ask for clarification on this TOR or any of its Annexures up to close of business forty-eight (48) hours before the deadline for the submission of bids. Any request for clarification must be submitted by email to the Bid Office. Copies of questions and answers will be emailed to all firms that register at the briefing session.

#### **15. SUB-CONTRACTING, PARTNERSHIP/CONSORTIUM/JOINT VENTURE AND COMPANY REQUIREMENTS**

15.1. A proposal submitted by a company, close corporation or other legal person must be accompanied by a resolution or agreement of the directors or members and be signed by a duly authorized person.

15.2. A Proposal submitted by a partnership must be accompanied by a written partnership agreement.

15.3. A proposal submitted by a consortium or joint venture of two or more parties must be accompanied by a signed memorandum of understanding between the parties to such consortium indicating:

15.3.1.The conditions under which the consortium will function;

15.3.2 Its period of duration;

15.3.3 The persons authorized to represent it;

15.3.4. The participation of the several parties forming the consortium;

15.3.5. The benefits that will accrue to each party;

15.3.5. Any other information necessary to permit a full appraisal of its functioning.

## **16. CONFIDENTIALITY OF INFORMATION & INTELLECTUAL PROPERTY RIGHTS**

### **16.1. CONFIDENTIAL INFORMATION**

16.1.1. **Confidentiality obligation.** Each Party ("the receiving Party") must treat and hold as confidential all information which they may receive from the other Party ("the disclosing Party ") or which becomes known to them concerning the disclosing Party during the duration of this Contract.

16.1.2. **Nature of the confidential information.** The confidential information of the disclosing Party shall, without limitation, include:

16.1.2.1. All software and associated material and Documentation, including information contained therein;

16.1.2.2. All information relating to:

16.1.2.2.1 The disclosing Party's past, present and future research and development;

16.1.2.2.2. The disclosing Party's business activities, products, services, customers and clients, as well as its technical knowledge and trade secrets;

16.1.2.2.3. The terms and conditions of this Contract; and

16.1.2.2.4. The Department's data.

16.1.3. The Parties shall, except as permitted by the Contract, not disclose or publish any confidential information in any manner, for any reason or purpose whatsoever without the prior written consent of the disclosing Party and in the event of the confidential information relating to a third party, it shall also be incumbent on the receiving Party to obtain the consent of such third party.

16.1.4. **Receiving Party's obligations with regard to confidential information.** The receiving Party agrees that in order to protect the proprietary interests of the disclosing Party in its confidential information:



- 16.1.4.1. It will only make the confidential information available to those of its Personnel who are actively involved in the execution of this Contract;
- 16.1.4.2. It will initiate internal security procedures reasonably acceptable to the disclosing Party to prevent unauthorised disclosure and will take all practical steps to impress upon those Personnel who need to be given access to confidential information, the confidential nature thereof;
- 16.1.4.2. Subject to the right to make the confidential information available to their Personnel under clause 15.4.1 above, they will not at any time, whether during this Contract or thereafter, either use any confidential information of the disclosing Party or directly or indirectly disclose any confidential information of the disclosing Party to third parties;
- 16.1.4.3. All written instructions, drawings, notes, memoranda and records of whatever nature relating to the confidential information of the disclosing Party which have or will come into the possession of the receiving Party and its Personnel, will be, and will at all times remain, the sole and absolute property of such Party and shall be promptly handed over to such Party when no longer required for the purposes of this Contract.
- 16.1.5. **Obligations in respect of confidential information upon termination.**  
Upon termination or expiry of this Contract, the receiving Party will deliver to the disclosing Party or at the disclosing Party's option, destroy all originals and copies of the disclosing Party's confidential information in its possession.
- 16.1.6. The aforementioned obligations shall not apply to any information which:
- 16.1.6.1. Is lawfully in the public domain at the time of disclosure;
- 16.1.6.2. Subsequently and lawfully becomes part of the public domain by publication or otherwise;
- 16.1.6.3. Subsequently becomes available to the receiving Party from a source other than the disclosing Party, which source is lawfully entitled without any restriction on disclosure to disclose such confidential information; or  
Is disclosed pursuant to a requirement or request by operation of law, regulation or court order.

16.1.7. **Disclosure to professional advisors.** Nothing in this clause shall preclude the Parties from disclosing the confidential information to their professional advisors in the *bona fide* course of seeking business and professional advice.

16.1.8. **Severability.** The provisions of this clause 15 are severable from the rest of the provisions of this Contract and shall survive its termination and continue to be of full force and effect for a period of ten (10) years after the date of termination.

