



**CUTTING OF MUNICIPAL GRASS VERGES, CUT BACKS, POISON SPRAYING AND
REMOVAL OF GRASS CREEP FOR A PERIOD OF THREE-YEARS**

Notice: 085 of 2025

TENDER NO: 8/2/RNM0596

NAME OF THE BIDDER

BID AMOUNT R _____

COMMUNITY SERVICES DEPARTMENT
P.O. BOX 5
PORT SHEPSTONE
4240

MAY 2025

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RAY NKONYENI MUNICIPALITY
NOTICE NO: 085 OF 2025
BID NO: 8/2/RNM0596

**CUTTING OF MUNICIPAL GRASS VERGES, CUT BACKS, POISON SPRAYING AND
REMOVAL OF GRASS CREEP FOR A PERIOD OF THREE-YEARS**

Bids are hereby invited for the Cutting of Municipal Grass verges, cut backs, poison spraying and removal of grass creep for a period of three years.

Bid documents can be downloaded on www.etenders.gov.za or www.rnm.gov.za from Friday 9 May 2025

Bidders to submit two (02) copies of the bid document together with the original bid document, bidders that fail to submit copies will be disqualified. Fully completed Bid documents must be submitted in a sealed envelope, clearly marked "8/2/RNM0596 Cutting of Municipal Grass verges, cut backs, poison spraying and removal of grass creep for a period of three years period and must be deposited in the Bid box at the Municipal offices at 10 Connor Street, Port Shepstone, no later than 12:00 on 23 May 2025 after which all Bids will be opened in public.

NB: TENDER PERIOD SHORTENED TO FOURTEEN DAYS

SPECIFIC GOALS	POINTS	Verification Documents
an EME or QSE which is at least 100% owned by black people;	20	CIPC documents and sworn affidavits
an EME or QSE which is at least 51% - 99% owned by black people;	16	CIPC documents and sworn affidavits
an EME or QSE which is at 25% - 50% owned by black people;	8	CIPC documents and sworn affidavits
Total points	20	

Kindly contact the following officials for any further enquiries: -

NORTH	MANAGER/CONTACT NUMBER	SUPERINTENDENT
Hibberdene/Port Shepstone	Mr P Sithole- 0746994619	Mr Dumisani Mhlongo- 0828312263
SOUTH		
Shelly Beach, Gamalakhe, Port Edward	Mr Khumalo 0648650714	Ms W Mqadi- 0736512530

Tenders will be evaluated on functionality and price. All tender offers that fail to score the minimum of 60% of points for will be rejected. The following criteria will be used for functionality evaluation:-

Criteria	Possible Full Points
Experience	10
Capacity	10
Total	20

All queries to be directed to Mr Sithole for the North section
Email address: Patrick.Sithole@rnm.gov.za

All queries to be directed to Mr Khumalo for the South Section
Email address: Sifiso.Khumalo@rnm.gov.za

NOTE TO BIDDERS ON CONDITIONS OF THE BID:

- The Supply Chain Management Policy of Ray Nkonyeni Municipality will apply. The Council reserves the right not to accept the lowest bid or any bid and reserves the right to accept the whole or part of the bid, or to reject all bids and cancel the notice to bid;
- Only service providers registered in the Central Supplier Database (CSD) will be considered, attach proof of registration failure to attach will result in your bid not evaluated further.
- Members or Directors of Companies or Service Providers who are state employees are not allowed to bid or quote;
- Unsuccessful bidders will be informed of the Bid outcome through the Municipal website. Aggrieved unsuccessful bidders will be allowed to lodge, within fourteen (14) days of the decision or action, a written objection or complaint to the Office of the Municipal Manager through email, mm@rnm.gov.za or fax number 0865297195. Complaints or objections received after fourteen (14) days of the date of the notice **will not** be entertained; and
- The original bid document plus TWO **extra** (02) copy must be submitted, failure to submit two copies will result in disqualification.
- Bids submitted are to be valid for a period of **120 days**.
- All chemicals used must be SABS approved
- Bidder must attach the latest audited financial statements with the Bid. Bidders who fail to furnish the latest audited financial statements will not be evaluated further.

K J ZULU
MUNICIPAL MANAGER

Ray Nkonyeni Municipality
10 Connor Street
P O Box 5
PORT SHEPSTONE
4240

**ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS
(NOT TO BE RE-TYPED)**

NB!!!! Please attach copies of the following documents.

- **Company registration documents.**
- **Certified copy of ID documents of directors/owners/members/
shareholders.**
- **Copy of a valid TAX Compliance Certificate
Or Tax Compliance Status PIN Sheet.**
- **Declarations (MBD 4, 6.1, 8 & 9).**
- **Joint Venture agreements (where applicable)**

STANDARD FORMS

THIS BID IS SUBJECT TO THE GENERAL CONDITIONS OF CONTRACT (GCC) AND, IF APPLICABLE, ANY OTHER SPECIAL CONDITIONS OF CONTRACT. THIS BID WILL BE EVALUATED AND ADJUDICATED ACCORDING TO THE FOLLOWING CRITERIA:

1. Relevant specifications
2. **Value for money**
3. Capability to execute the contract
4. PPPFA & associated regulations

NB: NO BIDS WILL BE CONSIDERED FROM PERSONS IN THE SERVICE OF THE STATE

RAY NKONYENI MUNICIPALITY STANDARD FORM FOR BIDS

YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF THE (RAY NKONYENI MUNICIPALITY)

BID NUMBER:	8/2/RNM0596	CLOSING DATE:	23 MAY 2025	CLOSING TIME:	12:00
DESCRIPTION	CUTTING OF MUNICIPAL GRASS VERGES, CUT BACKS, POISON SPRAYING AND REMOVAL OF GRASS CREEP FOR A PERIOD OF THREE YEARS				

THE SUCCESSFUL BIDDER WILL BE REQUIRED TO FILL IN AND SIGN A WRITTEN CONTRACT FORM (MBD7).

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

RAY NKONYENI MUNICIPALITY

PO BOX 5

PORT SHEPSTONE (10 Connor Street)

4240

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				
TAX COMPLIANCE STATUS	TCS PIN:		OR	CSD No:

ARE YOU THE ACCREDITED REPRESENTATIVE IN SOUTH AFRICA FOR THE GOODS /SERVICES /WORKS OFFERED?	<input type="checkbox"/> Yes <input type="checkbox"/> No [IF YES ENCLOSE PROOF]	ARE YOU A FOREIGN BASED SUPPLIER FOR THE GOODS /SERVICES /WORKS OFFERED?	<input type="checkbox"/> Yes <input type="checkbox"/> No [IF YES, ANSWER PART B:3]
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TOTAL NUMBER OF ITEMS OFFERED		TOTAL BID PRICE	R
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SIGNATURE OF BIDDER	DATE	
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CAPACITY UNDER WHICH THIS BID IS SIGNED			
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BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO:		TECHNICAL INFORMATION MAY BE DIRECTED TO:	
DEPARTMENT	TREASURY SCM	CONTACT PERSON	MR PATRICK SITHOLE/MR KHUMALO
CONTACT PERSON	MR BONGANI MFENQA	TELEPHONE NUMBER	0746994619/0648650714
TELEPHONE NUMBER	039-3128304	FACSIMILE NUMBER	
FACSIMILE NUMBER		E-MAIL ADDRESS	Patrick.Sithole@rnm.gov.za Sifiso.Khumalo@rnm.gov.za
E-MAIL ADDRESS	Bongani.Mfenqa@rnm.gov.za		

