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Business Unit	Nuclear Operating Unit
Description/ Scope of Work	The Design and / or, Supply and Installation of the replacement of Nuclear Sampling System (REN) Verdelet type 1 control valves
Duration of the Project	5 years
Name of Buyer	Gail Gee

Section 1: PREFERENCE POINTS SCORING SYSTEM:

Specific Goals

A maximum of 10/20 points may be awarded to a tenderer for the specific goal specified for the tender. The points scored for the specific goal must be added to the points scored for price and the total must be rounded off to the nearest two decimal places. Subject to section 2(1)(f) of the Preferential Procurement Policy Framework Act, the contract must be awarded to the tenderer scoring the highest points.

Note: The applicable preference points system will be utilised at evaluation stage.


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

Tender Returnables:

- Valid original or certified copy of a sworn affidavit in the case of EMEs must be submitted (affidavit must be completed fully), or
- Valid Copy B-BBEE Certificate issued by CIPC for EMEs. **OR**
- Valid original or certified copy of the B-BBEE certificate / affidavit in the case of QSEs must be submitted, or
- Valid original or certified copy of the B-BBEE certificate issued by SANAS Accredited Verification Agency for Generic Entities must be submitted, or

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NB: The following documents are required to claim preference points:


- Valid B-BBEE certificate issued by a SANAS accredited verification agency/sworn affidavit/ the Companies and Intellectual Property Commission (CIPC) affidavit
- Proof of ownership / shareholding (preferably CIPC documentation) inclusive of shareholding breakdown
- Certified ID copies of shareholder(s)
- Proof of Disability (where applicable).

Failure on the part of the supplier to submit supporting documents/proof of specific goals for purposes of evaluation and scoring by tender closing will not result in disqualification (if tenderer is otherwise deemed to be responsive/acceptable in all other aspects). The tenderer will, however, be scored zero for Specific Goals (preference out of 10, and price competitiveness out of 90) for purposes of PPPFA scoring and ranking.

A tenderer may not be awarded points for B-BBEE status level if the tender documents indicate that the tenderer intends to sub-contract more than 25% of the value of the contract to any other person not qualifying for at least the points that the tenderer qualifies for, unless the intended sub-contractor is an EME that has the capability to execute the sub-contract.

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Section 2: RECONSTRUCTION AND DEVELOPMENT PROGRAMME (RDP) GOALS

Objective Criteria - may change award from the highest ranked tenderer to another tenderer in accordance with the requirements of the PPPFA [clause 2(1)(f)] and be clearly stated in the enquiry together with the consequence of such objective criteria.

2.1 Designated Sector (Local Production and Content)

Designated Sectors is applicable as the scope of work contains products/goods, material, components, and parts that are designated which means that they have stipulated minimum threshold for Local Content and Production that must be complied with before the Contract is awarded, or the Tenderer should obtain an exemption from the Department of Trade, Industry and Competition.

As part of the government's industrialisation policy, the government adopted the designation of sectors and products for local production and content to be supported through public procurement. Procurement of locally manufactured products applies to all procurement irrespective of the value and method of procurement where suppliers are invited.

Tenders in respect of goods or services that have been designated for local production and content, **must** contain a specific bidding condition (treated as an objective criterion) that only locally produced goods or services with a stipulated minimum threshold for local production and content will be considered as **a condition for contract award**.

Table 1: List of Designated Sectors


Commodity (Industry/Sector)	Components	Minimum Local Content Threshold
Valves Products & Actuators	Ball, Safety Relief & Control Valves	70%
Steel Products and Components	Steel Value-added Products: Piping	100%
Textile, Clothing, Leather, and Footwear	Personal Protective Equipment (PPE)	100%

* **NOTE:**

1. The industry, sector, or sub-sector (Commodity) list in Table 1, indicated above, aims to address the main commodities envisaged to be procured in accordance with the applicable National Treasury designated sector circular that is appended to the ITT, viz:
 - a. Information on Valves Products and Actuators Designation.
 - b. Information on Steel Products and Components for Construction Designation.
 - c. Information on Textile, Clothing, Leather, and Footwear Designation.

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2. Tender Returnables:

- ✓ Declaration Certificate for Local Content (SBD 6.2) and corresponding annexures C, D and E must be completed and duly signed & are therefore tender returnables (due prior to contract award).

(Where submitted documents with incomplete or incorrect information will be clarified prior to contract award).

- ✓ Attachments related to Designations in the Invitation to Tender (ITT)
 - ✓ (F1) - SBD 6.2 Declaration Form
 - ✓ (F2) - Annexure C (Local Content Declaration-Summary Schedule
 - ✓ (F3) - Annexure D-Imported Content Declaration – Supporting Schedule to Annexure C
 - ✓ (F4) - Annexure E-Local Content Declaration- Supporting Schedule to Annexure C.
 - ✓ Process for requesting exemption letters_thedtic.

3. Application for exemptions:


If the required input materials cannot be wholly sourced from South Africa, bidders should request and obtain a written exemption letter from the dtic. The exemption letter should then be submitted, and approvals preferably obtained prior to the closure of the bid(s), but prior to contract award. The dtic together with the procuring organ of state and the winning bidder will consider the exemption on a case-by-case basis.