## **16.2. Intellectual Property Rights**

16.2.1. **Ownership in Services vests in Department.** All rights of ownership and copyright in the Services to be provided by the Contractor to the Department shall vest solely with the Department, and the Contractor will not make such information available to any other party without the written consent of the Department on such terms and conditions as may be stipulated by the Department at that time. '

16.2.2. **No aspect of the Services to infringe 3<sup>rd</sup> Party intellectual property rights.** The Contractor warrants that no aspect of the Services provided in terms hereof will infringe any patent, design, copyright, trade secret or other proprietary right of any third party ("third party proprietary rights"), and the Contractor shall, at its own cost, defend the Department against any claim that the Services infringe any such third party proprietary rights, provided that the Department gives prompt notice to the Contractor of such claim and the Contractor controls the defence thereof.

16.2.3. The Contractor further indemnifies the Department against, and undertakes that it will pay all costs, damages and attorney fees, if any, finally awarded against the Department in any action which is attributable to such claim and will reimburse the Department with all costs reasonably incurred by the Department in connection with any such action.

16.2.4. **Process in the event of a claim.** Should any person make any claim against the Department in terms of clause 16.2, the Department shall give the Contractor notice thereof within ten (10) days of becoming aware of such claim to enable the Contractor to take steps to contest it.

16.2.5. **Infringement of 3<sup>rd</sup> Party rights.** Should any third party succeed in its claim for the infringement of any third party proprietary rights, the Contractor shall,

at its discretion and within thirty (30) days of the Services having been found to infringe:

- 16.2.5.1. Obtain for the Department the right to continue using the subject of infringement or the parts thereof which constitute the infringement; or
- 16.2.5.2. Replace the subject of infringement or the parts thereof which constitute the infringement with another product or service which does not infringe and which is materially similar to the subject of infringement; or
- 16.2.5.3. Alter the subject of infringement in such a way as to render it non-infringing while still in all respects operating in substantially the same manner as the subject of infringement; or
- 16.2.5.4. Withdraw the subject of infringement.
- 16.2.6. **Ownership.** Ownership of all Departmental data, whether under its control or not, shall continue to vest in the Department and the Contractor shall not obtain any proprietary rights of such data.
- 16.2.7. **Data may only be used in performance of the Services.** The Department's data in the possession of the Contractor, or to which the Contractor may have access during the currency of this Contract, may not be used by the Contractor for any purposes whatsoever other than as may be specifically required to enable the Contractor to comply with its obligations in terms of this Contract.
- 16.2.8. **Preservation of integrity of data.** Both Parties shall take reasonable precautions (having regard to the nature of their obligations in terms of this Contract), to preserve the integrity of the Department's data and to prevent any unauthorised access, corruption, or loss of such data.

## **17. SECURITY AND CONFIDENTIALITY OF INFORMATION**

- 17.1. No material or information derived from the provision of the services under the Contract may be used for any purposes other than those of the Department, except where authorized in writing to do so. All information will be held strictly confidential. The successful Service Provider may be required to sign a Confidentiality Agreement with the Department.

## 18. TERMS AND CONDITIONS

### 18.1. General

- 18.1.1. The Department reserves the right to amend, modify or withdraw this Terms of Reference (TOR) document or amend, modify or terminate any of the procedures or requirements set out herein at any time and from time to time, without prior notice except where required by law, and without liability to compensate or reimburse any Service Provider.
- 18.1.2. Neither the Department, nor any of its respective, officers, or employees may make any representation or warranty, expressed or implied in this TOR document, and nothing contained herein is, or shall be relied upon as, a promise or representation, whether as to the past or the future.
- 18.1.3. The costs of preparing proposals and of negotiating the Contract will not be reimbursed.
- 18.1.4. The Department also reserves the right to call interviews with short-listed Service Providers before final selection, and to negotiate price with the Preferred Service Providers.
- 18.1.5. Firms may not contact the Department on any matter pertaining to their bid from the time when bids are submitted to the time the Contract is awarded. Any effort by a Service Provider to influence bid evaluation, bid comparisons or award decisions in any manner, may result in rejection of the bid concerned.
- 18.1.6. Bid submission requirements must be completed in sections and appendices provided in the bid document.
19. **ALL BIDDERS MUST BE REGISTERED ON THE CENTRAL SUPPLIER DATABASE AT NATIONAL TREASURY.** More information in this regard is available on [www.ocpo.treasury.gov.za](http://www.ocpo.treasury.gov.za). Proof of registration must be submitted together with the technical proposal.
- 19.1. Bidders may provide any additional information deemed important for the DOT to consider.
- 19.2. Prospective Bidders must at all times comply with the Department's Supply Chain rules and processes with regard to all projects and payments.

## **20. ORDER OF PRECEDENCE.**

20.1. In the event of any conflict between any provisions of the SCC, GCC, Proposal and any other document accompanying the Bid, the following order of precedence shall prevail–

Standard Bidding Documents;

SCC;

GCC;

TOR;

SLA; and

Proposal.

## **21. DURATION**

21.1 The project is expected to be for a period of eighteen (18) months.

21.2 The Contract shall commence on the Effective Date and, subject to the rights of termination stipulated herein, terminate on the Completion Date as specified in the Contract.

