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## **DR NKOSAZANA DLAMINI ZUMA MUNICIPALITY**

### **PANEL OF INTERNAL AUDIT (IA) SERVICE PROVIDERS FOR PERIOD OF 3 YEARS (36 MONTHS) BID NO: MM-B048/24/25**

|                                 |  |
|---------------------------------|--|
| <b>Name of bidder</b>           |  |
| <b>Telephone/Cellphone No.:</b> |  |
| <b>Fax No:</b>                  |  |
| <b>Address:</b>                 |  |
| <b>Tender sum in Rands:</b>     |  |
| <b>Tender sum in words:</b>     |  |

# **TABLE OF CONTENT**

- 1. INVITATION TO TENDER**
- 2. SPECIFICATION**
- 3. PRICING SCHEDULE**
- 4. EVALUATION CRITERIA**
- 5. FORMS TO BE COMPLETED**
- 6. CERTIFICATE OF ATTENDANCE AT BRIEFING MEETING**
- 7. TAX CLEARANCE CERTIFICATE REQUIREMENTS - MBD 2**
- 8. DECLARATION OF INTEREST - MBD 4**
- 9. PREFERENTIAL POINTS CLAIM FORM IN TERMS OF  
PREFERENTIAL PROCUREMENT REGULATIONS 2017 -  
MBD 6.1**
- 10. DECLARATION OF BIDDERS PAST SUPPLY**
- 11. SUPPLY CHAIN MANAGEMENT PRACTISES - MBD 8**
- 12. CERTIFICATE OF INDEPENDENT BID DETERMINATION-  
MBD 9**
- 13. FORM OF OFFER**
- 14. GCC**



### ADVERT

## PANEL OF INTERNAL AUDIT SERVICE PROVIDERS FOR A PERIOD OF 3 YEARS (36 MONTHS) BID NO: MM-B048/24/25

### REQUEST FOR QUOTATIONS: MUNICIPALITY

Dr Nkosazana Dlamini Zuma Municipality is requesting bid from suitably qualified and experienced **PANEL OF INTERNAL AUDIT SERVICE PROVIDERS FOR A PERIOD OF 3 YEARS (36 MONTHS)**

This bid will be evaluated in terms of Ability Capability and 20 Preferential Procurement Point system and the points will be allocated as follows. **20 –SPECIFIC GOALS.**

#### Specific Goals:

|                                                                                       | POINTS | SUPPORTING DOCUMENTS                                                                |
|---------------------------------------------------------------------------------------|--------|-------------------------------------------------------------------------------------|
| <b>PRICE</b>                                                                          | 80     |                                                                                     |
| <b>SPECIFIC GOALS</b>                                                                 | (20)   |                                                                                     |
| <b>Company operating within the Jurisdiction Dr NDZ LM</b>                            | 10     | CIPC Document reflecting NDZ company physical Address                               |
| <b>Company operating within the jurisdiction of Harry Gwala District Municipality</b> | 5      | CIPC Document reflecting Harry Gwala District Municipality company physical Address |
| <b>Company operating within the jurisdiction of KwaZulu-Natal Province</b>            | 2      | CIPC Document reflecting KwaZulu-Natal Province company physical Address            |
| <b>Company operating outside of KwaZulu Natal Province</b>                            | 0      | CIPC Document reflecting outside of KwaZulu Natal Province company physical Address |
| <b>Company 100% owned by black South African</b>                                      | 2.5    | Summary of CSD reflecting Race and Identity document or Drivers Licence             |
| <b>Company 60% owned by black South African women</b>                                 | 2.5    | 1.Summary of CSD reflecting 60% company owned by black (Women)                      |

|                                                    |            |                                                                                                                                                                 |
|----------------------------------------------------|------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                                    |            | Gender and Identity document or Drivers Licence                                                                                                                 |
| Company 100% owned by black South African youth    | 2.5        | 1.Summary of CSD reflecting 100% company owned by black (youth) Gender and Identity document or Drivers Licence.                                                |
| Company 50% owned by South African with disability | 2.5        | 2.Summary of CSD reflecting 50% owned by a black South African with (Disability),<br>a proof of medical certificate and an Identity document or Drivers Licence |
| <b>Total points for Price and SPECIFIC GOALS</b>   | <b>100</b> |                                                                                                                                                                 |