Link to the “Process when requesting exemption letters” on the dtic’s website:

[IP-Exemption_letters.pdf \(thedtic.gov.za\)](https://www.thedtic.gov.za/Portals/0/Process%20when%20requesting%20exemption%20letters.pdf)

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2.2 Sub-Contracting – Local to Site Procurement

Where deemed feasible, sub-contracting to advance eligible black owned EME/QSE designated groups is proposed, with a target of 15% (see Table 2 below) - where preference is to be given to local to site suppliers, which are within the borders of the City of Cape Town Municipal areas.

Table 2: Sub-contracting - Local to Site Procurement

TABLE 1: SDL & I COMPLIANCE MATRIX for REN: The Design and / or , Supply and Installation of the replacement of Nuclear Sampling System (REN) Verdelet type 1 control valves				
Criteria	Weight (%)	Total Target (%)	Proposed Target (%)	Total Overall Weighted Score
** Local Content to South Africa	100.00%	85.00%		
Local Content: Local to Site & Province		85.00%		0.00%
Procurement / Sub Contracting from BPwD				
Procurement/ Sub Contracting from BWO				
Procurement / Sub Contracting from BYO				
Procurement/Sub Contracting from BO (EME/QSE)		15.00%		0.00%
Skills Development				
Total Score	100.00%			

Definitions:


EME – Exempted Micro Enterprise whose turnover is less than R10 million per annum.

QSE – Qualifying Small Enterprise, whose turnover is more than R10 million but less than or equal to R50 million.

Note that this criterion will become a contractual requirement once the applicable sub-contracting percentage is agreed with the successful bidder.

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2.3 Skills Development

Table 3: Skills Development (proposed for negotiation)

Skill Type (Occupation)	Target Number of Persons to be Trained	Entrance Requirements	Exit/Outcomes: Qualifications
SKILLS DEVELOPMENT TARGETS			
Technicians- Electrical Engineering: Control and Instrumentation (C&I)	*TBA	N. Diploma (Diploma or advanced certificate (NQF Level 6))	Professional Registration: ECSA
Artisans (Electrical)	*TBA	N3/NCV Level 4 Electrical Control & Instrumentation (C&I) TVET College Graduates	SETA Trade Certificate
Coded Welders	*TBA	Artisan: Welding	South African Institute of Welders


*TBA = To Be Agreed

Notes:

- The above Skills are a guide. The actual skills/trade type may be negotiated, and if agreed becomes a contractual requirement.
- Tenderers are free to propose any other relevant Skills Development that will be feasible and benefit the previously disadvantaged communities within the 16km radius of the Koeberg Nuclear Power Station (preferred skills development beneficiaries).
 - Thereafter, further consideration is to be given to beneficiaries within the broader City of Cape Town and surrounding municipal borders.
- Qualifying candidates shall be unemployed graduates from University, Technical and Vocational Education and other suitable Training (TVET) Colleges.
- The skills development candidates shall be representative of the population demographics of South Africa.
- The general idea is for the I&C skills development beneficiaries to be upskilled by the contractor for exposure in the project to prepare them for employment in the future, where the following may apply (subject to negotiation and agreement with the successful tenderer):
 - Include a minimum stipend to the trainee of R6000 per month to cover transport, food, data etc. during training period.
 - Minimum period of 12 months for experiential learning to be completed.
 - Direct exposure in the project over the experiential training period.

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- d. Outcome of the skills development intervention will be P1 & P2 Experiential Training related experience that enable the graduate to be a suitably qualified “electrical I&C technician”.

3.3 B-BBEE Requirements

3.3.1 B-BBEE Compliance and Certificate:

In terms of the B-BBEE framework, all businesses or entities that undertake any economic activity with Eskom and its subsidiaries, including any other business or entity that undertakes any economic activity, whether direct or indirect, with Eskom and its subsidiaries, are measurable under the dtic’s codes of good practice (meaning as a non-negotiable they have to submit a valid B-BBEE certificate or proof of B-BBEE compliance derived from the relevant B-BBEE prescription).

Based on this, a valid B-BBEE certificate or proof of B-BBEE compliance (e.g., valid affidavit, CIPC affidavit) is a mandatory requirement for contract award – as such, no contract or purchase order may be awarded to a supplier without providing status of B-BBEE compliance.

Thus, the Contractor is expected to submit a B-BBEE Certificate or Sworn Affidavit before Contract Award if not submitted for Tender Evaluation.

3.3.2 Maintain and/or improve B-BBEE Status

Awarded Contract is expected to maintain or improve their B-BBEE Recognition Level for the duration of the contract.

3.3.3 Job Creation

It is to be noted that the Tenderer is to indicate the number of Jobs to be created and/or Jobs retained as a result of being awarded the contract.


Number of Jobs to be created	Number of Jobs to be retained

3.4 Performance Bond

- ✓ The Contractor shall submit an SDL&I Performance Guarantee equivalent to 0.25% of the Contract Value and shall only be released to the Contractor upon fulfilment of all SDL&I Obligations.
- ✓ The reduction of the percentage and/or release of the Performance Guarantee in tranches, proportionate to SDL&I’s obligations’ fulfilment, may be negotiated as an incentive to commit to SDL&I Undertakings mentioned above or that may be suggested by the Contractor.

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3.5 SDL&I Monitoring and Reporting

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

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