## **22. CONTRACT AMENDMENTS**

22.1. No addition to, or variation, consensual cancellation, or novation of the Contract, and no waiver of any rights arising from the Contract, including this clause, shall be of any force or effect unless reduced to writing and signed by the duly authorised representatives of each of the Parties.

## **23. SUBCONTRACTS**

23.1. The Contractor shall notify the Department in writing of all sub-contracts awarded under the Contract, before the commencement of the Contract, as well as at any time during the Contract.

23.2. **The right to sub-contract.** The Contractor may, with the prior written consent of the Department, sub-contract any of its obligations in terms of this Contract, or any part thereof, to a third party, provided that:

23.2.1. Such sub-contracting shall not absolve the Contractor from any responsibility for complying with its obligations in terms of this Contract and the Contractor hereby indemnifies and holds the Department harmless against any loss, harm

or damage which the Department may suffer as a result of such sub-contracting;

23.2.2. The Contractor shall at all times remain the sole point of contact for the Department in respect of the Services by the Contractor.

23.3. **Department may withdraw consent.** The Department shall have the right at any time, and upon such good cause shown to withdraw such consent for a sub-contractor on thirty (30) days notice to the Contractor and in that event no claim against the Department by the Contractor or any other person on the grounds of the granting of such consent or the withdrawal thereof shall be entertained, and the Contractor indemnifies the Department against any such claims and costs so incurred."

## **24. CONTRACTOR'S PERSONNEL**

24.1. **Project Team.** The Contractor shall make available the skills and expertise of the Project Team referred to in the Bid who shall be involved in the Contract or the Services, unless otherwise agreed to by the Department, which agreement shall not be unreasonably withheld.

24.2. **Exceptions.** Notwithstanding the provisions of clause 6.6.1, where, due to circumstances beyond the control of the Contractor, a member of the Project Team cannot act in accordance with the provisions of this clause due to their dismissal, resignation or incapacity, the Contractor shall, to the extent possible, implement an appropriate succession plan to minimise the effect of the unavailability of such member.

24.3. **Suitably qualified Personnel.** The Contractor shall employ suitably qualified, experienced and trained Personnel to provide the Services, provided that the Contractor shall be entitled in its discretion, to allocate Personnel resources in accordance with the technical or other skills and knowledge required, which discretion shall not have a negative impact on the provision of the Services.

24.4. The Contractor's Personnel providing the Services may be absent for short periods of time for reasons including annual leave and training. The Contractor undertakes to avoid any disruption of the Services due to such circumstances.

**24.5. Contractor to adhere to security procedures of the Department.** The

Contractor's Personnel including the Project Team shall at all times when on the Department's premises, adhere to the standard health, safety and security procedures and guidelines applicable to the Department's Personnel, as varied and conveyed by the Department to the Contractor from time to time.

24.6. Should the Department at any time have reason to believe that any of the Contractor's Personnel is failing to comply with such standard health, safety and security procedures and guidelines, the Department may deny such person access to any or all of the Department's premises or systems and require the Contractor to replace such person without delay.

**25. PAYMENT**

**25.1. Invoice.**

The Contractor's Project Manager shall at the end of each deliverable submit a consolidated invoice, certified as correct by the Contractor's Project Manager, showing the actual work performed, hours worked, and manpower inputs for the task and associated costs accompanied by all supporting documents.

**25.2. Detailed Pricing.**

Service Providers must complete the required SBD Pricing documents and ensure that Prices are:

25.2.1 Firm and inclusive of all costs, including disbursements. Firm prices mandate that any escalations/estimated escalations be included in the final ceiling amount.

25.2.2. Inclusive of VAT, if applicable;

25.2.3. Correctly calculated and identical to the financial proposal.

25.2.4. A detailed pricing schedule should be attached to the SBD documents providing a proper cost breakdown, in line with deliverables, and indicating the proposed time frames.

25.2.5. The Department uses a two-envelope system. **NO PRICES MUST REFLECT IN THE TECHNICAL PROPOSAL.**

### **25.3. Fees**

Domestic hotel accommodation may not exceed R1440, inclusive of VAT per night per person. (incl dinner, breakfast and parking), air travel must be restricted to economy class, and travel claims per kilometre may not exceed the rates approved by the Automobile Association of South Africa.

### **25.4. Rates**

According to the 23 October 2013 Cabinet Resolution as defined in the National Treasury Instruction 01 of 2013/14: Cost Containment Measures sub-paragraph 4.2; the Consultants (or Service Provider) will only be remunerated on the following rates regime:

- 25.4.1. The “Guidelines for fees” issued by the South African Institute of Chartered Accountants (SAICA);
- 25.4.2. The “Guide on Hourly Fee Rates for Consultants”, by the Department of Public Service and Administration (DPSA); or
- 25.4.3. Based on the body regulating the profession of the Consultant.