PART B TERMS AND CONDITIONS FOR BIDDING

1. BID SUBMISSION:
<p>1.1. BIDS MUST BE DELIVERED BY THE STIPULATED TIME TO THE CORRECT ADDRESS. LATE BIDS WILL NOT BE ACCEPTED FOR CONSIDERATION.</p> <p>1.2. ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS PROVIDED–(NOT TO BE RE-TYPED) OR ONLINE</p> <p>1.3. THIS BID IS SUBJECT TO THE PREFERENTIAL PROCUREMENT REGULATIONS, 2022, THE GENERAL CONDITIONS OF CONTRACT (GCC) AND, IF APPLICABLE, ANY OTHER SPECIAL CONDITIONS OF CONTRACT THE BID OFFER MUST BE SIGNED BY A PERSON AUTHORIZED TO SIGN ON BEHALF OF THE BIDDER;</p> <p>1.4. A BIDDER WHO SUBMITTED A BID AS A JOINT VENTURE HAS INCLUDED AN ACCEPTABLE JOINT VENTURE AGREEMENT WITH HIS/HER BID;</p> <p>1.5. A BIDDER WHO IS A JOINT VENTURE HAS INCLUDED MBD 4, 8 & 9 FOR EACH ENTITY IN THE JOINT VENTURE / CONSORTIUM WITH HIS/HER BID</p>
2. TAX COMPLIANCE REQUIREMENTS
<p>2.1 BIDDERS MUST ENSURE COMPLIANCE WITH THEIR TAX OBLIGATIONS.</p> <p>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.</p> <p>2.3 APPLICATION FOR THE TAX COMPLIANCE STATUS (TCS) CERTIFICATE 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.</p> <p>2.4 FOREIGN SUPPLIERS MUST COMPLETE THE PRE-AWARD QUESTIONNAIRE IN PART B:3.</p> <p>2.5 BIDDERS MAY ALSO SUBMIT A PRINTED TCS CERTIFICATE TOGETHER WITH THE BID.</p> <p>2.6 IN BIDS WHERE CONSORTIA / JOINT VENTURES / SUB-CONTRACTORS ARE INVOLVED, EACH PARTY MUST SUBMIT A SEPARATE TCS CERTIFICATE / PIN / CSD NUMBER.</p> <p>2.7 WHERE NO TCS IS AVAILABLE BUT THE BIDDER IS REGISTERED ON THE CENTRAL SUPPLIER DATABASE (CSD), A CSD NUMBER MUST BE PROVIDED.</p>
3. QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS
<p>3.1. IS THE ENTITY A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>3.2. DOES THE ENTITY HAVE A BRANCH IN THE RSA? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>3.3. DOES THE ENTITY HAVE A PERMANENT ESTABLISHMENT IN THE RSA? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>3.4. DOES THE ENTITY HAVE ANY SOURCE OF INCOME IN THE RSA? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>3.5. IS THE ENTITY LIABLE IN THE RSA FOR ANY FORM OF TAXATION? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>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 ABOVE.</p>

**NB: FAILURE TO PROVIDE ANY OF THE ABOVE PARTICULARS MAY RENDER THE BID INVALID.
NO BIDS WILL BE CONSIDERED FROM PERSONS IN THE SERVICE OF THE STATE.**

SIGNATURE OF BIDDER:

CAPACITY UNDER WHICH THIS BID IS SIGNED:

DATE:

EVALUATION OF TENDER OFFERS

The procedure for evaluation of responsive Bid Offers will be **METHOD 4 if applicable to your bid: (Financial Offer, preference and quality (functionality))** with 80/20 Preference Points System. Score quality, rejecting all Bid Offers that fail to score the minimum number of points for quality stated in the Bid Data. The total score awarded will be the addition of the two scores for price and preference.

The following formula will be used in Calculation of Percentage for Functionality

$$PS = \frac{So \times Ap}{Ms}$$

Where:

Ps = percentage scored for functionality by Bid/proposal under consideration

So = total score of bid/proposal under consideration

Ms = Maximum possible score

Ap = percentage allocated for functionality

- I. A maximum of **10 points** will be awarded for a Company with 5 or more years' experience in providing verge cutting
- II. A maximum of **10 points** will be awarded for a Company for Capacity
- III. Only six highest scoring service providers will be considered for the appointment to the panel.
- IV. Point system for functionality will be as per table below:-

KEY ASPECT OF CRITERION	POINTS	EVALUATION CRITERION	VERIFICATION METHOD
Company Experience in providing Verge/grass Cutting in public spaces	10	Company with 5 years' or more experience in grass cutting (cutbacks, spading- grass creeps on Municipal verges, Public parks and Public spaces)	Appointment letters with Bid numbers and or three corresponding purchase orders
	6	Company with 3 to 4 years' experience in grass cutting (cutbacks, spading- grass creeps on Municipal verges, Public parks and Public spaces)	Appointment letters with Bid numbers and or two corresponding purchase orders
	3	Company with 1 to 2 years' experience in grass cutting (cutbacks, spading- grass creeps on Municipal verges, Public parks and Public spaces)	Appointment letters with Bid numbers and or one corresponding purchase order
Capacity	10	Company with 1x 3 or more-ton truck PLUS 2 x 1 ton bakkies or more	Submit a certified proof of ownership documents in the name of the company and /or directors

	6	Company with 1x 2-ton truck PLUS 2 x 1 ton bakkies	Submit a certified proof of ownership documents in the name of the company and /or directors
	3	Company with 1x 1-ton truck PLUS 2 x1 ton bakkies	Submit a certified proof of ownership documents in the name of the company and /or directors

b) Financial Offer

The financial offer will be scored using the following formula:

$$Nf = W1 \times [1 - (P - P_m) / P_m]$$

Where:

W1 = **80** for financial values up to R 50, 000, 000.00 (inclusive of VAT) of all responsive tenders received:

P_m = the value of the comparative offer of the most favourable tender;

P = the value of the comparative offer under consideration;

In the application of the 90/10 preference point system, if all bids received are below R 50, 000, 000.00, the bid must be cancelled. If one or more of the acceptable bid(s) received are above R 50, 000, 000.00 threshold, all bids received must be evaluated on the 90/10 preference point system.

c) Preferences

Up to **20** points (for financial values up to R 50, 000, 000.00), will be awarded to bidders who complete the preference schedule and who are found to be eligible for the preference claimed.

(delete whichever is not applicable for this tender).

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

1.1 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.

