

SBD 1: PART A - INVITATION TO BID

YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF THE (NAME OF DEPARTMENT/ PUBLIC ENTITY)					
BID NUMBER:	LGB01/07/2026/27RFB	CLOSING DATE:	07 AUGUST 2026	CLOSING TIME:	11:00
VENUE FOR COMPULSORY BRIEFING SESSION	ROULETTE BOARDROOM / SECOND FLOOR FOYER	BRIEFING SESSION DATE:	24 JULY 2026	BRIEFING SESSION TIME:	11:00
DESCRIPTION	APPOINTMENT OF A SERVICE PROVIDER FOR THE PROVISION OF PHYSICAL SECURITY SERVICES TO THE LIMPOPO GAMBLING BOARD FOR A PERIOD OF THREE (3) YEARS.				
BID RESPONSE DOCUMENTS MAY BE DEPOSITED IN THE BID BOX SITUATED AT (STREET ADDRESS):					
LIMPOPO GAMBLING BOARD					
08 HANS VAN RENSBURG STREET					
POLOKWANE, 0699					
BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO			TECHNICAL ENQUIRIES MAY BE DIRECTED TO:		
CONTACT PERSON	MR. JOHN LEGODI	CONTACT PERSON	DR. DANIEL MALESA		
TELEPHONE NUMBER	N/A	TELEPHONE NUMBER	N/A		
FACSIMILE NUMBER	N/A	FACSIMILE NUMBER	N/A		
E-MAIL ADDRESS	Legodi@lgb.co.za	E-MAIL ADDRESS	Malesa@lgb.co.za		
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					
SUPPLIER COMPLIANCE STATUS	TAX COMPLIANCE SYSTEM PIN:		OR	CENTRAL SUPPLIER DATABASE No:	MAAA
ARE YOU THE ACCREDITED REPRESENTATIVE IN SOUTH AFRICA FOR THE GOODS /SERVICES OFFERED?	☐ Yes ☐ No [IF YES ENCLOSE PROOF]		ARE YOU A FOREIGN BASED SUPPLIER FOR THE GOODS /SERVICES OFFERED?		☐ Yes ☐ No [IF YES, ANSWER THE QUESTIONNAIRE BELOW]
QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS					
IS THE ENTITY A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)?				☐ YES ☐ NO	
DOES THE ENTITY HAVE A BRANCH IN THE RSA?				☐ YES ☐ NO	
DOES THE ENTITY HAVE A PERMANENT ESTABLISHMENT IN THE RSA?				☐ YES ☐ NO	
DOES THE ENTITY HAVE ANY SOURCE OF INCOME IN THE RSA?				☐ YES ☐ NO	
IS THE ENTITY LIABLE IN THE RSA FOR ANY FORM OF TAXATION?				☐ YES ☐ NO	
IF THE ANSWER IS "NO" TO ALL OF THE ABOVE, THEN IT IS NOT A REQUIREMENT TO REGISTER FOR A TAX COMPLIANCE STATUS SYSTEM PIN CODE FROM THE SOUTH AFRICAN REVENUE SERVICE (SARS) AND IF NOT REGISTER AS PER 2.3 BELOW.					

PART B

TERMS AND CONDITIONS FOR BIDDING

1. BID SUBMISSION:
1.1. BIDS MUST BE DELIVERED BY THE STIPULATED TIME TO THE CORRECT ADDRESS. LATE BIDS WILL NOT BE ACCEPTED FOR CONSIDERATION.
1.2. ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS PROVIDED (NOT TO BE RE-TYPED) OR IN THE MANNER PRESCRIBED IN THE BID DOCUMENT.
1.3. THIS BID IS SUBJECT TO THE PREFERENTIAL PROCUREMENT POLICY FRAMEWORK ACT, 2000 AND THE PREFERENTIAL PROCUREMENT REGULATIONS, THE GENERAL CONDITIONS OF CONTRACT (GCC) AND, IF APPLICABLE, ANY OTHER SPECIAL CONDITIONS OF CONTRACT.
1.4. THE SUCCESSFUL BIDDER WILL BE REQUIRED TO FILL IN AND SIGN A WRITTEN CONTRACT FORM (SBD7).
2. TAX COMPLIANCE REQUIREMENTS
2.1 BIDDERS MUST ENSURE COMPLIANCE WITH THEIR TAX OBLIGATIONS.
2.2 BIDDERS ARE REQUIRED TO SUBMIT THEIR UNIQUE PERSONAL IDENTIFICATION NUMBER (PIN) ISSUED BY SARS TO ENABLE THE ORGAN OF STATE TO VERIFY THE TAXPAYER'S PROFILE AND TAX STATUS.
2.3 APPLICATION FOR TAX COMPLIANCE STATUS (TCS) PIN MAY BE MADE VIA E-FILING THROUGH THE SARS WEBSITE WWW.SARS.GOV.ZA .
2.4 BIDDERS MAY ALSO SUBMIT A PRINTED TCS CERTIFICATE TOGETHER WITH THE BID.
2.5 IN BIDS WHERE CONSORTIA / JOINT VENTURES / SUB-CONTRACTORS ARE INVOLVED; EACH PARTY MUST SUBMIT A SEPARATE TCS CERTIFICATE / PIN / CSD NUMBER.
2.6 WHERE NO TCS PIN IS AVAILABLE BUT THE BIDDER IS REGISTERED ON THE CENTRAL SUPPLIER DATABASE (CSD), A CSD NUMBER MUST BE PROVIDED.
2.7 NO BIDS WILL BE CONSIDERED FROM PERSONS IN THE SERVICE OF THE STATE, COMPANIES WITH DIRECTORS WHO ARE PERSONS IN THE SERVICE OF THE STATE, OR CLOSE CORPORATIONS WITH MEMBERS PERSONS IN THE SERVICE OF THE STATE."