### **25.5. Payment information**

- 25.5.1. An invoice only becomes due and payable:
  - 25.5.1.1. When the Project Manager signs-off on the specific deliverable and submits the invoice for payment;
  - 25.5.1.2. When the invoice is correct with regards to calculations, information contained, banking details and supporting documents.
  - 25.5.1.3. It is important to ensure that invoices are correctly submitted and reference the project name, DOT number and Order Number.
  - 25.5.1.4. Non-compliance will delay the payment process.

### **25.6. Total Contract Price.**

The Contract Price payable to the Contractor for the Services **shall not** exceed the ceiling price as set out in the Contract.

### **25.7. Price all-inclusive.**

All prices are inclusive of any Value Added Tax, import, and all other duties.



## **26. DELIVERY AND DOCUMENTS**

- 26.1. **Reports.** The Contractor shall provide the Department with detailed Documentation and Reports as set out in the Contract and Project Plan or when required in writing by the Department in both electronic format and hard copy.
- 26.2. Reports shall contain accurate information as to enable the Department to monitor and manage the Contractor's performance in terms of this Contract.
- 26.3. All Documentation and Reports shall be in English.

## **27. TERMINATION**

- 27.1. Should either Party fail to comply with any provision of this Contract the aggrieved Party may send a letter of demand to the defaulting Party, demanding compliance with such provision and should the defaulting Party, after a period of fourteen (14) days (or such longer periods as may under the circumstances be reasonably necessary) of the date of receipt of such written notice, remain in default, the aggrieved Party shall be entitled, without prejudice to any other rights it may have :
- 27.1.1 To claim specific performance from the defaulting Party and to claim such damages as it may have suffered; or
- 27.1.2. To discharge and execute the defaulting Party's obligations on its behalf and to recover the costs and disbursements incurred in respect thereof from that Party; or
- 27.1.3. To terminate this Contract and claim such damages as the aggrieved Party may have suffered from the defaulting Party."
- 27.2. The Department may, without prejudice to any other rights it may have, terminate this Contract by written notice to the Contractor, upon the occurrence of the following events, namely if:
- 27.2.1. The Contractor fails to adhere to set timeframes, service levels or service standards as determined in the TOR, SLA and/or Project Plan;
- 27.2.2. The Contractor, in the opinion of the Department, has engaged in corrupt or fraudulent practices in competing for or in executing the Contract;

- 27.2.3. Judicial execution is levied on the Contractor's goods and which remains unpaid for 14 days after attachment;
- 27.2.4. There has been a material defect, error or failure by the Contractor to comply with applicable laws or rules in the Bid or in the awarding of this Contract which is incapable of rectification and that requires this Contract to be terminated;
- 27.2.5. The Contractor, when advised that its Proposal has been accepted, has given notice of inability to sign or execute the Contract;
- 27.2.6. The Contractor has abandoned its obligations in terms of this Contract;
- 27.2.7. The Contractor has deliberately furnished inaccurate information in its Bid with regard to its previous experience relating to the Services, or with regard to any other material information; or
- 27.2.8. The Contractor ceases to carry on business as the Contractor of the Service.
- 27.3. In the event that negotiations between the Department and the Preferred Service Provider/s fail with regard to the conclusion of a Contract, the Department reserves its right not to appoint the Preferred Service Provider/s without incurring any liability to compensate or reimburse the Preferred Service Provider/s.
- 27.4. In the event that the Contractor does not complete Services in terms of this Contract by the Completion Date, the Department may view this as a material breach of this Contract and claim specific performance, and/or damages.
- 27.5. The Preferred Service Provider may be required to enter into a Service Level Agreement (SLA) prior to appointment.
- 27.6. The individuals proposed for professional work on the project shall remain on the project unless the Department grants prior permission to change the team composition. Such permission will not be withheld unreasonably.
- 27.7. The Department reserves the right to terminate the Agreement in the event that no consensus can be reached on the terms and conditions of a subsequent Service Level Agreement."

# **THE NATIONAL TREASURY**

**Republic of South Africa**



---

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

**July 2010**

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

**NOTES**

The purpose of this document is to:

- (i) Draw special attention to certain general conditions applicable to government bids, contracts and orders; and
- (ii) To ensure that clients be familiar with regard to the rights and obligations of all parties involved in doing business with government.

In this document words in the singular also mean in the plural and vice versa and words in the masculine also mean in the feminine and neuter.

- The General Conditions of Contract will form part of all bid documents and may not be amended.
- Special Conditions of Contract (SCC) relevant to a specific bid, should be compiled separately for every bid (if applicable) and will supplement the General Conditions of Contract. Whenever there is a conflict, the provisions in the SCC shall prevail.

