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MPUMALANGA PROVINCIAL GOVERNMENT



**MPUMALANGA DEPARTMENT OF SOCIAL
DEVELOPMENT**

BID NUMBER: SOC/038/22/MP

**PROVISION OF COMPREHENSIVE CATERING
SERVICES FOR THE DEPARTMENT OF SOCIAL
DEVELOPMENT AT NKANGALA INPATIENT
TREATMENT CENTRE FOR A PERIOD OF 36
MONTHS**

ISSUED BY:

Mpumalanga Department of Social Development
Private Bag X11213
Mbombela
1200

NAME OF BIDDER:
TOTAL BID PRICE (all inclusive) :
(Also in words):
.....

PART A INVITATION TO BID

YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF THE DEPARTMENT OF SOCIAL DEVELOPMENT

BID NUMBER:	SOC/038/22/MP	CLOSING DATE:	19 SEPTEMBER 2022	CLOSING TIME:	12H00
DESCRIPTION	PROVISION OF COMPREHENSIVE CATERING SERVICES FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS				

THE SUCCESSFUL BIDDER WILL BE REQUIRED TO FILL IN AND SIGN A WRITTEN CONTRACT FORM (SBD7).

BID RESPONSE DOCUMENTS MAY BE DEPOSITED IN THE BID BOX SITUATED AT
(STREET ADDRESS)

MBOMBELA, Riverside Government Complex, Building No 9, Government Boulevard, Mbombela, 1200, **PIET RETIEF**, No. 11 Measroch Street, Piet Retief Office, **KWAMHLANGA**, KwaMhlanga Government Complex, Department of Finance, Building No. 12, Computer Centre **EVANDER**, 10 Cornell Road (previously occupied by Evander Home Affairs Offices), Evander, 2280, **BUSHBUCKRIDGE**, Bushbuckridge Advice Centre, Department of Finance, Protea building (old Telkom building), **MIDDELBURG**, Department of Public Works, Cnr. Lillian Ngoyi and Dr Beyers Naudé Streets – Old TPA Building, Upper ground floor, Office numbers A20, 21 and 25, **MALELANE**, 24 Air Street, Malelane, **ELUKWATINI**, Elukwatini Sub Regional offices, Office numbers A49 and A50 (opposite Elukwatini Community Hall) Stand number 12 Extension A, Elukwatini.

SUPPLIER INFORMATION					
NAME OF BIDDER					
POSTAL ADDRESS					
STREET ADDRESS					
TELEPHONE NUMBER		CODE		NUMBER	
CELLPHONE NUMBER					
FACSIMILE NUMBER		CODE		NUMBER	
E-MAIL ADDRESS					
VAT REGISTRATION NUMBER					
B-BBEE STATUS LEVEL VERIFICATION CERTIFICATE [TICK APPLICABLE BOX]		TCS PIN: ☐ Yes ☐ No		OR CSD No: B-BBEE STATUS LEVEL SWORN AFFIDAVIT ☐ Yes ☐ No	
IF YES, WHO WAS THE CERTIFICATE ISSUED BY?					
AN ACCOUNTING OFFICER AS CONTEMPLATED IN THE CLOSE CORPORATION ACT (CCA) AND NAME THE APPLICABLE IN THE TICK BOX		☐ AN ACCOUNTING OFFICER AS CONTEMPLATED IN THE CLOSE CORPORATION ACT (CCA) ☐ A VERIFICATION AGENCY ACCREDITED BY THE SOUTH AFRICAN ACCREDITATION SYSTEM (SANAS) ☐ A REGISTERED AUDITOR NAME:			
[A B-BBEE STATUS LEVEL VERIFICATION CERTIFICATE/SWORN AFFIDAVIT (FOR EMEs & QSEs) MUST BE SUBMITTED IN ORDER TO QUALIFY FOR PREFERENCE POINTS FOR B-BBEE]					
ARE YOU THE ACCREDITED REPRESENTATIVE IN SOUTH AFRICA FOR THE GOODS /SERVICES /WORKS OFFERED?		☐ Yes ☐ No [IF YES ENCLOSE PROOF]		ARE YOU A FOREIGN BASED SUPPLIER FOR THE GOODS /SERVICES /WORKS OFFERED? ☐ Yes ☐ No [IF YES ANSWER PART B:3 BELOW]	
SIGNATURE OF BIDDER		DATE			
CAPACITY UNDER WHICH THIS BID IS SIGNED (Attach proof of authority to sign this bid; e.g. resolution of directors, etc.)					
BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO:				TECHNICAL INFORMATION MAY BE DIRECTED TO:	
DEPARTMENT/ PUBLIC ENTITY		Mpumalanga Department of Social Development		CONTACT PERSON	
CONTACT PERSON		Ms. Phindile Mbatha		Ms. FL Shungube	
TELEPHONE NUMBER		013 766 3611		TELEPHONE NUMBER	
CELL. NUMBER				FACSIMILE NUMBER	
FACSIMILE NUMBER				CELL. NUMBER	
E-MAIL ADDRESS				E-MAIL ADDRESS	