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

SIGNATURE OF BIDDER:

.....

CAPACITY UNDER WHICH THIS BID IS SIGNED:

.....

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

DATE:

.....

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 State institution

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.
- 3.5 There have been no consultations, communications, agreements or arrangements made by the bidder with any official of the procuring

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.

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 2022

This preference form must form part of all tenders invited. It contains general information and serves as a claim form for preference points for specific goals.

NB: BEFORE COMPLETING THIS FORM, TENDERERS MUST STUDY THE GENERAL CONDITIONS, DEFINITIONS AND DIRECTIVES APPLICABLE IN RESPECT OF THE TENDER AND PREFERENTIAL PROCUREMENT REGULATIONS, 2022

1. GENERAL CONDITIONS

1.1 The following preference point systems are applicable to invitations to tender:

- the 80/20 system for requirements with a Rand value of up to R50 000 000 (all applicable taxes included); and
- the 90/10 system for requirements with a Rand value above R50 000 000 (all applicable taxes included).

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

(delete whichever is not applicable for this tender).

- a) The applicable preference point system for this tender is the **80/20** preference point system.

1.3 Points for this tender (even in the case of a tender for income-generating contracts) shall be awarded for:

- (a) Price; and
(b) Specific Goals.

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

The maximum points for this tender are allocated as follows:

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

1.5 Failure on the part of a tenderer to submit proof or documentation required in terms of this tender to claim points for specific goals with the tender, will be interpreted to mean that preference points for specific goals are not claimed.

1.6 The organ of state reserves the right to require of a tenderer, either before a tender is

adjudicated or at any time subsequently, to substantiate any claim in regard to preferences, in any manner required by the organ of state.

2. DEFINITIONS

- (a) **“tender”** means a written offer in the form determined by an organ of state in response to an invitation to provide goods or services through price quotations, competitive tendering process or any other method envisaged in legislation;
- (b) **“price”** means an amount of money tendered for goods or services, and includes all applicable taxes less all unconditional discounts;
- (c) **“rand value”** means the total estimated value of a contract in Rand, calculated at the time of bid invitation, and includes all applicable taxes;
- (d) **“tender for income-generating contracts”** means a written offer in the form determined by an organ of state in response to an invitation for the origination of income-generating contracts through any method envisaged in legislation that will result in a legal agreement between the organ of state and a third party that produces revenue for the organ of state, and includes, but is not limited to, leasing and disposal of assets and concession contracts, excluding direct sales and disposal of assets through public auctions; and
- (e) **“the Act”** means the Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000).

3. FORMULAE FOR PROCUREMENT OF GOODS AND SERVICES

3.1. POINTS AWARDED FOR PRICE

3.1.1 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
$Ps = 80 \left(1 - \frac{Pt - P_{min}}{P_{min}} \right) \text{ or } Ps = 90 \left(1 - \frac{Pt - P_{min}}{P_{min}} \right)$		

Where

- Ps = Points scored for price of tender under consideration
- Pt = Price of tender under consideration
- Pmin = Price of lowest acceptable tender

3.2. FORMULAE FOR DISPOSAL OR LEASING OF STATE ASSETS AND INCOME GENERATING PROCUREMENT

3.2.1. POINTS AWARDED FOR PRICE

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

$$\begin{array}{ccc} 80/20 & \text{or} & 90/10 \\ Ps = 80 \left(1 + \frac{Pt - P_{max}}{P_{max}} \right) & \text{or} & Ps = 90 \left(1 + \frac{Pt - P_{max}}{P_{max}} \right) \end{array}$$

Where

Ps = Points scored for price of tender under consideration

Pt = Price of tender under consideration

Pmax = Price of highest acceptable tender

4. POINTS AWARDED FOR SPECIFIC GOALS

4.1. In terms of Regulation 4(2); 5(2); 6(2) and 7(2) of the Preferential Procurement Regulations, preference points must be awarded for specific goals stated in the tender. For the purposes of this tender the tenderer will be allocated points based on the goals stated in table 1 below as may be supported by proof/ documentation stated in the conditions of this tender:

4.2. In cases where organs of state intend to use Regulation 3(2) of the Regulations, which states that, if it is unclear whether the 80/20 or 90/10 preference point system applies, an organ of state must, in the tender documents, stipulate in the case of—

(a) an invitation for tender for income-generating contracts, that either the 80/20 or 90/10 preference point system will apply and that the highest acceptable tender will be used to determine the applicable preference point system; or

(b) any other invitation for tender, that either the 80/20 or 90/10 preference point system will apply and that the lowest acceptable tender will be used to determine the applicable preference point system,

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

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

(Note to organs of state: Where either the 90/10 or 80/20 preference point system is applicable, corresponding points must also be indicated as such.)