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

The maximum points for this tender are allocated as follows:

SPECIFIC GOALS	POINTS	Verification Documents
an EME or QSE which is at least 100% owned by black people;	20	CIPC documents and sworn affidavits
an EME or QSE which is at least 51% - 99% owned by black people;	16	CIPC documents and sworn affidavits
an EME or QSE which is at 25% - 50% owned by black people;	8	CIPC documents and sworn affidavits
Total points	20	

- 1.3 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.
- 1.4 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.

GENERAL CONDITIONS OF CONTRACT TABLE OF CLAUSES

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General Conditions of Contract

- 1. Definitions**
- 1.1 The following terms shall be interpreted as indicated:
- 1.2 “Closing time” means the date and hour specified in the bidding documents for the receipt of bids.
- 1.3 “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.
- 1.4 “Contract price” means the price payable to the supplier under the contract for the full and proper performance of his contractual obligations.
- 1.5 “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.
- 1.6 "Countervailing duties" are imposed in cases where an enterprise abroad is subsidized by its government and encouraged to market its products internationally.
- 1.7 “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.
- 1.8. “Database application form” means the application form required by the Ray Nkonyeni Municipality to be filled in by the successful Bidder, following the award of the contract, for inclusion on the RNM database before payment is made.
- 1.9 “Day” means calendar day.
- 1.10 “Delivery” means delivery in compliance of the conditions of the contract or order.
- 1.11 “Delivery ex stock” means immediate delivery directly from stock actually on hand.
- 1.12 “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 goods are so delivered and a valid receipt is obtained.
- 1.13 "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.
- 1.14 "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.

- 1.15 "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.
- 1.16 "GCC" means the General Conditions of Contract.
- 1.17 "Goods" means all of the equipment, machinery, and/or other materials that the supplier is required to supply to the purchaser under the contract.
- 1.18 "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 goods covered by the bid will be manufactured.
- 1.19 "Local content" means that portion of the bidding price, which is not included in the imported content provided that local manufacture does take place.
- 1.20 "Manufacture" means the production of products in a factory using labour, materials, components and machinery and includes other related value-adding activities.
- 1.21 "Order" means an official written order issued for the supply of goods or works or the rendering of a service.
- 1.22 "Project site," where applicable, means the place indicated in bidding documents.
- 1.23 "Purchaser" means the organization purchasing the goods.
- 1.24 "Republic" means the Republic of South Africa.
- 1.25 "SCC" means the Special Conditions of Contract.
- 1.26 "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.

- 1.27 “Supplier” means the successful bidder who is awarded the contract to maintain and administer the required and specified service(s) to the State.
 - 1.28 “Tort” means in breach of contract.
 - 1.29 “Turnkey” means a procurement process where one service provider assumes total responsibility for all aspects of the project and delivers the full end product / service required by the contract.
 - 1.30 “Written” or “in writing” means hand-written 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 (excluding professional services related to the building and construction industry), 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 goods, 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 nonrefundable fee for documents may be charged.
 - 3.2 Invitations to bid are usually published in locally distributed news media and on the municipality/municipal entity website.
- 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 specifications, 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 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.

- 6.2 When a supplier developed documentation / projects for the municipality / municipal entity, the intellectual, copy and patent rights or ownership of such documents or projects will vest in the municipality / municipal entity.

- 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.

- 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 goods to be produced or services to be rendered should at any stage be subject to inspections, tests and analyses, the bidder or contractor's premises shall be open, at all reasonable hours, for inspection by a representative of the purchaser or organization acting on behalf of the purchaser.

- 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 goods 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 goods or services referred to in clauses 8.2 and 8.3 do not comply with the contract requirements, irrespective of whether such goods or services are accepted or not, the cost in connection with these inspections, tests or analyses shall be defrayed by the supplier.
- 8.6 Goods 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 goods may on or after delivery be inspected, tested or analysed and may be rejected if found not to comply with the requirements of the contract. Such rejected goods 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 goods, which do comply with the requirements of the contract. Failing such removal the rejected goods shall be returned at the suppliers cost and risk. Should the supplier fail to provide the substitute goods forthwith, the purchaser may, without giving the supplier further opportunity to substitute the rejected goods, purchase such goods 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 22 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 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, and in any subsequent instructions ordered by the purchaser.

10. Delivery and documents

- 10.1 Delivery of the goods and arrangements for shipping and clearance obligations, shall be made by the supplier in accordance with the terms specified in the contract.

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.

- 12. Transportation** 12.1 Should a price other than an all-inclusive delivered price be required, this shall be specified.
- 13. Incidental services** 13.1 The supplier may be required to provide any or all of the following services, including additional services, if any:
- (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, 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.
- 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 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, 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.
- 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.
- 16.5. Payment will only be made if the supplier has filled in and submitted the necessary database application form to the satisfaction of the Chief Financial Officer.

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 or in the purchaser's request for bid validity extension, as the case may be.

18. Variation orders

- 18.1 In cases where the estimated value of the envisaged changes in purchase does not vary more than 15% of the total value of the original contract, the contractor may be instructed to deliver the goods or render the services as such. In cases of measurable

quantities, the contractor may be approached to reduce the unit price, and such offers may be accepted provided that there is no escalation in price.

- 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 sub-contracts 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 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 goods are required, or the supplier's services are not readily available.
 - 21.4 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 22.2 without the application of penalties.
 - 21.5 Upon any delay beyond the delivery period in the case of a goods contract, the purchaser shall, without cancelling the contract, be entitled to purchase goods 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 judgement 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 supplier as having no objection and proceed with the restriction.
- 23.5 Any restriction imposed on any person by the purchaser will, at the discretion of the purchaser, 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 purchaser 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:

- (a) the name and address of the supplier and / or person restricted by the purchaser;
- (b) the date of commencement of the restriction;
- (c) the period of restriction; and
- (d) 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 Bid 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

When, after the date of bid, provisional payments are required, or anti-dumping or countervailing duties are imposed, or the amount of 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 supplier to the purchaser or the purchaser may deduct such amounts from moneys (if any) which may otherwise be due to the supplier in regard to goods 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

- 26.1 The purchaser may at any time terminate the contract by giving

	for insolvency		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	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 for goods delivered and / or services rendered according to the prescripts of the contract.
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.
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 SARS must have certified that the tax matters of the preferred bidder are in order. |
| | | 32.4 | No contract shall be concluded with any bidder whose municipal rates and taxes and municipal services charges are in arrears. |
| 33. | Transfer of contracts | 33.1 | The contractor shall not abandon, transfer, cede assign or sublet a contract or part thereof without the written permission of the purchaser. |
| 34. | Amendment of contracts | 34.1 | No agreement to amend or vary a contract or order or the conditions, stipulations or provisions thereof shall be valid and of any force unless such agreement to amend or vary is entered into in writing and signed by the contracting parties. Any waiver of the requirement that the agreement to amend or vary shall be in writing, shall also be in writing. |
| 35. | Prohibition of restrictive practices | 35.1 | 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. |
| | | 35.2 | 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 section 59 of the Competition Act No 89 Of 1998. |
| | | 35.3 | 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. |

No contract will be awarded to a person who has failed to submit a copy of Tax Compliance Certificate with a **PIN from the South African Revenue Service (“SARS”) certifying that the taxes of that person to be in order or that suitable arrangements have been made with SARS.**

I certify that I have the appropriate authority to furnish the above-mentioned information and that the above information is correct at the time of completion.