PART B

TERMS AND CONDITIONS FOR BIDDING

1. BID SUBMISSION:	
1.1.	BIDS MUST BE DELIVERED BY THE STIPULATED TIME TO THE CORRECT ADDRESS. LATE BIDS WILL NOT BE ACCEPTED FOR CONSIDERATION.
1.2.	ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS PROVIDED–(NOT TO BE RE-TYPED) OR ONLINE
1.3.	BIDDERS MUST REGISTER ON THE CENTRAL SUPPLIER DATABASE (CSD) TO UPLOAD MANDATORY INFORMATION NAMELY: (BUSINESS REGISTRATION/ DIRECTORSHIP/ MEMBERSHIP/IDENTITY NUMBERS; TAX COMPLIANCE STATUS; AND BANKING INFORMATION FOR VERIFICATION PURPOSES). B-BBEE CERTIFICATE OR SWORN AFFIDAVIT FOR B-BBEE MUST BE SUBMITTED TO BIDDING INSTITUTION.
1.4.	WHERE A BIDDER IS NOT REGISTERED ON THE CSD, MANDATORY INFORMATION NAMELY: (BUSINESS REGISTRATION/ DIRECTORSHIP/ MEMBERSHIP/IDENTITY NUMBERS; TAX COMPLIANCE STATUS MAY NOT BE SUBMITTED WITH THE BID DOCUMENTATION. B-BBEE CERTIFICATE OR SWORN AFFIDAVIT FOR B-BBEE MUST BE SUBMITTED TO BIDDING INSTITUTION.
1.5.	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 LEGISLATION OR SPECIAL CONDITIONS OF CONTRACT.
1.6.	OFFER TO BE VALID FOR 90 DAYS FROM THE CLOSING DATE OF BID
2. TAX COMPLIANCE REQUIREMENTS	
2.1	BIDDERS MUST ENSURE COMPLIANCE WITH THEIR TAX OBLIGATIONS.
2.2	BIDDERS ARE REQUIRED TO SUBMIT THEIR UNIQUE PERSONAL IDENTIFICATION NUMBER (PIN) ISSUED BY SARS TO ENABLE THE ORGAN OF STATE TO VIEW THE TAXPAYER'S PROFILE AND TAX STATUS.
2.3	APPLICATION FOR TAX COMPLIANCE STATUS (TCS) OR PIN MAY ALSO BE MADE VIA E-FILING. IN ORDER TO USE THIS PROVISION, TAXPAYERS WILL NEED TO REGISTER WITH SARS AS E-FILERS THROUGH THE WEBSITE WWW.SARS.GOV.ZA.
2.4	BIDDERS MAY ALSO SUBMIT A PRINTED TCS TOGETHER WITH THE BID.
2.5	IN BIDS WHERE CONSORTIA / JOINT VENTURES / SUB-CONTRACTORS ARE INVOLVED, EACH PARTY MUST SUBMIT A SEPARATE PROOF OF TCS / 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.
3. QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS	
3.1.	IS THE BIDDER A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)? ☐ YES ☐ NO
3.2.	DOES THE BIDDER HAVE A BRANCH IN THE RSA? ☐ YES ☐ NO
3.3.	DOES THE BIDDER HAVE A PERMANENT ESTABLISHMENT IN THE RSA? ☐ YES ☐ NO
3.4.	DOES THE BIDDER HAVE ANY SOURCE OF INCOME IN THE RSA? ☐ YES ☐ NO
IF THE ANSWER IS "NO" TO ALL OF THE ABOVE, THEN, IT IS NOT A REQUIREMENT TO OBTAIN A TAX COMPLIANCE STATUS / TAX COMPLIANCE SYSTEM PIN CODE FROM THE SOUTH AFRICAN REVENUE SERVICE (SARS) AND IF NOT REGISTER AS PER 2.3 ABOVE.	

NB: FAILURE TO PROVIDE ANY OF THE ABOVE PARTICULARS MAY RENDER THE BID INVALID.

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

1. INVITATION

The Department of Social Development invites suitable Caterers to provide comprehensive catering services at Nkangala In-Patient Treatment Centre.

2. BACKGROUND & JUSTIFICATION

Nkangala Inpatient Treatment Centre is a facility that is providing treatment services to people affected/afflicted with substance abuse. It has a bed capacity of 50 but currently admitting 50 service users at a time. Service Users are admitted for a period of three to four months.

The condition of the service users on admission require medical attention and it is imperative that the food should compliment the treatment programme.

3. DEFINITIONS/ABBREVIATIONS

“**DSD**” shall mean the Mpumalanga Provincial Department of Social Development, under the control of which the Institution falls, and which put the catering services required in terms hereof, out on tender.

“**Institution**” shall refer to Nkangala In-patient Treatment Centre.

“**Contract**” Enter into a formal and legally binding agreement , specifically the documents headed.definitions

- a) Contract
- b) Bid
- c) Bidding Conditions
- d) Cycle menu
- e) Acceptance of tender by Provincial Bidding Board.
- f) Appendix

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

“**The Caterer**” shall refer to (in case of the tender received) the bidder and in the case of the concluded contract, the successful bidder which undertakes, in terms hereof, to provide the required catering services.

“**Company Project Officer**” shall refer to the manager /official delegated by the caterer.

“**Catering Staff**” shall refer to the caterer

“**Service Users**” shall refer to persons admitted at the centre.

“**SLA**” Services Level Agreement.

“**COIDA**” Compensation for Occupational Injuries and Diseases Act

“**CIPC**” Companies and Intellectual Property Commission

4. SUBMISSION OF TENDERS DOCUMENT

As specified in the Tender Bulletin

5. TIME FRAME

This is a 36 Months (3 years) term contract

6.SCOPE OF THE SERVICES

- a) The Caterer shall provide catering services inline with the menu,cycle menu provided by the department.
- b) The Caterer shall provide fresh and nutritious meals as per the menu by the Centre.
- c) The Caterer will be allowed to replace fruits and vegetables with seasonal fruits and vegetables without compromising the quality of the food.
- d) The Caterer shall adhere to the daily catering timetable provided by the centre.
- e) The Caterer shall provide special services on special days such as Christmas day,New Years day and other special calender days. During these special days,the Caterer will be required to provide a menu that will inspire a festive atmsosphere. Pricing for the special days will be included in the pricing package.

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

7.KITCHEN FACILITIES COME EQUIPPED WITH THE FOLLOWING:

KITCHEN EQUIPMENT:

7.1Chiller

- a) Cold Room, 3360 X 3300 X 2500 mm, 1 X standard hinged door, polystyrene.
- b) insulation, normal floor, 3.8KW at -5 deg celsius, single phase power input, 1.8KW.
- c) Cambro vented add on unit, 910 X 460 X 1830 mm 8.
- d) Cambro vented add on unit 2.
- e) Cambro EPK 1872580 post kit 460 X 1830 mm (H) stationer.

7.2 Veg Preparation Area

- a) Potato peeler 12kg without timer PPA1012 Anvil, with timer, peel trap and stand, single phase power supply, 0.55kW power input.
- b) Sink DCB 1850 DBL prep bowl with s/back 1.2mm 304 stainless steel 1850 X 650 X 900 mm (H), 150mm 51kg splash back to rear, crated dimensions 1920 X 720 X 740 kg.
- c) Table swb 1050 X 650 X 910 mm (H), adjustable legs with stainless less steel pieces, 1.2mm 430 stainless steel.
- d) Solid galvanized steel table shelve, 1050mm.
- e) Splash to right-hand side.
- f) Table swb 1650 X 650 X 910 mm (H), adjustable legs with stainless less steel pieces, 1.2mm 430 stainless steel.
- g) Solid galvanized steel table shelve, 1650mm.
- h) Fridge pizza top, QUB6PZTS/C with hot and cold water taps to be provided by architect, 1780 X 650 X 900mm (H), splash back on legs, power input single phase, 2KW power supply.
- i) Insert GN1/10 X 100mm deep solid, GA 22 stainless steel.
- j) Insert lid GN1/6 X 100mm deep solid, GA 22 stainless steel.

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- k) Table swb 1650 X 650 X 910 mm (H), adjustable legs with stainless less steel pieces, 1.2mm 430 stainless steel.
- l) Solid galvanized steel table shelve, 1650mm.
- m) Castors 2xswivel braked 324343& 2xSwivel plain 324341 (tube fitting), splashed to one side.