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

The specific goals allocated points in terms of this tender	Number of points allocated (80/20 system) (To be completed by the organ of state)	Number of points claimed (80/20 system) (To be completed by the tenderer)	Means of Verification
Black People: More than 51% Black Owned	2		CSD Report
Youth: More than 51% Youth Owned	2		CSD Report
Women: 51% Women Owned	4		CSD Report
Persons with Disability: More than 51% Disability Owned	4		CSD Report and Medical Certificate
Small, Medium and Micro Enterprises (SMMEs)	2		CSD Report
Enterprises located in rural areas and townships	2		CSD Report- Preferred address (Attach Municipal Bill, Tribal Authority Letter Or Lease Agreement)
Military Veteran	2		CSD Report and certificate of service
Provincially Based	2		CSD Report- Preferred address (Attach Municipal Bill, Tribal Authority Letter Or Lease Agreement)

DECLARATION WITH REGARD TO COMPANY/FIRM

4.3. Name of company/firm.....

4.4. Company registration number:

4.5. TYPE OF COMPANY/ FIRM

- ☐ Partnership/Joint Venture / Consortium
- ☐ One-person business/sole propriety
- ☐ Close corporation
- ☐ Public Company
- ☐ Personal Liability Company
- ☐ (Pty) Limited
- ☐ Non-Profit Company
- ☐ State Owned Company

[TICK APPLICABLE BOX]

4.6. I, the undersigned, who is duly authorised to do so on behalf of the company/firm, certify that the points claimed, based on the specific goals as advised in the tender, qualifies the company/ firm for the preference(s) shown and I acknowledge that:

- i) The information furnished is true and correct;
- ii) The preference points claimed are in accordance with the General Conditions as indicated in paragraph 1 of this form;
- iii) In the event of a contract being awarded as a result of points claimed as shown in paragraphs 1.4 and 4.2, the contractor may be required to furnish documentary proof to the satisfaction of the organ of state that the claims are correct;
- iv) If the specific goals have been claimed or obtained on a fraudulent basis or any of the conditions of contract have not been fulfilled, the organ of state may, in addition to any other remedy it may have –
 - (a) disqualify the person from the tendering process;
 - (b) recover costs, losses or damages it has incurred or suffered as a result of that person's conduct;
 - (c) cancel the contract and claim any damages which it has suffered as a result of having to make less favourable arrangements due to such cancellation;
 - (d) recommend that the tenderer or contractor, its shareholders and directors, or only the shareholders and directors who acted on a fraudulent basis, be restricted from obtaining business from any organ of state for a period not exceeding 10 years, after the *audi alteram partem* (hear the other side) rule has been applied; and
 - (e) forward the matter for criminal prosecution, if deemed necessary.

.....	
SIGNATURE(S) OF TENDERER(S)	
SURNAME AND NAME:	
DATE:	
ADDRESS:	
	
	
	

**APPOINTMENT OF A SERVICE PROVIDER FOR THE PROVISION OF
PHYSICAL SECURITY FOR THE LIMPOPO GAMBLING BOARD FOR A
PERIOD OF THREE (3) YEARS.**



BID NO: LGB01/07/2026/27RFB

PART A - INVITATION TO BID

YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF THE LIMPOPO GAMBLING BOARD.

BID NUMBER:	LGB01/07/2026/27RFB		CLOSING DATE:	24 AUGUST 2026		CLOSING TIME:	11:00	
DESCRIPTION	APPOINTMENT OF A SERVICE PROVIDER FOR THE PROVISION OF PHYSICAL SECURITY SERVICES TO THE LIMPOPO GAMBLING BOARD FOR A PERIOD OF THREE (3) YEARS							
BID RESPONSE DOCUMENTS MAY BE DEPOSITED IN THE BID BOX SITUATED AT:								
LIMPOPO GAMBLING BOARD, 08 HANS VAN RENSBURG STREET, POLOKWANE, 0699								
BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO:					TECHNICAL ENQUIRIES MAY BE DIRECTED TO:			
CONTACT PERSON	MR. J. LEGODI			CONTACT PERSON	DR. M.D. MALESA			
TELEPHONE NUMBER				TELEPHONE NUMBER				
FACSIMILE NUMBER	N/A			FACSIMILE NUMBER	N/A			
E-MAIL ADDRESS	legodi@lgb.co.za			E-MAIL ADDRESS	malesa@lgb.co.za			
SUPPLIER INFORMATION:								
NAME OF BIDDER								
POSTAL ADDRESS								
STREET ADDRESS								
TELEPHONE NUMBER	CODE		NUMBER					
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ARE YOU THE ACCREDITED REPRESENTATIVE IN SOUTH AFRICA FOR THE GOODS /SERVICES OFFERED?	☐ Yes ☐ No [IF YES ENCLOSE PROOF]		ARE YOU A FOREIGN BASED SUPPLIER FOR THE GOODS /SERVICES OFFERED?		☐ Yes ☐ No [IF YES, ANSWER THE QUESTIONNAIRE BELOW]			
QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS:								
IS THE ENTITY A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)?					☐ YES ☐ NO			
DOES THE ENTITY HAVE A BRANCH IN THE RSA?					☐ YES ☐ NO			
DOES THE ENTITY HAVE A PERMANENT ESTABLISHMENT IN THE RSA?					☐ YES ☐ NO			
DOES THE ENTITY HAVE ANY SOURCE OF INCOME IN THE RSA?					☐ YES ☐ NO			
IS THE ENTITY LIABLE IN THE RSA FOR ANY FORM OF TAXATION?					☐ YES ☐ NO			
IF THE ANSWER IS "NO" TO ALL OF THE ABOVE, THEN IT IS NOT A REQUIREMENT TO REGISTER FOR A TAX COMPLIANCE STATUS SYSTEM PIN CODE FROM THE SOUTH AFRICAN REVENUE SERVICE (SARS) AND IF NOT REGISTER AS PER 2.3 BELOW.								