Name:	Signature:
Designation:	Date:

.....

Tender Specifications/ Scope of Work and Special Requirements to
Contractors:

DESCRIPTION OF LABOUR, PLANT AND TOOLS

LABOUR

	Supervisor	Foreman	Labourers	Approx. No.of days
PHUMULA/MELVILLE				
UMTENTWENI A (SOUTH)				
UMTENTWENI B (NORTH)				
SHELLY BEACH				
MARBURG NORTH				
MARBURG SOUTH				
PORT SHEPSTONE SOUTH				
GAMALAKHE B				
SOUTHBROOM				
LEISURE BAY				
BANNERS REST				
PALM BEACH				
ST MICHEALS/UVONGO				
MARGATE EXT 3				
RAMSGATE				
MARINA BEACH				
TRAFALGAR				
MUNSTER				
PORT EDWARD				
KWA LATSHODA				
OSLO BEACH				
SEA PARK				
ALBERSVILLE				
GAMALAKHE C				
SOUTHPORT				
GAMALAKHE A				
WOODGRANGE/UMZUMBE				
HIBBERDENE				
PORT SHEPSTONE CBD AND BEACH FRONT				

NB: KINDLY COMPLETE THE AREAS WHICH YOU ARE TENDERING FOR

VEHICLES: CERTIFIED COPIES OF VEHICLES REGISTRATION MUST BE SUBMITTED

	Vehicles	Approx. No.of days
PHUMULA/MELVILLE		
UMTENTWENI A (SOUTH)		
UMTENTWENI B (NORTH)		
SHELLY BEACH		
MARBURG NORTH		
MARBURG SOUTH		
PORT SHEPSTONE SOUTH		
GAMALAKHE B		
SOUTHBROOM		
LEISURE BAY		
BANNERS REST		
PALM BEACH		
ST MICHEAL'S/UVONGO		
MARGATE EXT 3		
RAMSGATE		
MARINA BEACH		
TRAFALGAR		
MUNSTER		
PORT EDWARD		
KWA LATSHODA		
OSLO BEACH		
SEA PARK		
ALBERSVILLE		
GAMALAKHE C		
SOUTHPORT		
GAMALAKHE A		
WOODGRANGE/UMZUMBE		
HIBBERDENE		
PORT SHEPSTONE CBD AND BEACH FRONT		

NB: KINDLY COMPLETE THE AREAS WHICH YOU ARE TENDERING FOR

MINOR PLANT AND TOOLS

	No. of Brushcutters	No. of Chainsaws	No. of Pruners	No. of Mowers	Approx. No.of days
PHUMULA/MELVILLE					
UMTENTWENI A (SOUTH)					

UMTENTWENI B (NORTH)					
SHELLY BEACH					
MARBURG NORTH					
MARBURG SOUTH					
PORT SHEPSTONE SOUTH					
GAMALAKHE B					
SOUTHBROOM					
LEISURE BAY					
BANNERS REST					
PALM BEACH					
ST MICHEAL'S/UVONGO					
MARGATE EXT 3					
RAMSGATE					
MARINA BEACH					
TRAFALGAR					
MUNSTER					
PORT EDWARD					
KWA LATSHODA					
OSLO BEACH					
SEA PARK					
ALBERSVILLE					
GAMALAKHE C					
SOUTHPORT					
GAMALAKHE A					
WOODGRANGE/UMZU MBE					
HIBBERDENE					
PORT SHEPSTONE CBD AND BEACH FRONT					

.....
TENDERER'S SIGNATURE

.....
DATE

NB: KINDLY COMPLETE THE AREAS WHICH YOU ARE TENDERING FOR

SCHEDULE 1: ROAD VERGES, ETC.

1. GENERAL

To maintain and upkeep in a neat and tidy appearance all road verges, public places, servitudes, access ways and parking areas used by the general public as indicated by the manager at the relevant site meeting.

2. ROAD VERGES

- a) Keep cut and trimmed throughout contract period to provide neat appearance. One cut per month inclusive of all activities as listed below.
- ii) Width of verge to be cut from the edge of the road or kerb until the boundary of the property parallel to the road.
- iii) All grass tracks to be cut to minimum overall width of 6 meters.
- iv) Tar, kerbs and road edge to be kept free of grass creep and weeds at all times. Contractor shall remove all excess grass and soil to be spaded and swept
- v) Poison spraying to be done monthly
- v) All bush to be cut back 3 meters from edge of grass verge and to a Minimum height of 6 meters.
No pangas/bush knives to be used. Hand saws, chain saws and pruners must be used
- vi) Verge area is not diminished by allowing bush to expand without cutting.
- vii) All litter, refuse, cuttings and trimmings to be collected and disposed of when evident at the local refuse tip site (no dumping at Garden transfer sites will be allowed) within a maximum period of 48 hours
- viii) Fallen trees, branches, etc., creating obstruction to be removed to refuse site.
- ix) All Bush to be kept from obstructing pedestrian movement and traffic sight distance.
- x) Remove all illegal dumping.
- ix) During winter period, all mole hills to be flattened prior to cutting

3. RIGHT OF WAY SERVITUDE AND ACCESS WAYS

To be maintained in neat order, allowing free flow of pedestrians or vehicular traffic to and fro, through the way.

4. PUBLIC PLACES, PARKING AREA AND COUNCIL PROPERTIES

- i) Remove and maintain free of noxious weed and overgrowth, to all adequate use of facility.
- ii). Collect and dispose of all evident litter and maintain in neat and tidy state.

NB: An inclusive price per month to cover the above is to be entered on the Form of Tender

5. PROGRAM

- A monthly programme is to be submitted to enable the Department to carry out inspections and monitor progress in terms of the program submitted.
- Payment will be in terms of the invoices submitted which needs to reflect the names of the road and quantities and this will enable the Department to verify and authorise payments as per invoice. The payment of the invoices will be done on the following formula:

Item	Summer Months	Winter months
Verge Cutting	70%	40%
Cutbacks	20%	40%
Grass encroachment	10%	20%

- A project plan to be submitted with tender document relating to monitoring and applying quality management principles
- **Service Provider to submit details of all company registered vehicles together with certified copies of registration papers, Failure to submit will result in disqualification.**
- **Staff to be paid at EPWP daily rate of R121.28**
- **Monthly time sheets and other relevant documents to be submitted to the relevant Area Manager**
- **A maximum of five (5) areas may be allocated to a service provider**

APPENDIX TO FORM OF TENDER

(Note : This Appendix forms part of the Tender)

1. PERIOD OF CONTRACT

36 months from commencement date

2. ESCALATION

Escalation will be made annually based on the average CPI each completed year of the tender awarded

3. PUBLIC LIABILITY

R5 000 000-00 public liability insurance for each and every claim required. The policy must be endorsed noting the interest of the Ray Nkonyeni Municipality.

4. PERIOD OF INSURANCE

Insurance is deemed to be affected from the first day of the contract and the policy must clearly indicate this date.