7.3 Cooking Area

- a) Rational COMP101+E combi master 10 pan elec, 5 cooking modes.
- b) Core temperature probe.
- c) Manual cleaning program.
- d) Automatic self-clean for steam generator.
- e) Hand shower with automatic retracting system.
- f) Supplied with Plumbing Connection and Filter Kit.
- g) Includes cleaning starter kit.
- h) Gas consumption: 100000Kj/hr.
- i) Rational waste pipe bracket top (for drain pipe).
- j) Rational waste pipe bracket bottom (for drain pipe).
- k) Stand for combi steamer 6 and 10 pan, cm c/w storage 870 X 710 X 700 (H), 30kg.
- l) Grid wire, GN 1/1 chromium plated finish, 530 X 325mm.
- m) Insert GN 1/1 X 55mm deep solid stainless steel GA 22, (7001J2).
- n) Insert GN 1/1 X 55mm perforated stainless steel GA 22, (7001J2).
- o) Tray enameled, GN 1/1 530 X 325 X 28mm (D).
- p) Trays enameled GN 1/1 325 X 530 X 28mm (D).
- q) Fry pan FGT-80 LPG(70ltr), tilting, gas rating 58600kJ/h,1350 X 900 X 900mm (H).
- r) Range R-G4, 4Xopen burner, LPG gas fired, LPG oven 1000 X 850 X 910mm (H), gas rating 120000kJ/hr.
- s) Table swb 1050 X 650 X 910 mm (H), adjustable legs with stainless less steel pieces, 1.2mm 430 stainless steel.
- t) Table shelf 1050mm solid galvanized.

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- u) Griddle fry top (FTG10G), with right hand 1/2 ribbed top gas, \galvanized shelving under, gas consumption 100000kJ/h, 915 X 735 X 910mm.
- v) Brandon fryer GF3 lp gas frye, gas consumption 93000bBtu/hr., 21 liters' capacity, floor standing model, 393 X 770 X 1188mm (H), 56kg.
- w) Chip storage table with recessed top, 605 X 560 X 915mm (H) c/w heat lamp and with stainless steel runners under to accommodate three plastic storage boxes
- x) Chip storage bin 470 X 415 X 160mm (H) natural.

7.4 TABLES AND CHAIRS:

The Centre will provide tables and chairs only.

7.5 NEATNESS

The Caterer shall be responsible for the neatness of the kitchen and ensure compliance with health and hygiene.

7.6 MAINTENANCE AND REPAIR

The Centre will be responsible for maintenance and repair of all the kitchen equipment. Maintenance and repair should be done by a registered electrician/engineer in submission of the certificate for qualification at the cost of the centre.

8. SCOPE OF THE SERVICES

8.1 CATERING AND RELATED SERVICES

This service will involve managing and rendering of a fixed price catering service, using the cycle menu supplied to the tenderer, calculated per day per person.

8.2 DAILY CATERING

NB. This table may vary from time to time, day to day or meal per meal and upon special requests.

The Caterer should be on site to dish out the food for the service users

The Caterer should wash the dishes and clean the dining hall after.

The Caterer is strictly required to adhere to the serving time.

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MEALS	TIMES
BREAKFAST	8h00-8h30
TEA	10h00-10h15
LUNCH	13h00-14h00
DINNER	18h00-19h00

8.3 CATERING ON SPECIAL DAYS

The caterer is required to provide special services for the following special days: **(CHRISTMAS DAY, NEW YEARS DAY AND OTHER SPECIAL CELEBRATIONS)**

On special occasions the caterer will be required to provide a special menu and create a festive atmosphere through decorations and packaging etc.

The price for special days should include decorations packaging material.

8.4 DAILY NUMBERS OF SERVICE USERS

The number of service users to be served will be confirmed through **Daily Diet Sheets**.

8.5 AVERAGE FIGURES

Daily estimates of 50 service users and 6 Child and Youth Care Worker are based on operation at full capacity. It must be noted that the number of service users vary from day to day as per admission to the institution.

8.6 MENUS

- a) The successful caterer may not deviate from the supplied menu without prior consent from the management of the institution.
- b) The caterer will be required to change the menus within a week when certain menu items are unacceptable to the service users or when complaints are regarded as valid by the management.

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- c) Special diet will be provided to service users with specific health conditions, allergies and religious requirements. A person authorized by the management of the institution will complete a form indicating special dietary needs and send it to the catering supervisor on duty.

8.7 FUNCTIONS AND SPECIAL MEETINGS

- a) The caterer will be responsible to clean the kitchen, dining area and provide clean table cloths on a daily basis.
- b) The caterer accepts that from time to time additional catering services may be required for official functions and meetings.
- c) Additional catering services shall be dealt with on a quotation basis and agreed upon by the management of the institution.
- d) A separate accounting record shall be maintained for each event.
- e) A separate order will have to be issued for functions and special meetings and payment thereof will have to be done within 30 working days.
- f) The institution shall notify the caterer at least 24 hours in advance of any intended big functions and meetings. The menu and prices shall be discussed and agreed upon.

8.8 PURCHASE AND SUPPLY OF FOOD STUFF

The caterer shall undertake to:

- a) Purchase from his/her own account, all foodstuff, ingredients and all other materials necessary for the fulfilment of the catering and management functions and to arrange for the supply and delivery.
- b) Ensure that all foodstuff supplied are of good quality as set out in the specifications and where required, undertake to submit the food to both quality and quantity control inspection by the institution for testing of any samples.

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- c) Ensure that all supplies are properly stored. The caterer undertakes to use the store and cold room, freezer and deep freeze only for the purpose of fulfilling this contract and not as a warehouse for other contracts not covered by this undertaking.
- d) Ensure that supplies for daily preparation of meals are purchased in accordance with the quantities, portion sizes prescribed in the cycle menu.

8.9 PREPARATION OF FOOD

The caterer shall undertake to:

- a) Ensure that standard cooking and preparation methods are correctly carried out.
- b) Ensure adequate supervision during all stages of food preparation.

8.10 DISTRIBUTION OF FOOD

The caterer undertakes to:

- a) Ensure that food is distributed to service users according to daily numbers, prescribed portion sizes and Cycle Menu.
- b) Ensure adequate supervision when food is served in the dining room.

8.11 KITCHEN FACILITIES AND EQUIPMENT

- a) The Caterer will provide cutlery , crockery and pots.
- b) The caterer shall use all fixtures, equipment, water and electricity only for the purpose for which they are provided for.
- c) The caterer shall not remove any property of the institution from the premises or locality where it is kept by the institution and shall ensure that these are used in the correct manner.
- d) No structural change will be effected by the caterer to the existing premises. Any proposal for change in the structure must be submitted to the institution in writing for consideration and the institutions decision will be final.
- e) The caterer shall ensure that all catering staff uses electricity and water economically for the purpose of the contract.