PART B - TERMS AND CONDITIONS FOR BIDDING

1. BID SUBMISSION:

- 1.1. BIDS MUST BE DELIVERED BY THE STIPULATED TIME TO THE CORRECT ADDRESS. LATE BIDS WILL NOT BE ACCEPTED FOR CONSIDERATION.
- 1.2. ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS PROVIDED (NOT TO BE RE-TYPED) OR IN THE MANNER PRESCRIBED IN THE BID DOCUMENT.
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- 2.1 BIDDERS MUST ENSURE COMPLIANCE WITH THEIR TAX OBLIGATIONS.
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NB: FAILURE TO PROVIDE / OR COMPLY WITH ANY OF THE ABOVE PARTICULARS MAY RENDER THE BID INVALID.

SIGNATURE OF BIDDER:

.....

CAPACITY UNDER WHICH THIS BID IS SIGNED:

.....

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

DATE:

.....

1. DEFINITIONS AND TERMS

1.1. Definitions:

In these Terms of Reference, unless the context indicates otherwise, a word or expression to which a meaning has been ascribed in the Terms of Reference, has the same meaning, and

- (a) **"Contract"** means an agreement entered into between the successful bidder and the Limpopo Gambling Board where the successful bidder agreed to render physical security services as specified in the Terms of Reference. Such a contract will include all appendices to the main document and must conform to the Terms of Reference.
- (b) **"Bidder"** means a person or legal entity submitting a competitive bid or quotation to the Limpopo Gambling Board in response to this procurement process.
- (c) **"Service Provider"** means the successful bidder appointed by the Limpopo Gambling Board to perform the services described in this bid document and the signed Service Level Agreement (SLA).

1.2. Abbreviations:

- a) "COIDA" means Compensation for Occupational Injuries and Diseases Act.
- b) "CIPC" means Companies and Intellectual Property Commission.
- c) "CSD" means Central Supplier Database.
- d) "LGB" means Limpopo Gambling Board.
- e) "PSIRA" means Private Security Industry Regulatory Authority.
- f) "SBD" means the Standard Bidding Document.
- g) "SLA" means Service Level Agreement.
- h) "UIF" means Unemployment Insurance Fund.

- 1.3. Words in the singular shall also include words in the plural and vice versa and words denoting the male gender shall be interpreted as also referring to the female gender where the context permits.

2. SCOPE AND SERVICE REQUIREMENTS

- 2.1. Limpopo Gambling Board would like to procure 24-hour physical security services for the offices situated at 08 Hans Van Rensburg Street, Polokwane.
- 2.2. The number of security officers required shall be five (5) security officers to provide security services on a 24-hour basis, seven (7) days per week, as follows:
 - 2.2.1. Three (3) security officers on day shift, two (2) security officers on night shift and a minimum of one (1) armed security officer per shift.
- 2.3. The duration of the contract will be for a period of three (3) years, commencing from the date on which the successful bidder and LGB sign the standard Service Level Agreement.
- 2.4. All security officers deployed under this contract must be registered with the Private Security Industry Regulatory Authority (PSIRA) at a Grade C level.
- 2.5. A compulsory briefing session will be held at the **Limpopo Gambling Board, situated at 08 Hans Van Rensburg Street, Polokwane, on 24 July 2026 at 11:00.**
 - 2.5.1. Bidders who arrive after 11:15 will not be permitted to sign the attendance register.
 - 2.5.2. Failure to attend the compulsory briefing session will result in automatic disqualification.
 - 2.5.3 All enquiries should be made through an email to the relevant officials as indicated on SBD 1 form and no enquiries will be responded to within seven (7) days prior to the closing date of the bid.