5. EVIDENCE OF INSURANCE

Proof of insurance to be submitted within twenty-eight days of commencement of contract.

6. DEDUCTION FOR FAILURE TO SUBMIT EVIDENCE OF INSURANCE

If proof of insurance is not submitted in accordance with clause 5 above, Ray Nkonyeni Municipality reserves the right to deduct 20% from each payment due until evidence of insurance is produced. Any deduction will be reimbursed with monthly payment following acceptance of proof of insurance.

7. WORKMEN'S COMPENSATION AND UNEMPLOYMENT INSURANCE FUND

All workers employed by the Contractor are to be insured against accident in terms of the Health and Occupational Safety Act as amended and must be covered by Unemployment Insurance.

8. MONTHLY PROGRESS PAYMENTS

Payment will be made for work carried out in accordance with this contract document. Deductions will be made from this payment for work included in the contract which in the opinion of the manager or his representative has not been satisfactorily carried out.

9. TIME OF PAYMENT

Subject to payment certificate being submitted to the Area Manager by the last day of the month, payment by post to the contractor's stated address will be made in terms of the approved Council's Creditors Payment Policy i.e. within 30 days.

10. VALUE ADDED TAX

All tender prices are deemed to include value added tax

11. NOTICE OF AWARD OF TENDER

Minimum of seven days' notice will be given, if necessary initially telephonically, followed by written confirmation.

.....
TENDERER'S SIGNATURE

.....
DATE

INSTRUCTIONS TO TENDERERS

ASSIGNMENT

The Contractor shall not assign the contract or any part thereof, any benefit or interest therein or thereunder, without the written consent of the Council.

1. SUB-CONTRACTING

The Contractor shall not sub-contract any part of the works without the written consent of the Council and such consent if given, shall not relieve the contractor from any liability or obligation under the contract and he/she shall be responsible for the act, defaults and neglects of any sub-contractor, his agents, servants or workmen as fully as if they were the acts, defaults or neglects of the Contractor, his agents, servants or workmen.

2. EXTENSION OF CONTRACT

The Contractor's obligations under the contract comprises of maintenance of works and the provision of all labour, materials constructional plant, temporary works and everything, whether of a permanent nature require in and such maintenance so far as the necessity for providing the same is specified in or reasonably to be inferred from the Contract.

3. ACCEPTANCE OF TENDER

The procedure adopted for the acceptance of a tender will be as follows:-

The Council shall notify the successful tenderer in writing of the acceptance of the tender whereupon a binding agreement between the Council and the Contractor shall be deemed to have been considered.

On receipt of such notification, the Contractor shall forthwith become liable to fulfil the obligations set out in the contract documents within the specified time limits.

4. INSPECTION OF SITE

The Contractor shall inspect and examine the site and its surroundings and shall satisfy himself before submitting his tender as to the form and nature of the site, the qualities and the nature of the work and, materials necessary for carrying out the works the accommodation he may require and in general shall himself obtain all necessary information as to risks, contingencies and other circumstances which may influence or affect his tender. Compulsory site meeting and maps of the area can be reviewed at the office of the relevant Area Manager.

5. DISPUTES

If, at any time during the currency of the contract, any question, dispute or difference, shall arise between the manager and the contract, either party shall as soon as recoverably give to the other notice, in writing, of the existence of such question, dispute or difference, specifying its nature and the point at issue. Failing agreement upon such issue within 14 days following the giving of notice as aforesaid, the matter shall be referred for mediation to a person mutually agreed by the parties to the contract and the decision of the mediator shall be final and binding on the parties hereto. The existence of a dispute or difference between the manager and the contractor shall not absolve the contractor in any manner or to any extent from carrying out the work required under this contract within the period of this contract. The council and the contractor will share the costs incurred in referring a dispute to mediation.

6. WORK TO BE TO SATISFACTION OF THE MANAGER OR HIS REPRESENTATIVE

Save insofar as it is legally or physically possible, the contractor shall execute, and maintain the works in strict accordance with the contract to the satisfaction of the manager or his representative and shall comply with and adhere strictly to his instructions and directions on any matter.

At least once a month the contractor shall meet with the manager or his representative on site to agree payment due in terms of the contract and to discuss matters relating to this contract.

Should the contractor fail to undertake work specified in the contract, payment will not be made for such work and the manager or his representative will give the Contractor seven days notice, in writing, after which the council reserves the right to make other arrangements for carrying out the work, which is to be financed from the abovementioned payments withheld from the Contractor.

7. REMOVAL OF WORKMEN

The Contractor shall employ in and about the execution of the works only such persons as are careful, competent and efficient in their several trades and callings and the manager or his representative shall be at liberty to object to and require the contractor to remove from the works any person employed by the contractor in or about the execution of the works who, in the opinion of the manager or his representative misconduct himself or is incompetent or negligent in the proper performance of his duties and such person shall not again be employed upon the works without the permission of the manager or his representative.

8. REPORTING OF ACCIDENTS

In addition to any statutory obligations the Contractor shall report to the manager all incidents within 24 hours of their occurrence whether such accidents are in respect of damage to the works or to persons, property or goods.

The manager shall have the right to make all and any enquiries, either on site of the works or elsewhere, as to the cause and result of such accidents and the contractor shall give the manager facilities for carrying out of such enquiries.

Copies of all reports to the inspector of machinery, in terms of regulations 9 (1) read with Section 24 of the Occupational Health and Safety Act 1993 must be submitted to the manager.

9. ACCIDENT OR INJURY TO WORKMEN

The Council shall not be liable for or in respect of any damages or compensation payable at law in respect, or other person in the employment of the contract save and except and accident or injuries resulting from the act or default of the council, its agents or servants and the contractor shall indemnify and keep indemnified the council against all such damages and compensation and against all claims, demands. Proceedings, costs charges and expenses whatsoever in respect therefore of in relation hereto.

10.INSURANCE

The contractor is responsible for the following minimum insurance cover :

10.1 .Public Liability and Defective Workmanship

The Contractor shall take out R5 000 000-00 public liability and defective Workmanship insurance effect for each and every claim and the policy must be endorsed noting the interest of the Ray Nkonyeni Municipality.

10.2 Workmen's Compensation

All eligible workers employed by the Contractor are to be insured against accidents in terms of the Compensation for Occupational Injuries and Diseases Act 1993, as amended and other workers are to be insured against accident and injury, etc.

The contractor must take full responsibility for ensuring that suitable insurance, as above is arranged for the duration of the contract.

10.3 Unemployment Insurance Fund

All eligible workers employed by the Contactor are to be covered by the Unemployment Insurance.

11.REMEDY ON CONTRACTORS FAILURE TO INSURE

If the contractor shall fail to effect and keep in force any of the insurance referred to in the Appendix to Form of Tender or any other insurance which he may be required to effect in terms of the contract, then an in such case the Council may effect and keep in force such insurance an pay such premiums as may be necessary for that purpose and from time to time deduct the amount so paid by the Council as aforesaid from any monies due or which may become due to the Contractor or recover the same as a debt from the Contractor.

12.RATES AND WAGES

The Contractor shall pay rates and wages as determined by the Expanded Public Work Programme (EPWP) and amended annually.