## **TABLE OF CLAUSES**

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

## **General Conditions of Contract**

### **1. Definitions**

1. The following terms shall be interpreted as indicated:
  - 1.1 "Closing time" means the date and hour specified in the bidding documents for the receipt of bids.
  - 1.2 "Contract" means the written agreement entered into between the purchaser and the supplier, as recorded in the contract form signed by the parties, including all attachments and appendices thereto and all documents incorporated by reference therein.
  - 1.3 "Contract price" means the price payable to the supplier under the contract for the full and proper performance of his contractual obligations.
  - 1.4 "Corrupt practice" means the offering, giving, receiving, or soliciting of any thing of value to influence the action of a public official in the procurement process or in contract execution.
  - 1.5 "Countervailing duties" are imposed in cases where an enterprise abroad is subsidized by its government and encouraged to market its products internationally.
  - 1.6 "Country of origin" means the place where the goods were mined, grown or produced or from which the services are supplied. Goods are produced when, through manufacturing, processing or substantial and major assembly of components, a commercially recognized new product results that is substantially different in basic characteristics or in purpose or utility from its components.
  - 1.7 "Day" means calendar day.
  - 1.8 "Delivery" means delivery in compliance of the conditions of the contract or order.
  - 1.9 "Delivery ex stock" means immediate delivery directly from stock actually on hand.
  - 1.10 "Delivery into consignees store or to his site" means delivered and unloaded in the specified store or depot or on the specified site in compliance with the conditions of the contract or order, the supplier bearing all risks and charges involved until the supplies are so delivered and a valid receipt is obtained.
  - 1.11 "Dumping" occurs when a private enterprise abroad market its goods on own initiative in the RSA at lower prices than that of the country of origin and which have the potential to harm the local industries in the

RSA.

- 1.12 "Force majeure" means an event beyond the control of the supplier and not involving the supplier's fault or negligence and not foreseeable. Such events may include, but is not restricted to, acts of the purchaser in its sovereign capacity, wars or revolutions, fires, floods, epidemics, quarantine restrictions and freight embargoes.
- 1.13 "Fraudulent practice" means a misrepresentation of facts in order to influence a procurement process or the execution of a contract to the detriment of any bidder, and includes collusive practice among bidders (prior to or after bid submission) designed to establish bid prices at artificial non-competitive levels and to deprive the bidder of the benefits of free and open competition.
- 1.14 "GCC" means the General Conditions of Contract.
- 1.15 "Goods" means all of the equipment, machinery, and/or other materials that the supplier is required to supply to the purchaser under the contract.
- 1.16 "Imported content" means that portion of the bidding price represented by the cost of components, parts or materials which have been or are still to be imported (whether by the supplier or his subcontractors) and which costs are inclusive of the costs abroad, plus freight and other direct importation costs such as landing costs, dock dues, import duty, sales duty or other similar tax or duty at the South African place of entry as well as transportation and handling charges to the factory in the Republic where the supplies covered by the bid will be manufactured.
- 1.17 "Local content" means that portion of the bidding price which is not included in the imported content provided that local manufacture does take place.
- 1.18 "Manufacture" means the production of products in a factory using labour, materials, components and machinery and includes other related value-adding activities.
- 1.19 "Order" means an official written order issued for the supply of goods or works or the rendering of a service.
- 1.20 "Project site," where applicable, means the place indicated in bidding documents.
- 1.21 "Purchaser" means the organization purchasing the goods.
- 1.22 "Republic" means the Republic of South Africa.
- 1.23 "SCC" means the Special Conditions of Contract.
- 1.24 "Services" means those functional services ancillary to the supply of the goods, such as transportation and any other incidental services, such as installation, commissioning, provision of technical assistance, training, catering, gardening, security, maintenance and other such

obligations of the supplier covered under the contract.

- 1.25 "Written" or "in writing" means handwritten in ink or any form of electronic or mechanical writing.

**2. Application**

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

**3. General**

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

**4. Standards**

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

**5. Use of contract documents and information; inspection.**

- 5.1 The supplier shall not, without the purchaser's prior written consent, disclose the contract, or any provision thereof, or any specification, plan, drawing, pattern, sample, or information furnished by or on behalf of the purchaser in connection therewith, to any person other than a person employed by the supplier in the performance of the contract. Disclosure to any such employed person shall be made in confidence and shall extend only so far as may be necessary for purposes of such performance.
- 5.2 The supplier shall not, without the purchaser's prior written consent, make use of any document or information mentioned in GCC clause 5.1 except for purposes of performing the contract.
- 5.3 Any document, other than the contract itself mentioned in GCC clause 5.1 shall remain the property of the purchaser and shall be returned (all copies) to the purchaser on completion of the supplier's performance under the contract if so required by the purchaser.
- 5.4 The supplier shall permit the purchaser to inspect the supplier's records relating to the performance of the supplier and to have them audited by auditors appointed by the purchaser, if so required by the purchaser.