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- f) The caterer will be responsible for the filling of the gas tanks should there be no electricity to prepare the food.
- g) Cost of any damage to equipment owing to negligence or incorrect usage/operations/cleaning on the part of the caterer or the staff under his/her control, will be at the expense of the caterer.
- h) The caterer undertakes to inspect the premises and the equipment prior to the commencement of the services and draw an inventory with the institution maintenance team. Both parties shall sign the inventory, copies of which shall be attached to the contract.
- i) Inventory verification will be done twice a year by both parties. A loss of any of the original inventory will be replaced by the institution at the cost of the caterer. The value of the losses of items as per inventory shall be deducted from the following month's payment by the institution to the caterer, to cover losses.
- j) Any other equipment not mentioned in this specification like, filing cabinets, calculators and such shall be supplied by the caterer.
- k) The Caterer will be responsible for maintenance and repair of all the kitchen equipment at the cost of the caterer.

8.12 HYGIENE

- a) The caterer shall keep all catering areas including storeroom, cold room, freezer room, extractor fan, catering equipment, windows, walls hygienic and in a tidy condition to the satisfaction of the Health inspector of the department, having full access to all areas concerned at all times.
- b) The caterer must have a food safety certificate to ensure that all catering staff are at all times clean and neatly dressed (uniform and appropriate head gear and foot wear) and are free from infectious diseases.
- c) The caterer undertakes to ensure that hygienic food preparation requirements are adhered to.

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- d) The caterer undertakes to purchase and ensure safe storage of cleaning material, disinfectants, brooms, squeezers, etc necessary for keeping the proper hygiene standards in catering and dinning areas.
- e) The caterer undertakes to report and seek approval from the management of the institution for any plans to eradicate insects and other pests in the food services unit and store room when required at his/her own cost.

9. DUTIES AND OBLIGATIONS OF THE CATERER

9.1 JOB CREATION.

- a) The caterer must ensure that at least 50% of the catering staff is from the local municipality.
- b) The caterer undertakes to appoint a Company Project Officer (CPO) who shall work in close co-operation with the managment of the institution, in order to facilitate the flow of information and resolve challenges related to catering.
- c) The caterer must ensure that at staff hired to prepare the food have Certificate in cooking from accredited institution.

9.2 ACCOUNTING

- a) The caterer undertakes to provide meals and supplies in accordance with the prices.
- b) The caterer shall be oblinded to keep accounting records in respect of the catering services.
- c) The number of meals, tea etc shall be recorded daily and be certified by the caterer and a delegated official from the institution.
- d) The claims for monthly payment and overheads shall be submitted on an official invoice of the caterer's company, supported by specific schedules invoices and certified by the caterer and a delegated official from the institution.
- e) The accounting period shall be from 1st until the end of each month for the term of contract.

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- f) It is agreed that the payment of the account must be effected within 30 days after receipt of correctly completed and certified invoice. The institution does not accept the responsibility for delay in payment owing to the submission of incorrect documentation.
- g) It is agreed that the institution shall be entitled to inspect all records, account and invoices of purchases or any documentation in relation to the service in terms of the contract.

9.3 MANAGEMENT SERVICES

9.3.1 For the proper execution of the contract, the caterer shall undertake to:

- a) Fulfill all management functions.
- b) Provide proper supervision at all times, train and control catering staff.
- c) Exercise control over the premises and equipment concerned
- d) Provide accounting services as defined in 9.2.
- e) The Service provider is bound to have meetings every second month or as and when the need arises with the Centre Manager to address any challenges encountered

9.3.2 For proper monitoring of the contract, the centre manager shall undertake to:

- a) The Centre Manager will conduct monitoring on a daily basis.
- b) The Centre Manager should invite an Environmental Health Officer to conduct site monitoring on a regular basis
- c) The Centre Manager should report the challenges in writing to the District and Provincial office.

9.4 UNIFORMS AND STATIONERY

The caterer undertakes to:

- a) Provide all staff from the catering company with appropriate uniforms (bearing the LOGO of the caterer, head gear and footwear) and be responsible for

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

washing of such uniforms. Uniforms and aprons are to be changed on a daily basis and be replaced when torn or worn out.

- b) Purchase and acquire stationery and consumable items (such as packaging material, servettes, bin liners, cleaning materials, broom and mops etc) necessary for the fulfilment of catering and management functions.

9.5 TELEPHONE

- a) The caterer undertakes to ensure that private telephone facilities are available at all times (land line and mobile) at his/her own cost.
- b) Telephone or fax services of the institution shall not be used by the caterer for executing the contractor any other purposes

9.6 SECURITY REGULATIONS

- a) The caterer shall ensure that all staff under his/her control comply with the security regulations of the institution.
- b) The caterer shall be responsible for the setting and execution of security regulations, concerning all aspects of catering services.
- c) All persons including catering staff fall within the jurisdiction of the institution while on the premises of the institution.

9.7 EMERGENCIES

- a) The caterer shall ensure that all staff under his/her control are trained and ready at all times to handle fires or any other emergency.
- b) The caterer shall ensure the availability and accessibility of a first aid kit that meets occupation health and safety requirements.

9.8 TRANSPORT AND ACCOMMODATION

- a) The caterer undertakes to provide transport services necessary for the proper execution of his/her management and catering functions and shall be fully responsible for conveying supplies.

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- b) It will be the caterer's responsibility to transport the staff between the centre and the place where they will be accommodated.

10. FIRE EXTINGUISHERS

- a) The institution undertakes to supply the necessary fire extinguisher equipment and to maintain it according to occupational health and safety standards.

11. BID REQUIREMENTS

- a) Bid documents should be completed in black ink and any use of correction pen (tippex) on the bid document shall nullify the bid. All incomplete bid documents shall not be considered.
- b) A sworn BBB-EE affidavit or a BBB-EE certificate must be attached to the bid.
- c) Service Providers must provide proof of address in the form of water and lights from the Municipality /Eskom statement/ proof of residence or letter from the Traditional Authority.
- d) Copy of Business Registration Certificate from CIPC.
- e) The Pricing Schedule must be fully completed. Any blank spaces or use of a correction pen (tippex) on the bid document will result in a disqualification.
- f) Originally Certified copies of identity documents of directors / partners/ shareholders for the business (not older than three months).
- g) **A Compulsory briefing session will be held as specified in the bulletin.** Any bidder who fails to attend the compulsory briefing session will be disqualified.
- h) A letter of Good Standing (COID) must be submitted at the closing of the Bid and Service Providers who are going to attach a letter for "Tender purposes" will automatically be disqualified.
- i) Service Providers must submit an Unemployment Insurance Fund Certificate clearly indicating the issue and expiry date.
- j) Duly completed and signed bid documents including all the attached SBD forms:
- SBD 1 (Invitation to tender)
 - SBD 4 (Declaration of interest)

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

- SBD 6.1 (Preference point claim form in term of the preferential procurement regulations 2011)
 - SBD 8 (Declaration of Service Providers past supply chain management)
 - SBD 9 (Certificate of independent bid determination)
- k) A registration summary report for the Central Supplier Database must be attached.
- l) Service Providers must submit their Tax Compliance Status Pin document obtainable from their nearest SARS office. Service Providers must ensure that the pin is valid on the closing date.
- m) In bids where Consortia /Joint Venture are involved, each party must submit a copy of a business registration certificate and a Tax Compliance Status Pin document obtainable from their nearest SARS office, bidders must ensure that the pin is valid on the closing date.
- n) Food Safety Certificate Training in the name of an individual or Company issued by the relevant Authority (District Municipality or Department of Health).
- o) No alteration, cancellation, omission or addition shall be made to the text or conditions of these documents. Should any unauthorized change be made, the change will not be recognized, but the original document shall apply.
- p) Qualifications of the site project manager and or staff members or company project officer.