13.PROTECTIVE CLOTHING TO BE PROVIDED

All employees of the successful contractor are to be provided with suitable protective clothing at the cost of the contractor. These protective clothing will be in the form of overalls, protective shoes/gum boots and gloves. The uniforms will be ORANGE in colour with YELLOW REFLECTIVE STRIPS of a minimum 100mm width on both the sleeves and legs of the uniform. These uniforms are to be clearly labelled as follows:-

“COMPANY NAME” contracted to RAY NKONYENI MUNICIPALITY and the COUNCIL’S LOGO” – SIZE OF LETTERING: 50mm.

It is the onus of the contractor to ensure that staffs are wearing their protective clothing at all times whilst on duty. Council reserves the right to implement action to terminate the contract the contractor’s staff are not properly attired.

14.ACCOMMODATION AND CARE OF EMPLOYEES

The contractor shall provide and maintain adequate and suitable sanitary and first aid services and supply water for his employees and where necessary shall also provide and maintain adequate and suitable accommodation for his employees.

15.WORKING WEEK

Work shall not be carried out outside the normal working hours on Monday to Saturday of any week unless:-

- a. The Manager’s permission in writing is obtained, or
- b. Provision is specifically made for in the contract, or
- c. Work is unavoidable or absolutely necessary for the savings of lives or property or for the safety of the works, in which case the Contractor shall immediately advise the manager.

Sufficient notice shall be given to the manager whenever the contractor proposes to carry on work outside normal working hours in accordance with the clause, regard being had to the circumstances.

16. VARIATIONS

The Manager shall make any variation of the form, quality and quantity of the works or an part thereof that may in his opinion be necessary and for that purpose, or if for any other reason it shall in his opinion be desirable, he shall have the power to order the contractor to do and contractor shall do any of the following, subject to one month’s notice in writing and a 30% maximum reduction in the contract price:

- a) Increase or decrease the quality of any work included in the contract.
- b) Omit any such work.
- c) Execute additional work of any kind necessary for the satisfactory maintenance of the works,

And no such variation shall in any way vitiate or invalidate the contract, but the value (if any) of all such variations shall be taken into account in ascertaining the amount of the contract price. The limits on variation order will be as per council’s decision.

17. ORDERS FOR VARIATION

The contractor without an order in writing shall not make variation.

The council reserves the right to request submission of prices in writing by the contractor for any extra work required as indicated in Clause 22 above.

18. TERMINATION OF CONTRACT

If the estate of the contractor shall be sequestrated, whether provisionally or finally, or if the contractor shall publish a notice of surrender or present of petition for the acceptance of the surrender of his estate as insolvent or shall make an arrangement with or assignment in favour of his creditors or shall agree to carry out the contract under committee or inspection of his creditors or (being a company) shall go into liquidation, whether provisionally or finally, (other than a voluntary reconstruction) or if the Contractor shall assign the contract without the consent in writing of the council first obtained or shall have an execution levied on his goods or wherever the Manager has certified in writing that the Contractor :

18.1 Has not exercised or is not exercising due diligence in the execution of the works of this contract, or

18.2 Has not executed or is not executing the work in accordance with the contract, the Council may, by notice in writing to the contractor, terminate this contract forthwith, provided that the exercise of this right by the council shall not in any way whatsoever affect the obligations, liability and responsibility of the contractor or any party other than the council, or his liability to pay damages to any person, including the council, arising out of his default. The council also reserves the right to cancel the contract should the contractor not complete the cutting of verges timeously without the written consent of the relevant Depot Manager.

19. CONTRACT DOCUMENTS

The Form of Tender, Appendix to Form of Tender, instructions to tenderers, specifications, annexures and drawings and every and any detail in all or either these documents taken separately or together, must be regarded as being incorporated with these general conditions.

20. COMPLIANCE WITH THE LAWS

The contractor shall at all times when engaged on any of the services under this contract, observe and fully comply with all laws of the Republic of South Africa relating to the employment of labour or operations of vehicles, plant and equipment.

21. OCCUPATIONAL HEALTH AND SAFETY ACT 1993

The contractor **MUST** comply with the requirements of the Occupational Health and Safety Act 1993 and other applicable legislation, to coincide with the commencement of the contract.

22. COMPLAINTS

Liaison, complaints, etc. all representatives to the contractors will be made through the manager or his representative and the contractor is not to accept instructions from town council members or the public.

23. NOTICES TO Contract and shall be deemed to have been duly served if delivered or sent by post to his business address or to his representative on the site and for this purpose, the contractor shall be required to furnish to the council his proper address and to give due notice of any change thereof and all notices or documents for the contractor left at or sent by post to such address shall be deemed to have been duly served and delivered.

24. All prices quoted must include VAT. Non VAT vendors should note that if at any time during the contract, they change their status to a VAT vendor; Council will only pay the amount tendered for.

25. SIGNAGE

The successful contractor is to ensure that at least 2 signboards are used when cutting to warn members of the public of the cutting operations. The size of the boards and material to be used are the same as used by Cleansing and Waste Management Unit of Community Services (500mm x 300mm) aluminium reflective Boards and can be viewed at the various depots. The wording must be as follows:-

“COMPANY NAME” contracted to RAY NKONYENI MUNICIPALITY and the Council’s logo- size of lettering – 50cm
Beware Grass Cutting in Progress

PRICING SCHEDULE – NON-FIRM PRICES (PURCHASES)

NOTE: PRICE ADJUSTMENTS WILL BE ALLOWED AT THE PERIODS AND TIMES SPECIFIED IN THE BIDDING DOCUMENTS.

IN CASES WHERE DIFFERENT DELIVERY POINTS INFLUENCE THE PRICING, A SEPARATE PRICING SCHEDULE MUST BE SUBMITTED FOR EACH DELIVERY POINT

Name of Bidder.....	Bid number.....
Closing Time	Closing Date

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

ITEM NO. **	QUANTITY	DESCRIPTION	BID PRICE IN RSA CURRENCY
-------------	----------	-------------	---------------------------

/ We hereby quote / tender for the following: cutting of Municipal grass verges, cut backs, poison spraying and removal of grass creep for a period of three-years

- This quote/tender is valid for a period of 120 Days.
- .These prices quoted are non firm
- Escalation will be made annually based on the average CPI of each completed year of the tender awarded

Area	Total per Month including VAT	Total for three (3) year period including VAT	Minimum No.of Staff Required/equipment
1.Pumula/Melville Area to be cut – +/-127 979m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
2.Umtentweni A (south) Area to be cut – +/-108 704m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading

3.Umtentweni B (North) Area to be cut – +/-143 857m²	R	R	8 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
4 Shelly Beach Area to be cut – +/-334 020m²	R	R	8 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
5. Marburg North Area to be cut – +/-183 536m²	R	R	8 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
6. Marburg South Area to be cut – +/-207 940m²	R	R	8 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
7.Port Shepstone south Area to be cut – +/-376 106m²	R	R	8 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
8. Gamalakhe B Area to be cut – +/-157 560m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
9. Southbroom Area to be cut – +/-131 300m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
10. Leisure Bay Area to be cut – +/-107 150m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
11. Banners Rest Area to be cut - +/-48 560m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
12. Palm Beach Area to be cut – +/-100 928m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
13. St Micheal's/Uvongo	R	R	12 brushcutter operators, 4 rakers,