**6. Patent rights**

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



**7. Performance security**

- 7.1 Within thirty (30) days of receipt of the notification of contract award, the successful bidder shall furnish to the purchaser the performance security of the amount specified in SCC.
- 7.2 The proceeds of the performance security shall be payable to the purchaser as compensation for any loss resulting from the supplier's failure to complete his obligations under the contract.
- 7.3 The performance security shall be denominated in the currency of the contract, or in a freely convertible currency acceptable to the purchaser and shall be in one of the following forms:
- (a) a bank guarantee or an irrevocable letter of credit issued by a reputable bank located in the purchaser's country or abroad, acceptable to the purchaser, in the form provided in the bidding documents or another form acceptable to the purchaser; or
  - (b) a cashier's or certified cheque
- 7.4 The performance security will be discharged by the purchaser and returned to the supplier not later than thirty (30) days following the date of completion of the supplier's performance obligations under the contract, including any warranty obligations, unless otherwise specified in SCC.

**8. Inspections, tests and analyses**

- 8.1 All pre-bidding testing will be for the account of the bidder.
- 8.2 If it is a bid condition that supplies to be produced or services to be rendered should at any stage during production or execution or on completion be subject to inspection, the premises of the bidder or contractor shall be open, at all reasonable hours, for inspection by a representative of the Department or an organization acting on behalf of the Department.
- 8.3 If there are no inspection requirements indicated in the bidding documents and no mention is made in the contract, but during the contract period it is decided that inspections shall be carried out, the purchaser shall itself make the necessary arrangements, including payment arrangements with the testing authority concerned.
- 8.4 If the inspections, tests and analyses referred to in clauses 8.2 and 8.3 show the supplies to be in accordance with the contract requirements, the cost of the inspections, tests and analyses shall be defrayed by the purchaser.
- 8.5 Where the supplies or services referred to in clauses 8.2 and 8.3 do not comply with the contract requirements, irrespective of whether such supplies or services are accepted or not, the cost in connection with these inspections, tests or analyses shall be defrayed by the supplier.
- 8.6 Supplies and services which are referred to in clauses 8.2 and 8.3 and which do not comply with the contract requirements may be rejected.
- 8.7 Any contract supplies may on or after delivery be inspected, tested or

analyzed and may be rejected if found not to comply with the requirements of the contract. Such rejected supplies shall be held at the cost and risk of the supplier who shall, when called upon, remove them immediately at his own cost and forthwith substitute them with supplies which do comply with the requirements of the contract. Failing such removal the rejected supplies shall be returned at the suppliers cost and risk. Should the supplier fail to provide the substitute supplies forthwith, the purchaser may, without giving the supplier further opportunity to substitute the rejected supplies, purchase such supplies as may be necessary at the expense of the supplier.

- 8.8 The provisions of clauses 8.4 to 8.7 shall not prejudice the right of the purchaser to cancel the contract on account of a breach of the conditions thereof, or to act in terms of Clause 23 of GCC.

**9. Packing**

- 9.1 The supplier shall provide such packing of the goods as is required to prevent their damage or deterioration during transit to their final destination, as indicated in the contract. The packing shall be sufficient to withstand, without limitation, rough handling during transit and exposure to extreme temperatures, salt and precipitation during transit, and open storage. Packing, case size and weights shall take into consideration, where appropriate, the remoteness of the goods' final destination and the absence of heavy handling facilities at all points in transit.

- 9.2 The packing, marking, and documentation within and outside the packages shall comply strictly with such special requirements as shall be expressly provided for in the contract, including additional requirements, if any, specified in SCC, and in any subsequent instructions ordered by the purchaser.

**10. Delivery and documents**

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

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

**11. Insurance**

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

**12. Transportation**

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

**13. Incidental services**

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

- (a) performance or supervision of on-site assembly and/or commissioning of the supplied goods;
- (b) furnishing of tools required for assembly and/or maintenance of the supplied goods;
- (c) furnishing of a detailed operations and maintenance manual for each appropriate unit of the supplied goods;

- (d) performance or supervision or maintenance and/or repair of the supplied goods, for a period of time agreed by the parties, provided that this service shall not relieve the supplier of any warranty obligations under this contract; and
- (e) training of the purchaser's personnel, at the supplier's plant and/or on-site, in assembly, start-up, operation, maintenance, and/or repair of the supplied goods.

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

#### **14. Spare parts**

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

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

#### **15. Warranty**

15.1 The supplier warrants that the goods supplied under the contract are new, unused, of the most recent or current models, and that they incorporate all recent improvements in design and materials unless provided otherwise in the contract. The supplier further warrants that all goods supplied under this contract shall have no defect, arising from design, materials, or workmanship (except when the design and/or material is required by the purchaser's specifications) or from any act or omission of the supplier, that may develop under normal use of the supplied goods in the conditions prevailing in the country of final destination.