12. SPECIAL CONDITIONS

12.1 Special conditions of the Bid

- a) Bidders must only tender in the District/Local Municipality where they reside.
- b) The Department is not bound to accept any of the proposals submitted and reserve the right to call for the Best and Final Offers from short listed bidders before final selection.
- c) The department reserves the right to call interviews with the shortlisted Bidders before final selection, to cancel this bid or any portion thereof and to negotiate price with preferred bidder

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

- d) The lowest or any bid will not necessary be accepted and the department reserves the right to accept the whole or part of any bid.
- e) Bidders should note that quantities and grand total referred to in the Pricing schedule are for bid evaluation purposes and does not reflect real quantities to be bought neither the total amount to be paid to the supplier annually or after the duration of the contract.
- f) Bidders must note that the pricing schedule must be fully completed and any blank spaces in the pricing schedule will result in disqualification.
- g) Bidders who disguise themselves as local bidders will be disqualified or their contracts be immediately terminated.

12.2 Special conditions of the contract

- a) The scope of work shall include provision of catering on a commercial basis.
- b) The Service Provider and staff will be screened against sexual offences register.
- c) The Department will visit the Centre to conduct monitoring on a regular basis.
- d) The Service provider is bound to have meetings every second month or as and when the need arises with the Centre Manager to address any challenges encountered.

13. BID EVALUATION

- a) Bids will be evaluated and adjudicated in accordance with the prescripts of the Preferential Procurement Policy Framework Act (PPPFA) of 2001 using the **80/20** points system.
- b) Responsive bids will first be evaluated on functionality and bidders who score **70** points and above of the **100** points will be evaluated further on price and preference.
- c) Bidders who score less than **70** points will automatically be disqualified.

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14. FUNCTIONALITY WILL BE EVALUATED AS FOLLOWS:

FUNCTIONALITY	POINTS	WEIGHTING
TECHNICAL ABILITY		
Demonstrate ability to deliver on demand, history with similar contracts/ Orders.		43
One or Two Year Catering Contact (attach appointment letter)	43 points	
Catering orders of between R10,000 and R100,000 (attach proof)	35points	
No contract or catering orders	0 point	
Availability of Credit Facilities (Letter certified by the bank)		37
Code A, B & C Bank rating will earn	37 points	
Code D Bank rating will earn	25 points	
Any other rating from E and below will earn.	0 point	
LOCALITY		
Proof of residence in the name of the company or directors within:		20
Emalahleni and Victor Khanye local Municipality	20points	
Other local Municipality within Nkangala District Municipality	10 points	
Outside the jurisdiction of Nkangala Municipality.	0 point	
TOTAL		100

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

15. EVALUATION CRITERIA

A maximum of 20 tender evaluation points will be awarded based on B-BBEE Status Level of Contribution:

B-BBEE Status level of Contributor	Number of Points Claimed (80/20 System)
1	20
2	18
3	16
4	12
5	8
6	6
7	4
8	2
Non Contributor	0

16. BID DOCUMENTS AND RETURNABLE SCHEDULE.

PART I	SBD Tender documents (SBD 1, SBD 4, SBD 6.1, SBD 8 and SBD 9)
PART II	Pricing schedule / price schedule
PART III	Mandatory Documents
PART IV	Any other relevant document / information.
PART V	General Conditions of Contract
PART VI	Letter of Good Standing (COID) (Letter to Tender is not acceptable)
PART VII	Unemployment Insurance Fund Certificate (issue and expiry date)

17. NOTES ON QUALITY FOOD

17.1 MILK

- Only fresh, pasteurized, full cream milk shall be used.

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- Non milk powders, milk blends or coffee creamers shall be used.
- The ration scales also make provision for milk used in food preparation e.g. in white sauces, custards and puddings or baked products.

17.2 MEAT

- Only chicken, beef, lamb, mutton, fish, pork, wors, Russians, fish fingers, Vienna and mince shall be used.
- When moist-heat methods are applied (e.g. Stews, Casseroles, pot Roast) Grade B (green roller mark) shall be used. Only 5% of visible fat shall be used.
- When dry-heat cooking methods are applied (e.g. grilling/oven roast/) Grade A (blue roller mark) shall be used. Only 5% of visible fat shall be used.
- Only Grade A chicken will be used.

17.3 VEGETABLES

- Fresh vegetables shall be of a good standard and quality.
- Only choice and caterer's grade frozen vegetables shall be used.
- Only class one (1) potatoes shall be used.
- Mixed vegetables shall contain only green beans, green peas, carrot cubes and cut corn in more or less equal proportions.
- Canned mixed vegetables shall not be used.
- The allowances for potatoes/ sweet potatoes on the ration scale also provides for small quantities to be used in soups and other dishes and for the moderate preparation losses.

17.4 FRUITS

- Fresh fruits shall be of good quality.

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- A variety of at least (3) three kinds of fresh fruit shall be given daily. (one fruit per person daily)
- Fruit juices in a concentrated form, shall be diluted in accordance with the directions of the manufactures.
- When serving canned fruit for desserts, choice grade shall be used.

17.5 JUICE

- Oros Juice

17.6 BREAD

- Only brown bread shall be given.
- 8 Slices of Bread

17.7 EGGS

- Only large eggs to be used

17.8 CHEESE

- First Grade Cheddar cheese shall be used.

17.9 GRAVY

- Except for mushroom soup powder, only cake flour shall be used for the thickening of gravies or meat extracts.

18. COMMERCIALY PREPARED PRODUCTS

- All commercially prepared products used by the caterer e.g. Fish, Polony, shall be evaluated by a Panel for acceptability. The panel members should be the Institutions Dietitian or rep of the institution, the caterer's Dietitian.