Area to be cut – +/-847 500m²			2 staff for cut backs and spading
14. Margate Ext 3 Area to be cut – +/-406 730m²	R	R	12 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
15. Ramsgate Area to be cut – +/-412 200m²	R	R	8 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
16. Marina Beach Area to be cut – +/-47 340m²	R	R	6 brushcutter operators, 2 rakers and 2 staff for cutbacks and spading
17. Trafalgar Area to be cut – +/-80 610m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
18. Munster Area to be cut – +/-83 050m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
19. Port Edward Area to be cut – +/-163 000m²	R	R	8 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
20. Kwa Latshoda Area to be cut – +/-60 000m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
21. Oslo Beach Area to be cut +/-171 986m²	R	R	8 brushcutter operators, 6 rakers, 2 staff for cut backs and spading
22. Sea Park Area to be cut +/-191 713m²	R	R	8 brushcutter operators, 6 rakers, 2 staff for cut backs and spading
23. Albersville	R	R	8 brushcutter operators, 6 rakers,

Area to be cut +/-210 744m²			2 staff for cut backs and spading
24. Gamalakhe C Area to be cut +/-148 010m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
25. Southport Area to be cut +/-350 000m²	R	R	8 brushcutter operators, 6 rakers, 2 staff for cut backs and spading
26. Gamalakhe A Area to be cut +/-166 410m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
27. Woodgrange/Umzumbe Area to be cut +/-238 249m²	R	R	6 brushcutter operators, 4 rakers, 2 staff for cut backs and spading
28 Hibberdene Area to be cut +/-290 000m²	R	R	8 brushcutter operators, 6 rakers, 2 staff for cut backs and spading
29. Port Shepstone CBD and beach front Area to be cut +/-210 744 m²	R	R	8 brushcutter operators, 6 rakers, 2 staff for cut backs and spading
TOTAL	R	R	

NB: KINDLY COMPLETE THE AREAS WHICH YOU ARE TENDERING FOR

Required by:.....

At:

- Brand and model
- Country of origin
- Does the offer comply with the specification(s)? *YES/NO
- If not to specification, indicate deviation(s)
- Period required for delivery
- Delivery: *Firm/Not firm

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

*Delete if not applicable

PRICE ADJUSTMENTS

A NON-FIRM PRICES SUBJECT TO ESCALATION

1. IN CASES OF PERIOD CONTRACTS, NON FIRM PRICES WILL BE ADJUSTED (LOADED) WITH THE ASSESSED CONTRACT PRICE ADJUSTMENTS IMPLICIT IN NON FIRM PRICES WHEN CALCULATING THE COMPARATIVE PRICES
2. IN THIS CATEGORY PRICE ESCALATIONS WILL ONLY BE CONSIDERED IN TERMS OF THE FOLLOWING FORMULA:

$$Pa = (1 - V)Pt \left(D1 \frac{R1t}{R1o} + D2 \frac{R2t}{R2o} + D3 \frac{R3t}{R3o} + D4 \frac{R4t}{R4o} \right) + VPt$$

Where:

Pa	=	The new escalated price to be calculated.
(1-V) Pt	=	85% of the original bid price. Note that Pt must always be the original bid price and not an escalated price.
D1, D2 ...	=	Each factor of the bid price eg. labour, transport, clothing, footwear, etc. The total of the various factors D1, D2...etc. must add up to 100%.
R1t, R2t	=	Index figure obtained from new index (depends on the number of factors used).
R1o, R2o	=	Index figure at time of bidding.
VPt	=	15% of the original bid price. This portion of the bid price remains firm i.e. it is not subject to any price escalations.

3. The following index/indices must be used to calculate your bid price:

Index..... Dated..... Index..... Dated..... Index..... Dated.....

Index..... Dated..... Index..... Dated..... Index..... Dated.....

4. FURNISH A BREAKDOWN OF YOUR PRICE IN TERMS OF ABOVE-MENTIONED FORMULA. THE TOTAL OF THE VARIOUS FACTORS MUST ADD UP TO 100%.

FACTOR (D1, D2 etc. eg. Labour, transport etc.)	PERCENTAGE OF BID PRICE

B PRICES SUBJECT TO RATE OF EXCHANGE VARIATIONS

1. Please furnish full particulars of your financial institution, state the currencies used in the conversion of the prices of the items to South African currency, which portion of the price is subject to rate of exchange variations and the amounts remitted abroad.

PARTICULARS OF FINANCIAL INSTITUTION	ITEM NO	PRICE	CURRENCY	RATE	PORTION OF PRICE SUBJECT TO ROE	AMOUNT IN FOREIGN CURRENCY REMITTED ABROAD
				ZAR=		
				ZAR=		
				ZAR=		
				ZAR=		
				ZAR=		
				ZAR=		

2. Adjustments for rate of exchange variations during the contract period will be calculated by using the average monthly exchange rates as issued by your commercial bank for the periods indicated hereunder: (Proof from bank required)

AVERAGE MONTHLY EXCHANGE RATES FOR THE PERIOD:	DATE DOCUMENTATION MUST BE SUBMITTED TO THIS OFFICE	DATE FROM WHICH NEW CALCULATED PRICES WILL BECOME EFFECTIVE	DATE UNTIL WHICH NEW CALCULATED PRICE WILL BE EFFECTIVE

DECLARATION OF INTEREST

1. No bid will be accepted from persons in the service of the state¹.
2. Any person, having a kinship with persons in the service of the state, including a blood relationship, may make an offer or offers in terms of this invitation to bid. In view of possible allegations of favouritism, should the resulting bid, or part thereof, be awarded to persons connected with or related to persons in service of the state, it is required that the bidder or their authorised representative declare their position in relation to the evaluating/adjudicating authority.
- 3 In order to give effect to the above, the following questionnaire must be completed and submitted with the bid.**

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

3.2 Identity Number:

3.3 Position occupied in the Company (director, trustee, shareholder²):.....

3.4 Company Registration Number:

3.5 Tax Reference Number:.....

3.6 VAT Registration Number:

3.7 The names of all directors / trustees / shareholders members, their individual identity numbers and state employee numbers must be indicated in paragraph 4 below.

3.8 Are you presently in the service of the state? **YES / NO**

3.8.1 If yes, furnish particulars.

.....

¹MSCM Regulations: "in the service of the state" means to be –

- (a) a member of –
 - (i) any municipal council;
 - (ii) any provincial legislature; or
 - (iii) the national Assembly or the national Council of provinces;
- (b) a member of the board of directors of any municipal entity;
- (c) an official of any municipality or municipal entity;
- (d) an employee of any national or provincial department, national or provincial public entity or constitutional institution within the meaning of the Public Finance Management Act, 1999 (Act No.1 of 1999);
- (e) a member of the accounting authority of any national or provincial public entity; or
- (f) an employee of Parliament or a provincial legislature.