15.2 This warranty shall remain valid for twelve (12) months after the goods, or any portion thereof as the case may be, have been delivered to and accepted at the final destination indicated in the contract, or for eighteen (18) months after the date of shipment from the port or place of loading in the source country, whichever period concludes earlier, unless specified otherwise in SCC.

15.3 The purchaser shall promptly notify the supplier in writing of any claims arising under this warranty.

15.4 Upon receipt of such notice, the supplier shall, within the period specified in SCC and with all reasonable speed, repair or replace the defective goods or parts thereof, without costs to the purchaser.

15.5 If the supplier, having been notified, fails to remedy the defect(s) within the period specified in SCC, the purchaser may proceed to take

such remedial action as may be necessary, at the supplier's risk and expense and without prejudice to any other rights which the purchaser may have against the supplier under the contract.

**16. Payment**

16.1 The method and conditions of payment to be made to the supplier under this contract shall be specified in SCC.

16.2 The supplier shall furnish the purchaser with an invoice accompanied by a copy of the delivery note and upon fulfillment of other obligations stipulated in the contract.

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

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

**17. Prices**

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

**18. Contract amendments**

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

**19. Assignment**

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

**20. Subcontracts**

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

**21. Delays in the supplier's performance**

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

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

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

21.4 The right is reserved to procure outside of the contract small quantities or to have minor essential services executed if an emergency arises, the

supplier's point of supply is not situated at or near the place where the supplies are required, or the supplier's services are not readily available.

21.5 Except as provided under GCC Clause 25, a delay by the supplier in the performance of its delivery obligations shall render the supplier liable to the imposition of penalties, pursuant to GCC Clause 22, unless an extension of time is agreed upon pursuant to GCC Clause 21.2 without the application of penalties.

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

## **22. Penalties**

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

## **23. Termination for default**

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

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

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

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

23.4 If a purchaser intends imposing a restriction on a supplier or any

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

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

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

- (i) the name and address of the supplier and / or person restricted by the purchaser;
- (ii) the date of commencement of the restriction
- (iii) the period of restriction; and
- (iv) the reasons for the restriction.

These details will be loaded in the National Treasury's central database of suppliers or persons prohibited from doing business with the public sector.

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

#### **24. Anti-dumping and countervailing duties and rights**

24.1 When, after the date of bid, provisional payments are required, or anti-dumping or countervailing duties are imposed, or the amount of a provisional payment or anti-dumping or countervailing right is increased in respect of any dumped or subsidized import, the State is not liable for any amount so required or imposed, or for the amount of any such increase. When, after the said date, such a provisional payment is no longer required or any such anti-dumping or countervailing right is abolished, or where the amount of such provisional payment or any such right is reduced, any such favourable difference shall on demand be paid forthwith by the contractor to the State or the State may deduct such amounts from moneys (if any) which may otherwise be due to the contractor in regard to supplies or services which he delivered or rendered, or is to deliver or render in terms of the contract or any other contract or any other amount which

may be due to him

**25. Force Majeure**

- 25.1 Notwithstanding the provisions of GCC Clauses 22 and 23, the supplier shall not be liable for forfeiture of its performance security, damages, or termination for default if and to the extent that his delay in performance or other failure to perform his obligations under the contract is the result of an event of force majeure.
- 25.2 If a force majeure situation arises, the supplier shall promptly notify the purchaser in writing of such condition and the cause thereof. Unless otherwise directed by the purchaser in writing, the supplier shall continue to perform its obligations under the contract as far as is reasonably practical, and shall seek all reasonable alternative means for performance not prevented by the force majeure event.

**26. Termination for insolvency**

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

**27. Settlement of Disputes**

- 27.1 If any dispute or difference of any kind whatsoever arises between the purchaser and the supplier in connection with or arising out of the contract, the parties shall make every effort to resolve amicably such dispute or difference by mutual consultation.
- 27.2 If, after thirty (30) days, the parties have failed to resolve their dispute or difference by such mutual consultation, then either the purchaser or the supplier may give notice to the other party of his intention to commence with mediation. No mediation in respect of this matter may be commenced unless such notice is given to the other party.
- 27.3 Should it not be possible to settle a dispute by means of mediation, it may be settled in a South African court of law.
- 27.4 Mediation proceedings shall be conducted in accordance with the rules of procedure specified in the SCC.
- 27.5 Notwithstanding any reference to mediation and/or court proceedings herein,
- (a) the parties shall continue to perform their respective obligations under the contract unless they otherwise agree; and
  - (b) the purchaser shall pay the supplier any monies due the supplier.