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19. MENU

Breakfast

- A bowl of Soft porridge/ Mabela /Oats / Cereals
 - Milk
 - 1 Boiled egg/ scrambled egg/ fried egg with 1 slice of Grilled Tomatoe
 - Bread with margarine / 2 Rolls/Jam/Peanut Butter/Scones/Dumping/Biscuits
- Or
- Baked beans/1 Vienna/ Ham/ Polony/ meat ball/ Cheese/ Russians/Fish Finger
 - Tea/ Coffee/Juice
 - Add One Fruit

Lunch

- Maize meal porridge/ Rice /Samp /Beef stew/ Wors/ Roast beef/ Grilled Chicken/ Meatballs/Hake/Mince/Chuck/Pork
- 1 Vegetable and 1 Salad
- Juice/Tea/Coffee

Supper

- Same as lunch (same starch, meat, veggies, salad and juice/tea/coffee)
- Bread / 2 Rolls
- 1 Fruit
- Tea/Juice/Coffee

On Sundays Dessert must be served: pudding / jelly with custard

Wednesday Evening snack: Bread

SPECIFICATION FOR A COMPREHENSIVE CATERING SERVICE FOR THE DEPARTMENT OF SOCIAL DEVELOPMENT AT NKANGALA INPATIENT TREATMENT CENTRE FOR A PERIOD OF 36 MONTHS.

20. PRICING SCHEDULE

COST PER PERSON: MEALS, SNACKS, REFRESHMENTS

ITEM DESCRIPTION	UNIT OF ISSUE	RATE PER PERSON	ESTIMATED QUANTITY	NUMBER OF DAYS	TOTAL
Breakfast	Per person		56 per Institution	31	
Tea	Per person		56 per Institution	31	
Mid-Morning And Evening Snack	Per person		56 per Institution	31	
Lunch	Per person		56 per Institution	31	
Dinner	Per person		56 per Institution	31	
Cleaning	Per month				
Management fees	Per month				
Sundry	Per month				
Sub Total					
Vat@15%					
Grand Total					
Grand Total x 12 Months Year 1					
Grand Total x 24 Months Year 2					
Grand Total x 36 Months Year 3					

**Application for a Tax Clearance Certificate****Purpose**Select the applicable optionTenders ☐ Good standing ☐

If "Good standing", please state the purpose of this application

Particulars of applicantName/Legal name
(Initials & Surname
or registered name)Trading name
(if applicable)ID/Passport no Company/Close Corp.
registered no

Income Tax ref no PAYE ref no 7

VAT registration no 4 SDL ref no L

Customs code UIF ref no U

Telephone no Fax
no

E-mail address

Physical address

Postal address

Particulars of representative (Public Officer/Trustee/Partner)

Surname

First names

ID/Passport no Income Tax ref no

Telephone no Fax
no

E-mail address

Physical address

Particulars of tender (If applicable)Tender number Estimated Tender amount R , Expected duration of the tender year(s)**Particulars of the 3 largest contracts previously awarded**

Date started	Date finalised	Principal	Contact person	Telephone number	Amount
--------------	----------------	-----------	----------------	------------------	--------

Audit

Are you currently aware of any Audit investigation against you/the company?..... YES NO

If "YES" provide details

Appointment of representative/agent (Power of Attorney)I the undersigned confirm that I require a Tax Clearance Certificate in respect of Tenders or Goodstanding.

I hereby authorise and instruct to apply to and receive from SARS the applicable Tax Clearance Certificate on my/our behalf.

Signature of representative/agent

Date

Name of representative/agent

Declaration

I declare that the information furnished in this application as well as any supporting documents is true and correct in every respect.

Signature of applicant/Public Officer

Date

Name of applicant/Public Officer

Notes:

- It is a serious offence to make a false declaration.
- Section 75 of the Income Tax Act, 1962, states: Any person who
 - fails or neglects to furnish, file or submit any return or document as and when required by or under this Act; or
 - without just cause shown by him, refuses or neglects to-
 - furnish, produce or make available any information, documents or things;
 - reply to or answer truly and fully, any questions put to him ...

As and when required in terms of this Act ... shall be guilty of an offence ...
- SARS will, under no circumstances, issue a Tax Clearance Certificate unless this form is completed in full.**
- Your Tax Clearance Certificate will only be issued on presentation of your South African Identity Document or Passport (Foreigners only) as applicable.

BIDDER'S DISCLOSURE

1. PURPOSE OF THE FORM

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

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

2. Bidder's declaration

2.1 Is the bidder, or any of its directors / trustees / shareholders / members / partners or any person having a controlling interest¹ in the enterprise, employed by the state? **YES/NO**

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

Full Name	Identity Number	Name of institution	State

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

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

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

2.2.1 If so, furnish particulars:

.....
 ...

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

2.3.1 If so, furnish particulars:

.....

3 DECLARATION

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

- 3.1 I have read and I understand the contents of this disclosure;
- 3.2 I understand that the accompanying bid will be disqualified if this disclosure is found not to be true and complete in every respect;
- 3.3 The bidder has arrived at the accompanying bid independently from, and without consultation, communication, agreement or arrangement with any competitor. However, communication between partners in a joint venture or consortium² will not be construed as collusive bidding.
- 3.4 In addition, there have been no consultations, communications, agreements or arrangements with any competitor regarding the quality, quantity, specifications, prices, including methods, factors or formulas used to calculate prices, market allocation, the intention or decision to submit or not to submit the bid, bidding with the intention not to win the bid and conditions or delivery particulars of the products or services to which this bid invitation relates.
- 3.4 The terms of the accompanying bid have not been, and will not be, disclosed by the bidder, directly or indirectly, to any competitor, prior to the date and time of the official bid opening or of the awarding of the contract.

² Joint venture or Consortium means an association of persons for the purpose of combining their expertise, property, capital, efforts, skill and knowledge in an activity for the execution of a contract.

- 3.5 There have been no consultations, communications, agreements or arrangements made by the bidder with any official of the procuring institution in relation to this procurement process prior to and during the bidding process except to provide clarification on the bid submitted where so required by the institution; and the bidder was not involved in the drafting of the specifications or terms of reference for this bid.
- 3.6 I am aware that, in addition and without prejudice to any other remedy provided to combat any restrictive practices related to bids and contracts, bids that are suspicious will be reported to the Competition Commission for investigation and possible imposition of administrative penalties in terms of section 59 of the Competition Act No-89 of 1998 and or may be reported to the National Prosecuting Authority (NPA) for criminal investigation and or may be restricted from conducting business with the public sector for a period not exceeding ten (10) years in terms of the Prevention and Combating of Corrupt Activities Act No 12 of 2004 or any other applicable legislation.

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

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

.....

Signature

Date

.....

.....

...
 Position

Name of bidder

PREFERENCE POINTS CLAIM FORM IN TERMS OF THE PREFERENTIAL PROCUREMENT REGULATIONS 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 ~~not exceed~~ R50 000 000 (all applicable taxes included) and therefore the **80/20** 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	80
B-BBEE STATUS LEVEL OF CONTRIBUTOR	20
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

or

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

P_s = Points scored for price of bid under consideration

P_t = 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		NO	
-----	--	----	--

- 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		NO	
-----	--	----	--

- 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		
Black people who are youth		
Black people who are women		
Black people with disabilities		
Black people living in rural or underdeveloped areas or townships		
Cooperative owned by black people		

Black people who are military veterans		
OR		
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 1. 2.	 SIGNATURE(S) OF BIDDERS(S) DATE: ADDRESS
--	--

DECLARATION CERTIFICATE FOR LOCAL PRODUCTION AND CONTENT FOR DESIGNATED SECTORS

This Standard Bidding Document (SBD) must form part of all bids invited. It contains general information and serves as a declaration form for local content (local production and local content are used interchangeably).