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

3.9 Have you been in the service of the state for the past twelve months?**YES / NO**

- 3.9.1 If yes, furnish particulars.....
.....
- 3.10 Do you have any relationship (family, friend, other) with persons in the service of the state and who may be involved with the evaluation and or adjudication of this bid? **YES / NO**
- 3.10.1 If yes, furnish particulars.
.....
.....
- 3.11 Are you, aware of any relationship (family, friend, other) between any other bidder and any persons in the service of the state who may be involved with the evaluation and or adjudication of this bid? **YES / NO**
- 3.11.1 If yes, furnish particulars
.....
.....
- 3.12 Are any of the company's directors, trustees, managers, principle shareholders or stakeholders in service of the state? **YES / NO**
- 3.12.1 If yes, furnish particulars.
.....
.....
- 3.13 Are any spouse, child or parent of the company's directors trustees, managers, principle shareholders or stakeholders in service of the state? **YES / NO**
- 3.13.1 If yes, furnish particulars.
.....
.....
- 3.14 Do you or any of the directors, trustees, managers, principle shareholders, or stakeholders of this company have any interest in any other related companies or business whether or not they are bidding for this contract. **YES / NO**
- 3.14.1 If yes, furnish particulars:
.....
.....

4. Full details of directors / trustees / members / shareholders.

Full Name	Identity Number	State Employee Number

CERTIFICATION

I, _____ THE UNDERSIGNED CERTIFY THAT THE INFORMATION FURNISHED ON THIS DECLARATION FORM IS CORRECT.

ACCEPT THAT THE COUNCIL MAY ACT AGAINST ME SHOULD THIS DECLARATION PROVE TO BE FALSE.

.....
Signature

.....
Date

.....
Capacity

.....
Name of Bidder

DECLARATION FOR PROCUREMENT ABOVE R10 MILLION (ALL APPLICABLE TAXES INCLUDED)

For all procurement expected to exceed R10 million (all applicable taxes included), bidders must complete the following questionnaire:

1 Are you by law required to prepare annual financial statements for auditing?

1.1 If yes, submit audited annual financial statements for the past three years or since the date of establishment if established during the past three years.

..... **YES/NO**
.....

2. Do you have any outstanding undisputed commitments for municipal services towards any municipality for more than three months or any other service provider in respect of which payment is overdue for more than 30 days?

2.1 If no, this serves to certify that the bidder has no undisputed commitments for municipal services towards any municipality for more than three months or other service provider in respect of which payment is overdue for more than 30 days.

2.2 If yes, provide particulars.

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

* Delete if not applicable

*YES / NO

3. Has any contract been awarded to you by an organ of state during the past five years, including particulars of any material non-compliance or dispute concerning the execution of such contract? ***YES / NO**

3.1 If yes, furnish particulars

.....
.....

***YES / NO**

4. Will any portion of goods or services be sourced from outside the Republic, and, if so, what portion and whether any portion of payment from the municipality / municipal entity is expected to be transferred out of the Republic? **YES/NO**

4.1 If yes, furnish particulars

.....
.....

CERTIFICATION

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

I ACCEPT THAT THE STATE MAY ACT AGAINST ME SHOULD THIS DECLARATION PROVE TO BE
FALSE.

.....
Signature

Date

.....
Position

Name of Bidder

CONTRACT FORM – PAST EXPERIENCE

Bidders must furnish hereunder details of similar works / service, which they have satisfactorily completed in the past. The information shall include a description of the works, the contract value and the name of the employer.

EMPLOYER	NATURE OF WORK	VALUE OF WORK	DURATION AND COMPLETION DATE	EMPLOYER CONTACT NO

DATE

SIGNATURE 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

1.5 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).

1.6 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.

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

- (c) Price; and
- (d) Specific Goals.

1.8 To be completed by the organ of state:

The maximum points for this tender are allocated as follows:

1.9 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.

1.10 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:

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

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:

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

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 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)
an EME or QSE which is at least 100% owned by black people;	20	
an EME or QSE which is at least 51% -99% owned by black people;	16	
an EME or QSE which is at 25% - 50% owned by black people;	8	

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:

DECLARATION OF BIDDER'S PAST SUPPLY CHAIN MANAGEMENT PRACTICES

- 1 This Municipal Bidding Document must form part of all bids invited.
- 2 It serves as a declaration to be used by municipalities and municipal entities 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 rejected if that bidder, or any of its directors have:
 - a. abused the municipality's / municipal entity's supply chain management system or committed any improper conduct in relation to such system;
 - b. been convicted for fraud or corruption during the past five years;
 - c. willfully neglected, reneged on or failed to comply with any government, municipal or other public sector contract during the past five years; or
 - d. been listed in the Register for Bid Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004).
- 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	<p>Is the bidder or any of its directors listed on the National Treasury's Database of Restricted Suppliers as companies or persons prohibited from doing business with the public sector?</p> <p>(Companies or persons who are listed on this Database were informed in writing of this restriction by the Accounting Officer/Authority of the institution that imposed the restriction after the <i>audi alteram partem</i> rule was applied).</p> <p>The Database of Restricted Suppliers now resides on the National Treasury's website(www.treasury.gov.za) and can be accessed by clicking on its link at the bottom of the home page.</p>	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.1.1	If so, furnish particulars:		
4.2	<p>Is the bidder or any of its directors listed on the Register for Bid Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004)?</p> <p>The Register for Bid Defaulters can be accessed on the National Treasury's website (www.treasury.gov.za) by clicking on its link at the bottom of the home page.</p>	Yes <input type="checkbox"/>	No <input type="checkbox"/>
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 of law outside the Republic of South Africa) for fraud or corruption during the past five years?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.3.1	If so, furnish particulars:		
Item	Question	Yes	No
4.4	Does the bidder or any of its directors owe any municipal rates and taxes or municipal charges to the municipality / municipal entity, or to any other municipality / municipal entity, that is in arrears for more than three months?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.4.1	If so, furnish particulars:		
4.5	Was any contract between the bidder and the municipality / municipal entity or any other organ of state terminated during the past five years on account of failure to perform on or comply with the contract?	Yes <input type="checkbox"/>	No <input type="checkbox"/>
4.7.1	If so, furnish particulars:		

CERTIFICATION

I, THE UNDERSIGNED (FULL NAME)

CERTIFY THAT THE INFORMATION FURNISHED ON THIS DECLARATION FORM 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 Municipal Bidding Document (MBD) 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. Municipal Supply Regulation 38 (1) prescribes that a supply chain management policy must provide measures for the combating of abuse of the supply chain management system, and must enable the accounting officer, among others, to:
 - (a) take all reasonable steps to prevent such abuse;
 - (b) reject the bid of any bidder if that bidder or any of its directors has abused the supply chain management system of the municipality or municipal entity or has committed any improper conduct in relation to such system; and
 - (c) cancel a contract awarded to a person if the person committed any corrupt or fraudulent act during the bidding process or the execution of the contract.
4. This MBD 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 (MBD 9) must be completed and submitted with the bid:

¹Includes 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 Municipality / Municipal Entity)

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.
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

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.