**28. Limitation of liability**

- 28.1 Except in cases of criminal negligence or willful misconduct, and in the case of infringement pursuant to Clause 6;
- (a) the supplier shall not be liable to the purchaser, whether in contract, tort, or otherwise, for any indirect or consequential loss or damage, loss of use, loss of production, or loss of profits or interest costs, provided that this exclusion shall not apply to any obligation of the supplier to pay penalties and/or damages to the purchaser; and

- (b) the aggregate liability of the supplier to the purchaser, whether under the contract, in tort or otherwise, shall not exceed the total contract price, provided that this limitation shall not apply to the cost of repairing or replacing defective equipment.
- 29. Governing language** 29.1 The contract shall be written in English. All correspondence and other documents pertaining to the contract that is exchanged by the parties shall also be written in English.
- 30. Applicable law** 30.1 The contract shall be interpreted in accordance with South African laws, unless otherwise specified in SCC.
- 31. Notices** 31.1 Every written acceptance of a bid shall be posted to the supplier concerned by registered or certified mail and any other notice to him shall be posted by ordinary mail to the address furnished in his bid or to the address notified later by him in writing and such posting shall be deemed to be proper service of such notice
- 31.2 The time mentioned in the contract documents for performing any act after such aforesaid notice has been given, shall be reckoned from the date of posting of such notice.
- 32. Taxes and duties** 32.1 A foreign supplier shall be entirely responsible for all taxes, stamp duties, license fees, and other such levies imposed outside the purchaser's country.
- 32.2 A local supplier shall be entirely responsible for all taxes, duties, license fees, etc., incurred until delivery of the contracted goods to the purchaser.
- 32.3 No contract shall be concluded with any bidder whose tax matters are not in order. Prior to the award of a bid the Department must be in possession of a tax clearance certificate, submitted by the bidder. This certificate must be an original issued by the South African Revenue Services.
- 33. National Industrial Participation (NIP) Programme** 33.1 The NIP Programme administered by the Department of Trade and Industry shall be applicable to all contracts that are subject to the NIP obligation.
- 34 Prohibition of Restrictive practices** 34.1 In terms of section 4 (1) (b) (iii) of the Competition Act No. 89 of 1998, as amended, an agreement between, or concerted practice by, firms, or a decision by an association of firms, is prohibited if it is between parties in a horizontal relationship and if a bidder (s) is / are or a contractor(s) was / were involved in collusive bidding (or bid rigging).
- 34.2 If a bidder(s) or contractor(s), based on reasonable grounds or evidence obtained by the purchaser, has / have engaged in the restrictive practice referred to above, the purchaser may refer the matter to the Competition Commission for investigation and possible imposition of administrative penalties as contemplated in the Competition Act No. 89 of 1998.



# **ANNEXURE B**

## **FINANCIAL**

## **PROPOSALS**

**PRICING SCHEDULE**  
**(Professional Services)**

NAME OF BIDDER: ..... BID NO.: DOT/01/2023/PT.

CLOSING TIME 11:00

CLOSING DATE 28 April 2023

OFFER TO BE VALID FOR 120 DAYS FROM THE CLOSING DATE OF BID.

ITEM NO	DESCRIPTION	BID PRICE IN RSA CURRENCY **(ALL APPLICABLE TAXES INCLUDED)	
1.	The accompanying information must be used for the formulation of proposals.		
2.	Bidders are required to indicate a ceiling price based on the total estimated time for completion of all phases and including all expenses inclusive of all applicable taxes for the project.	R. ....	
3.	PERSONS WHO WILL BE INVOLVED IN THE PROJECT AND RATES APPLICABLE (CERTIFIED INVOICES MUST BE RENDERED IN TERMS HEREOF)		
4.	PERSON AND POSITION	HOURLY RATE	DAILY RATE
	.....	R.....	.....
	.....	R.....	.....
	.....	R.....	.....
	.....	R.....	.....
	.....	R.....	.....
5.	PHASES ACCORDING TO WHICH THE PROJECT WILL BE COMPLETED, COST PER PHASE AND MAN-DAYS TO BE SPENT		
	.....	R.....	..... days
	.....	R.....	..... days
	.....	R.....	..... days
	.....	R.....	..... days
5.1	Travel expenses (specify, for example rate/km and total km, class of airtravel, etc). Only actual costs are recoverable. Proof of the expenses incurred must accompany certified invoices.		
	DESCRIPTION OF EXPENSE TO BE INCURRED	RATE	QUANTITY AMOUNT
	.....	.....	R.....
	.....	.....	R.....
	.....	.....	R.....
	.....	.....	R.....
		TOTAL: R.....	

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

Name of Bidder: .....

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

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

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

\*[DELETE IF NOT APPLICABLE]

Any enquiries regarding bidding procedures may be directed to the –

DEPARTMENT OF TRANSPORT  
 Mr. Tyron Mkhari/ John Mashinini  
 Supply Chain Management  
 Tel: 012 309-3011/3045

Or for technical information –

DEPARTMRNT OF TRANSPORT  
 Ms. Joyce Moabi  
 Tel: 012 309-3236  
 E-mail: MoabiJ@dot.gov.za