3. MINIMUM BID REQUIREMENTS

3.1. Technical requirements

The following are minimum security requirements for bidders: -

- 3.1.1. Office infrastructure and Functional Control Room.
- 3.1.2. Record of criminal checks and vetting on guards.
- 3.1.3. Base station with handheld two-way radios and cell phones:

- a) Hand-held two-way radios provided by the Successful bidder shall have an adequate range within the vicinity where the security services are rendered in order to ensure good communication between any two points within a patrolled area of responsibility on the premises of the client.
- b) Any changes in these networks or call-signs shall forthwith be brought to the attention of the Limpopo Gambling Board in writing.
- c) The hand-held two-way radios shall at all times be in working condition. The Successful bidder shall at his own cost supply a base radio, to be installed in the Control Room, which shall enable direct communication between the client's personnel and the successful bidder's personnel. Proper radio procedures and protocol shall be used.

3.1.4. Firearms

The successful bidder shall provide firearms and valid firearm licenses equivalent to the number required per site before commencement of the contract. The successful bidder shall at all times, during the contract period ensure that: -

- a) All firearms to be deployed at LGB site shall be accompanied by a certificate issued by a qualified Gunsmith declaring that the firearms are serviceable and comply with the Firearms Control Act 60 of 2000. The Certificate must be renewed at least once every twelve (12) months.
- b) Only firearms registered in the name of the successful bidding entity shall be permitted on the LGB site.
- c) The successful bidder shall at all times ensure that all firearms and ammunition issued to his personnel are in clean and working condition and are properly maintained.
- d) All handguns carried by personnel must be securely holstered.
- e) Security officers who are assigned firearms must have a valid competency certificate to handle the relevant firearm carried.

3.1.5. The successful bidder shall provide full corporate uniforms for all security officers, as follows:

- a) trousers
- b) shirts
- c) tie
- d) corporate neck scarf
- e) skirt
- f) pullover
- g) jersey
- h) blazers
- i) black shoes
- j) socks
- k) stockings/legwear

3.1.6. Occurrence Books

The successful bidder shall provide occurrence books which must be engraved with both the bidder's Logo and the Limpopo Gambling Board Logo on the date of commencement of deployment. All Occurrence Books deployed on LGB site shall be engraved with both logos at the expense of the successful bidder.

3.1.7. The successful bidder shall provide and maintain security registers as follows (templates to be provided upon appointment):

- a) Visitors Books
- b) Delivery Book
- c) After-Hours Book
- d) Vehicles Book
- e) Assets Book

3.1.8. Security Equipment and Operational Resources

- a) Handheld Metal Detector
- b) Baton Sticks
- c) Hand Cuffs with keys
- d) Torch / flashlight

- e) Bulletproof Vests
- f) ID cards
- g) PSIRA cards
- h) Stationery
- i) Whistle & Lanyard
- j) Pepper Spray
- k) Branded Vehicles.
- l) Panic Button

3.1.9. Policies and Procedures

The successful bidder shall have documented policies and procedures relevant to the provision of physical security services. The existence of these policies and procedures may be verified during the in loco (site) inspection.

At a minimum, the bidder shall have policies and procedures addressing the following:

- a) Armed attacks at guarded facilities (day and night);
- b) Theft at guarded facilities (day and night);
- c) Injuries or fatalities resulting from security breaches; and
- d) Handling of unarmed visitors, employees, and members of the public.

The purpose of the verification shall be limited to confirming the existence and availability of the policies and procedures. The Limpopo Gambling Board reserves the right to request access to such documents during the in loco inspection.

3.1.10. Management of Discipline

- a) The successful bidder must draw up and properly and consistently enforce a disciplinary code in respect of all security officers in its employ and undertakes to submit certified copies of its current grievance and disciplinary procedures before commencement of the contract.

- b) Disciplinary code contemplated above must contain rules which adequately reflect the relevant values and principles as well as any further rules that are reasonably necessary to ensure disciplined, honest, safe, reasonable, professional, and competent conduct by security officers in the circumstances in which they are employed and made available by the successful bidder for the rendering of security services.

3.1.11. Insurance Cover

- a) The successful bidder shall at all times be liable for the acts and omissions of its employees providing security services to the Limpopo Gambling Board when acting within the course and scope of their duties and employment.
- b) The successful bidder will be held responsible for any damage to or loss of assets suffered by LGB as a result of the bidder's security officers' negligence or wilful action in the ordinary execution of their duty. As such, the successful bidder is required to provide Proof of Insurance Cover for a minimum amount equivalent to R1,000,000.00 to cover such damage/loss.
- c) The successful bidder shall furnish the Limpopo Gambling Board with a copy of the policy cover and a letter from the relevant insurance company confirming that the policy is effective. The policy should be in existence on the commencement date of the contract and should be in force for the duration of the contract.
- d) The Limpopo Gambling Board reserves the right to request proof of insurance cover at any time during the duration of the contract. The successful bidder shall, upon request, furnish the Board with updated proof of insurance and confirmation from the relevant insurer that the policy remains valid, active, and in force.

3.1.12. Public Liability

- a) The Limpopo Gambling Board will not be responsible for any loss or damage to the successful bidder's vehicles, equipment, or materials used in providing security services on the premises.