Before completing this declaration, bidders must study the General Conditions, Definitions, Directives applicable in respect of Local Content as prescribed in the Preferential Procurement Regulations, 2017, the South African Bureau of Standards (SABS) approved technical specification number SATS 1286:2011 (Edition 1) and the Guidance on the Calculation of Local Content together with the Local Content Declaration Templates [Annex C (Local Content Declaration: Summary Schedule), D (Imported Content Declaration: Supporting Schedule to Annex C) and E (Local Content Declaration: Supporting Schedule to Annex C)].

1. General Conditions

- 1.1. Preferential Procurement Regulations, 2017 (Regulation 8) make provision for the promotion of local production and content.
- 1.2. Regulation 8.(2) prescribes that in the case of designated sectors, organs of state must advertise such tenders with the specific bidding condition that only locally produced or manufactured goods, with a stipulated minimum threshold for local production and content will be considered.
- 1.3. Where necessary, for tenders referred to in paragraph 1.2 above, a two stage bidding process may be followed, where the first stage involves a minimum threshold for local production and content and the second stage price and B-BBEE.
- 1.4. A person awarded a contract in relation to a designated sector, may not sub-contract in such a manner that the local production and content of the overall value of the contract is reduced to below the stipulated minimum threshold.
- 1.5. The local content (LC) expressed as a percentage of the bid price must be calculated in accordance with the SABS approved technical specification number SATS 1286: 2011 as follows:

$$LC = [1 - x / y] * 100$$

Where

x is the imported content in Rand

y is the bid price in Rand excluding value added tax (VAT)

Prices referred to in the determination of x must be converted to Rand (ZAR) by using the exchange rate published by South African Reserve Bank (SARB) at 12:00 on the date of advertisement of the bid as indicated in paragraph 4.1 below.

The SABS approved technical specification number SATS 1286:2011 is accessible on [http://www.thedti.gov.za/industrial development/ip.jsp](http://www.thedti.gov.za/industrial%20development/ip.jsp) at no cost.

1.6. A bid may be disqualified if this Declaration Certificate and the Annex C (Local Content Declaration: Summary Schedule) are not submitted as part of the bid documentation;

2. The stipulated minimum threshold(s) for local production and content (refer to Annex A of SATS 1286:2011) for this bid is/are as follows:

<u>Description of services, works or goods</u>	<u>Stipulated minimum threshold</u>
_____	_____ %
_____	_____ %
_____	_____ %

3. Does any portion of the goods or services offered have any imported content?

(Tick applicable box)

YES	☐	NO	☐
-----	--------------------------	----	--------------------------

3.1 If yes, the rate(s) of exchange to be used in this bid to calculate the local content as prescribed in paragraph 1.5 of the general conditions must be the rate(s) published by SARB for the specific currency at 12:00 on the date of advertisement of the bid.

The relevant rates of exchange information is accessible on www.reservebank.co.za

Indicate the rate(s) of exchange against the appropriate currency in the table below (refer to Annex A of SATS 1286:2011):

Currency	Rates of exchange
US Dollar	
Pound Sterling	
Euro	
Yen	
Other	

NB: Bidders must submit proof of the SARB rate (s) of exchange used.

4. Where, after the award of a bid, challenges are experienced in meeting the stipulated minimum threshold for local content the dti must be informed accordingly in order for the dti to verify and in consultation with the AO/AA provide directives in this regard.

LOCAL CONTENT DECLARATION
(REFER TO ANNEX B OF SATS 1286:2011)

LOCAL CONTENT DECLARATION BY CHIEF FINANCIAL OFFICER OR OTHER LEGALLY RESPONSIBLE PERSON NOMINATED IN WRITING BY THE CHIEF EXECUTIVE OR SENIOR MEMBER/PERSON WITH MANAGEMENT RESPONSIBILITY (CLOSE CORPORATION, PARTNERSHIP OR INDIVIDUAL)

IN RESPECT OF BID NO.

ISSUED BY: (Procurement Authority / Name of Institution):

NB

- 1 The obligation to complete, duly sign and submit this declaration cannot be transferred to an external authorized representative, auditor or any other third party acting on behalf of the bidder.
- 2 Guidance on the Calculation of Local Content together with Local Content Declaration Templates (Annex C, D and E) is accessible on <http://www.thdti.gov.za/industrialdevelopment/ip.jsp>. Bidders should first complete Declaration D. After completing Declaration D, bidders should complete Declaration E and then consolidate the information on Declaration C. **Declaration C should be submitted with the bid documentation at the closing date and time of the bid in order to substantiate the declaration made in paragraph (c) below.** Declarations D and E should be kept by the bidders for verification purposes for a period of at least 5 years. The successful bidder is required to continuously update Declarations C, D and E with the actual values for the duration of the contract.

I, the undersigned, (full names),
do hereby declare, in my capacity as
of(name of bidder
entity), the following:

- (a) The facts contained herein are within my own personal knowledge.
- (b) I have satisfied myself that:
 - (i) the goods/services/works to be delivered in terms of the above-specified bid comply with the minimum local content requirements as specified in the bid, and as measured in terms of SATS 1286:2011; and
- (c) The local content percentage (%) indicated below has been calculated using the formula given in clause 3 of SATS 1286:2011, the rates of exchange indicated in paragraph 4.1 above and the information contained in Declaration D and E which has been consolidated in Declaration C:

Bid price, excluding VAT (y)	R
Imported content (x), as calculated in terms of SATS 1286:2011	R
Stipulated minimum threshold for local content (paragraph 3 above)	
Local content %, as calculated in terms of SATS 1286:2011	

If the bid is for more than one product, the local content percentages for each product contained in Declaration C shall be used instead of the table above.

The local content percentages for each product has been calculated using the formula given in clause 3 of SATS 1286:2011, the rates of exchange indicated in paragraph 4.1 above and the information contained in Declaration D and E.

- (d) I accept that the Procurement Authority / Institution has the right to request that the local content be verified in terms of the requirements of SATS 1286:2011.
- (e) I understand that the awarding of the bid is dependent on the accuracy of the information furnished in this application. I also understand that the submission of incorrect data, or data that are not verifiable as described in SATS 1286:2011, may result in the Procurement Authority / Institution imposing any or all of the remedies as provided for in Regulation 14 of the Preferential Procurement Regulations, 2017

promulgated under the Preferential Policy Framework Act (PPPFA), 2000 (Act No. 5 of 2000).

SIGNATURE: _____

DATE: _____

WITNESS No. 1 _____

DATE: _____

WITNESS No. 2 _____

DATE: _____

DECLARATION OF BIDDER'S PAST SUPPLY CHAIN MANAGEMENT PRACTICES

- 1 This Standard Bidding Document must form part of all bids invited.
- 2 It serves as a declaration to be used by institutions in ensuring that when goods and services are being procured, all reasonable steps are taken to combat the abuse of the supply chain management system.
- 3 The bid of any bidder may be disregarded if that bidder, or any of its directors have-
 - a. abused the institution's supply chain management system;
 - b. committed fraud or any other improper conduct in relation to such system; or
 - c. failed to perform on any previous contract.
- 4 **In order to give effect to the above, the following questionnaire must be completed and submitted with the bid.**

Item	Question	Yes	No
4.1	Is the bidder or any of its directors listed on the National Treasury's database as companies or persons prohibited from doing business with the public sector? (Companies or persons who are listed on this database were informed in writing of this restriction by the National Treasury after the <i>audi alteram partem</i> rule was applied).	Yes ☐	No ☐
4.1.1	If so, furnish particulars:		
4.2	Is the bidder or any of its directors listed on the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004)? To access this Register enter the National Treasury's website, www.treasury.gov.za, click on the icon "Register for Tender Defaulters" or submit your written request for a hard copy of the Register to facsimile number (012) 3265445.	Yes ☐	No ☐
4.2.1	If so, furnish particulars:		
4.3	Was the bidder or any of its directors convicted by a court of law (including a court outside of the Republic of South Africa) for fraud or corruption during the past five years?	Yes ☐	No ☐
4.3.1	If so, furnish particulars:		
4.4	Was any contract between the bidder and any organ of state terminated during the past five years on account of failure to perform on or comply with the contract?	Yes ☐	No ☐
4.4.1	If so, furnish particulars:		

CERTIFICATION

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

I ACCEPT THAT, IN ADDITION TO CANCELLATION OF A CONTRACT,
ACTION MAY BE TAKEN AGAINST ME SHOULD THIS DECLARATION
PROVE TO BE FALSE.

.....
Signature

.....
Date

.....
Position

.....
Name of Bidder

CERTIFICATE OF INDEPENDENT BID DETERMINATION

- 1 This Standard Bidding Document (SBD) must form part of all bids¹ invited.
- 2 Section 4 (1) (b) (iii) of the Competition Act No. 89 of 1998, as amended, prohibits an agreement between, or concerted practice by, firms, or a decision by an association of firms, if it is between parties in a horizontal relationship and if it involves collusive bidding (or bid rigging).² Collusive bidding is a *pe se* prohibition meaning that it cannot be justified under any grounds.
- 3 Treasury Regulation 16A9 prescribes that accounting officers and accounting authorities must take all reasonable steps to prevent abuse of the supply chain management system and authorizes accounting officers and accounting authorities to:
 - a. disregard the bid of any bidder if that bidder, or any of its directors have abused the institution's supply chain management system and or committed fraud or any other improper conduct in relation to such system.
 - b. cancel a contract awarded to a supplier of goods and services if the supplier committed any corrupt or fraudulent act during the bidding process or the execution of that contract.
- 4 This SBD serves as a certificate of declaration that would be used by institutions to ensure that, when bids are considered, reasonable steps are taken to prevent any form of bid-rigging.
- 5 In order to give effect to the above, the attached Certificate of Bid Determination (SBD 9) must be completed and submitted with the bid:

¹ Includes price quotations, advertised competitive bids, limited bids and proposals.

² Bid rigging (or collusive bidding) occurs when businesses, that would otherwise be expected to compete, secretly conspire to raise prices or lower the quality of goods and / or services for purchasers who wish to acquire goods and / or services through a bidding process. Bid rigging is, therefore, an agreement between competitors not to compete.

CERTIFICATE OF INDEPENDENT BID DETERMINATION

I, the undersigned, in submitting the accompanying bid:

(Bid Number and Description)

in response to the invitation for the bid made by:

(Name of Institution)

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

I certify, on behalf of: _____ that:

(Name of Bidder)

1. I have read and I understand the contents of this Certificate;
2. I understand that the accompanying bid will be disqualified if this Certificate is found not to be true and complete in every respect;
3. I am authorized by the bidder to sign this Certificate, and to submit the accompanying bid, on behalf of the bidder;
4. Each person whose signature appears on the accompanying bid has been authorized by the bidder to determine the terms of, and to sign the bid, on behalf of the bidder;
5. For the purposes of this Certificate and the accompanying bid, I understand that the word "competitor" shall include any individual or organization, other than the bidder, whether or not affiliated with the bidder, who:
 - (a) has been requested to submit a bid in response to this bid invitation;
 - (b) could potentially submit a bid in response to this bid invitation, based on their qualifications, abilities or experience; and
 - (c) provides the same goods and services as the bidder and/or is in the same line of business as the bidder

6. The bidder has arrived at the accompanying bid independently from, and without consultation, communication, agreement or arrangement with any competitor. However communication between partners in a joint venture or consortium³ will not be construed as collusive bidding.
7. In particular, without limiting the generality of paragraphs 6 above, there has been no consultation, communication, agreement or arrangement with any competitor regarding:
 - (a) prices;
 - (b) geographical area where product or service will be rendered (market allocation)
 - (c) methods, factors or formulas used to calculate prices;
 - (d) the intention or decision to submit or not to submit, a bid;
 - (e) the submission of a bid which does not meet the specifications and conditions of the bid; or
 - (f) bidding with the intention not to win the bid.
8. In addition, there have been no consultations, communications, agreements or arrangements with any competitor regarding the quality, quantity, specifications and conditions or delivery particulars of the products or services to which this bid invitation relates.
9. The terms of the accompanying bid have not been, and will not be, disclosed by the bidder, directly or indirectly, to any competitor, prior to the date and time of the official bid opening or of the awarding of the contract.

³ Joint venture or Consortium means an association of persons for the purpose of combining their expertise, property, capital, efforts, skill and knowledge in an activity for the execution of a contract.

SBD 9

10. I am aware that, in addition and without prejudice to any other remedy provided to combat any restrictive practices related to bids and contracts, bids that are suspicious will be reported to the Competition Commission for investigation and possible imposition of administrative penalties in terms of section 59 of the Competition Act No 89 of 1998 and or may be reported to the National Prosecuting Authority (NPA) for criminal investigation and or may be restricted from conducting business with the public sector for a period not exceeding ten (10) years in terms of the Prevention and Combating of Corrupt Activities Act No 12 of 2004 or any other applicable legislation.

.....
Signature

.....
Date

.....
Position

.....
Name of Bidder

Js914w 2

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.

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General Conditions of Contract

1. Definitions

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

RSA.

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

obligations of the supplier covered under the contract.

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

2. Application

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

3. General

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

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 Programme (NIP)	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.

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