- b) As such the successful bidder is required to provide a **Proof of Public Liability Insurance** to a minimum amount equivalent to **R1,000,000.00**. The successful bidder shall indemnify and hold the Limpopo Gambling Board harmless against –
- (i) Liability in respect of any damage to property, whether movable or immovable, belonging to third parties and on the premises of the Limpopo Gambling Board; and
 - (ii) Liability in respect of death of, unlawful arrest, injury, illness or disease to any person connected to the rendering of the security services.
- c) The successful bidder shall furnish the Board with a copy of the policy cover and a letter from the relevant insurance company confirming that the policy is effective. The policy should be in existence on the commencement date of the contract and should remain in force for the duration of the contract.
- d) The Limpopo Gambling Board reserves the right to request proof of public liability insurance at any stage during the contract period. Failure to provide satisfactory proof within the period specified by the Board may constitute a material breach of contract.

4. REQUIRED SUPPORTING DOCUMENTS

Service providers are required to submit the documentation listed below together with their bids. Please refer to the complete checklist for all mandatory supporting documents and requirements.

4.1. Identity Documents

Certified copies of identity documents of directors or authorized representatives. Where a service is represented by an authorized representative, a signed letter of proxy authorizing such representation must be attached.

4.2 References and Previous Work

Copies of signed reference letters, contracts or purchase orders confirming most recent or previous similar services rendered.

4.3. Pricing Schedule

4.3.1. Fully completed SBD 3.1 – Pricing Schedule (Firm Prices) for the contract duration (36 months).

4.3.2. Service providers must provide a detailed cost breakdown per contract year, Year 1, Year 2, and Year 3, as well as the total contract cost.

4.3.3. Prices must be quoted in South African Rand (ZAR), VAT inclusive.

4.3.4. The bid must remain valid for a period of one hundred and twenty (120) days from the closing date of the bid.

4.3.5. Bidders are required to submit their quotations based on the applicable PSIRA rates.

4.4. Standard Bidding Documents (SBDs)

The following must be completed and submitted:

4.4.1. SBD 1 – Invitation to Bid (proof of authority must also be completed)

4.4.2. SBD 3.1 - Pricing Schedule (Firm Prices)

4.4.3. SBD 4 - Bidder's Disclosure

4.4.4. SBD 6.1 - Preference Points Claim Form (Where preference points are claimed on SBD 6.1, the supporting documentation submitted must correspond with the information declared in the SBD form and the CSD report. Failure to submit supporting documentation consistent with the SBD 6.1 declaration will result in the preference points not being awarded).

4.4.5 SBD 7.2 - Contract Form: Rendering Of Services

- a) The SBD 7.2 (Contract Form – Rendering of Services) is included in this bid document for information purposes. Bidders are not required to complete or sign this form at bid submission stage.

- b) The form shall be completed and signed by the successful bidder and the Limpopo Gambling Board upon award of the contract and prior to the commencement of the services.

4.5. General Conditions of Contract

The General Conditions of Contract (GCC), as issued by National Treasury, will apply to this quotation. Service providers are required to initial each page of the GCC as confirmation of acceptance of the terms and conditions contained therein.

5. SIGNING OF CONTRACT AND SERVICE LEVEL AGREEMENT (SLA)

The appointment of the successful service provider is subject to the signing of a formal contract and Service Level Agreement (SLA). The contract period of thirty-six (36) months shall commence from the dates indicated in the Service Level Agreement (SLA).

6. EVALUATION CRITERIA

The evaluation process will be conducted in three stages:

6.1. Stage 1: Administrative Compliance (and the checklist)

Bidders are required to comply with the following minimum administrative requirements and proof of all documentation must be attached and/or fully completed. Failure to attach will result in disqualification.

6.1.1. CSD Registration

Bidders must be registered on the Central Supplier Database (CSD) and submit a CSD summary report. This is to ensure that the correct CSD number is submitted, and the Limpopo Gambling Board (LGB) will verify the number on the CSD database.

6.1.2. Proof of Authority

Proof of authority to sign the documents (e.g., Company Resolution or Letter of Authority) must be submitted. Failure to submit will lead to disqualification.

6.1.3. Private Security Industry Regulatory Authority (PSIRA) Registration

- a) The bidder/bidding entity must be registered with the PSIRA in terms of the Private Security Industry Regulation Act, 2001 (Act No. 56 of 2001), read together with the Private Security Industry Regulation Amendment Act, 2014 (Act No. 18 of 2014).
- b) The Director(s) of the bidder/bidding company must be registered with PSIRA in terms of the Private Security Industry Regulation Act, 2001 (Act No. 56 of 2001).
- c) Proof of valid PSIRA registration for both the company and its directors must be attached.
- d) All compliance certificates submitted must be valid at the closing date of the bid.

6.1.4. Firearm licences

Proof of a valid firearm licence registered in the name of the bidding entity must be attached.

6.1.5. Submission of Documents

All documents requested in the bid must be fully completed, signed where required, initialled on each page, and submitted as a complete set. Failure to comply with these requirements may lead to disqualification.

6.1.6. Alterations and Corrections

The use of correction fluid is strictly prohibited. Any alterations or amendments must be signed by the authorised signatory. Failure to do so will lead to disqualification.

6.1.7. Packaging, Sealing and Marking (Hard Copy Submissions)

All bid documents must be securely bound and submitted as hard copies. Furthermore, they must be securely packaged and sealed to prevent tampering or loss during submission. Each submission must be clearly marked with the reference number, closing date, and closing time as stipulated in the tender document. Late submissions, or submissions that are unmarked, improperly bound, or inadequately packaged, will be rejected.

No.	Checklist (Minimum proof required)	Y	N
a)	Attendance of Compulsory Briefing Session (to be verified by LGB)		
b)	Completed and signed bid document		
c)	Proof of registration on the Central Supplier Database (CSD)		
d)	Certified copy of company registration documents (CIPC)		
e)	Certified copies of Directors' identity document		
f)	Valid PSIRA registration certificate for the company		
g)	Valid PSIRA registration certificates for all directors of the bidding entity		
h)	Valid COIDA Letter of Good Standing		
i)	Proof of UIF Registration		
j)	Proof of a valid firearm licence registered in the name of the bidding entity		
k)	Proof of Authority		
l)	Completed and signed SBD 1 – Invitation to Bid		
m)	Completed and signed SBD 3.1 - Firm Prices		
n)	Completed and signed SBD 4 – Bidders Disclosure		
o)	Completed and signed SBD 6.1 – Preference Points Claim Form		
p)	Submission of a joint venture Agreement in case of a Joint Venture		

6.2 Stage 2: Evaluation on Functionality

DESCRIPTION	EVIDENCE	POINTS
A. Experience of the company	Submission of appointment letters confirming similar services rendered (The appointment letter must clearly indicate the start and the end of the contract). (i) 7 years and above = 30 (ii) 5-6 years = 20 (iii) 3-4 years = 10 (iv) 0-2 years = 0	30

DESCRIPTION	EVIDENCE	POINTS
B. References	Contactable written references providing satisfactory performance and confirming experience in a similar role. The references must clearly indicate the start and end dates of the contract. (i) 5 references and above = 30 Points (ii) 3-4 references = 20 Points (iii) 1-2 reference = 10 Points (iv) No reference = 0 Points	30
C. Emergency Response Vehicle	The bidder must provide proof of ownership of emergency response vehicles. Ownership must be reflected either in the name of the bidding company or in the name of a director of the bidding company on the eNatis registration certificate. Photographs of the vehicles showing company branding must also be submitted. (i) Three (3) or more branded vehicles supported by eNatis certificates and photographs = 20 Points (ii) Two (2) branded vehicles supported by eNatis certificates and photographs = 10 Points (iii) One (1) branded vehicle supported by an eNatis certificate and photograph = 5 Points (iv) No Proof Submitted = 0 Points Failure to submit both the eNatis registration certificate and photographs of the branded emergency response vehicle(s) will result in a score of zero (0) points being allocated for this functionality criterion.	20

DESCRIPTION	EVIDENCE	POINTS
D. Operational Support Capability	Bidders must attach proof of the physical address of the operational control room (e.g, municipal account, lease agreement, title deed, or utility bill). (i) Control room within Capricorn District Municipality = 20 Points (ii) Control room within Limpopo Province but outside Capricorn District = 15 Points (iii) Control room outside Limpopo Province = 10 Points (iv) No proof submitted = 0 Points	20
TOTAL:		100

- a) Bids will be evaluated on functionality using the criteria below:

Calculation of points scored on functionality:

$$Ps = \frac{So}{Ms} \times 100$$

Where

Ps = Percentage scored for functionality by BID under consideration

So= Total Score of BID under consideration

Ms = Maximum possible score

- b) **Minimum qualifying score:** 70 out of 100 points.
- c) Service providers failing to achieve 70% will be disqualified from further evaluation.

6.3. Stage 3: In Loco (Site) inspection (Verification stage)

- 6.3.1. The Limpopo Gambling Board reserves the right to conduct an in loco inspection of bidders who have successfully met the minimum functionality threshold.
- 6.3.2. The purpose of the in loco inspection is to verify the information, infrastructure, resources and operational capabilities submitted by the bidder during the bid process.

- 6.3.3. The information provided by the bidder in the bid submission will be verified during the in loco inspection. Should any information submitted be found to be false, misleading or materially different from the information verified during the inspection, or should the bidder fail to demonstrate the existence of the resources, facilities, equipment, systems, personnel, policies, procedures and capabilities claimed in the bid, the bidder will be disqualified.
- 6.3.4. The following items shall be verified during the in loco inspection of the bidder's premises and operational facilities:

ITEM NO	DESCRIPTION	YES	NO
A	Office infrastructure		
B	Functional Control Room		
C	Ability of the Control Room to communicate with security guards at guarded facilities		
D	Ability of security officers to communicate with the Control Room		
E	Record of criminal checks and vetting conducted on security guards		
F	Base station and handheld two-way radios		
G	Occurrence Books		
H	Policy and procedure for:		
	armed attacks at guarded facilities (day and night)		
	theft at guarded facilities (day and night)		
	injuries or fatalities resulting from security breaches		
	handling unarmed visitors or staff		
I	Incident logging, reporting, and escalation procedures		
J	Handheld metal detector		
K	Baton sticks		
L	Handcuffs with keys		
M	Torch/flashlight		
N	Bulletproof vests		
O	Security registers:		
	Visitors Book		
	Delivery Book		
	After Hours Book		
	Vehicles Book		
	Assets Book		
P	Employee ID cards		
Q	Valid PSIRA cards		
R	Stationery		
S	Whistle and lanyard		
T	Pepper spray		
U	Branded security vehicles		
V	Panic Button		

6.4. Stage 4: Evaluation in Terms of Price and Specific goals

- 6.4.1. Only bidders who successfully pass the in loco inspection and verification stage will proceed to the Price and Preference Points Evaluation.
- 6.4.2. Successful bidders will be evaluated on Specific Goals and Price.
- 6.4.3. Bidders should quote for the Limpopo Gambling Board based on PSIRA rates and must express amount in south African rands
- 6.4.4. The 80/20-point system shall be applicable in terms of the Preferential Procurement Regulations, 2022.
- 6.4.5 Preference points shall be allocated as follows: -

Criteria	Points
Price	80
Specific goals	20
TOTAL	100

6.5. Criteria for breaking deadlock in scoring

- 6.5.1 In the event that two (2) or more quotations have scored equal total points, the successful quotation must be the one (1) that scored the highest points for specific goals.
- 6.5.2. If two (2) or more quotations have equal points, including equal preference points for specific goals, the successful respondent must be the one (1) scoring the highest score for functionality, if functionality is part of the evaluation process.
- 6.5.3 In the event that two (2) or more quotations are equal in all respects, the award must be decided by the drawing of lots.

7. RESERVATION OF RIGHTS

Limpopo Gambling Board reserves the right to:-

- 7.1 Request further information from any service provider after the closing date of the bid;
- 7.2 Verify information and documentation of respective service provider from the South African Revenue Services (**SARS**), Companies & Intellectual Property Commission (**CIPC**), National Treasury or any other relevant entity or visit the premises of the service provider at any time without notice. Any information received which does not correspond with the one provided in the bid document will render the bid null and void;

- 7.3 Negotiate a market-related price with the tenderer scoring the highest points or cancel the bid;
- 7.4 If the respondent does not agree to a market-related price, negotiate a market-related price with the respondent scoring the second highest points or cancel the bid;
- 7.5 If the respondent scoring the second highest points does not agree to a market-related price, negotiate a market-related price with the respondent scoring the third highest points or cancel the bid.
- 7.6 If a market-related price is not agreed as envisaged in paragraph 5, the Limpopo Gambling Board must cancel the bid.
- 7.7 Not make an award;
- 7.8 Appoint a third party to evaluate the service provider's compliance with any aspect of this ;
- 7.9 Cancel the contract, if it is satisfied that any person (being an employee, partner, director or shareholder of the service provider or a person acting on behalf of or with the knowledge of the service provider), firm or company (The expression "person, firm or company" shall include an authorized employee or agent of such a person, firm or company):
- a) is executing a contract with the Limpopo Gambling Board unsatisfactorily;
 - b) has offered, promised or given a bribe or other gift or remuneration to any officer or employee in the Public Service in connection with obtaining or executing a contract;
 - c) has acted in a fraudulent manner or in bad faith or in any other unsatisfactory manner in obtaining a contract with any government department, provincial administration, public body, company or person, or that he has managed his affairs in such a way that he has in consequence there-of been found guilty of a criminal offence;
 - d) has withdrawn or amended his bid after the time set for the receipt and opening of bid.

APPROVED BY:



MR. M.G. MAKOKO
CHIEF EXECUTIVE OFFICER

GOVERNMENT PROCUREMENT
GENERAL CONDITIONS OF CONTRACT
July 2010

NOTES

The purpose of this document is to:

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

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

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

TABLE OF CLAUSES

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

General Conditions of Contract

1. Definitions

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

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

- 1.25 "Written" or "in writing" means handwritten in ink or any form of electronic or mechanical writing.
- 2. Application**
- 2.1 These general conditions are applicable to all bids, contracts and orders including bids for functional and professional services, sales, hiring, letting and the granting or acquiring of rights, but excluding immovable property, unless otherwise indicated in the bidding documents.
- 2.2 Where applicable, special conditions of contract are also laid down to cover specific supplies, services or works.
- 2.3 Where such special conditions of contract are in conflict with these general conditions, the special conditions shall apply.
- 3. General**
- 3.1 Unless otherwise indicated in the bidding documents, the purchaser shall not be liable for any expense incurred in the preparation and submission of a bid. Where applicable a non-refundable fee for documents may be charged.
- 3.2 With certain exceptions, invitations to bid are only published in the Government Tender Bulletin. The Government Tender Bulletin may be obtained directly from the Government Printer, Private Bag X85, Pretoria 0001, or accessed electronically from www.treasury.gov.za
- 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**
- 7.1 Within thirty (30) days of receipt of the notification of contract award,

security

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.

Js General Conditions of Contract (revised July 2010)