#### **COMPULSORY BRIEFING OR DOCUMENTS AVAILABILITY**

**1.**Bid Documents will be made available as indicated in the above table at Creighton Offices; the cost of bid document will be **R476-00 per document** which is non-refundable.

| BID NAME                                                                                        | BID NO.          | EVALUATION CRITERIA                                                                       | COMPLUSO<br>RY BRIEFING   | ABILITY<br>AND<br>CAPALIT<br>Y<br>CRITERI<br>A<br>TO<br>QUALIFY | PRE-<br>ORDER<br>DOCUME<br>NTS<br>DATE                    | CLOSING DATE                          |
|-------------------------------------------------------------------------------------------------|------------------|-------------------------------------------------------------------------------------------|---------------------------|-----------------------------------------------------------------|-----------------------------------------------------------|---------------------------------------|
| PANEL OF<br>INTERNAL<br>AUDIT SERVICE<br>PROVIDERS<br>FOR A PERIOD<br>OF 3 YEARS (36<br>MONTHS) | MM-<br>048/24/25 | Mandatory<br>Documents,<br>Ability and<br>Capacity and<br>20 points for<br>specific goals | 29 April 2025<br>@10:00am | 80%                                                             | From 11 April 2025<br>to 18 April<br>2025<br>@15:00p<br>m | 21 <sup>st</sup> May 2025<br>@12:00am |

An Electronic copy is available on our website ([www.ndz.gov.za](http://www.ndz.gov.za)) and etender <https://www.etenders.gov.za/> for **FREE**.

**N.B All Bidders who require printed documents from the municipality must pre-order them as specified on the table below. (Proof of payment must be emailed to [mhlamvulm@ndz.gov.za](mailto:mhlamvulm@ndz.gov.za) before the cut-off-date and time)**

**Dr Nkosazana Dlamini Zuma Local Municipality Banking details:**

**Bank name:** First National Bank

**Account no:** 62026224999

**Reference no:** Please use company name and contract number of the project

**Brach code:** 250655

**NB: All SUPPLIERS are expected to join the meeting by 10:00am, NO SUPPLIER Will be allowed to join the meeting after 10:15am.**

**NB: Please be advised that only attendance register will be signed during the 1st session of briefing and Documents will be signed on site.**

**N.B: All bidders must have printed copies on the briefing date before the briefing session commence.**

**2. THE FOLLOWING ARE MANDATORY**

- Valid tax clearance certificate or Tax Compliance Status PIN
- Submit proof that the bidders and its directors do not owe municipal services.
- Copy of a certificate of Company Registration with the Registrar of Companies and CC's (CK).
- Specific Goals supporting documents
- Certified copies of ID's.
- Form of offer
- MDB 1, 4, 6.1, 8 and 9 fully completed
- Registration with CSD

**3. BID ENQUIRIES**

**N.B: All enquiries must be in writing and be directed to the following emails:**

**[mtintson@ndz.gov.za](mailto:mtintson@ndz.gov.za) – Manager Internal Audit (Technical Enquiries)**

**[holiwen@ndz.gov.za](mailto:holiwen@ndz.gov.za) – SCM Manager (SCM related enquiries)**

**Dr Nkosazana Dlamini Zuma Municipality Tel No: (039) 833 1038**

**P O Box 62**

**Fax No.: (039) 833 1179**

**Creighton**

**3263**

#### **4. CLOSING DATE**

The closing date for the bid is as indicated on the table above. Bids must be enclosed in **SEALED ENVELOPES** and addressed to the Municipal Manager, Dr Nkosazana Dlamini Zuma Municipality with the following information clearly marked on the outside of each envelope.

Bids must be deposited in the Bid box at the offices of Dr Nkosazana Dlamini Zuma Municipality in Creighton before the closing date and time. Late tenders will **NOT** be considered.

**NB: The offers must remain valid for 90 days from the closing date for submission of bids.**

Dr Nkosazana Dlamini Zuma Municipality does not bind itself to accept the lowest or any bid and reserves the right to accept the whole or any part of the Bid.



**Mr. N.G. Vezi**  
**MUNICIPAL MANAGER**

**MBD 1**
**PART A  
INVITATION TO BID**

|                                                                                                       |                                                                                      |               |                      |
|-------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------|---------------|----------------------|
| <b>YOU ARE HEREBY INVITED TO BID FOR REQUIREMENTS OF THE (NAME OF MUNICIPALITY/ MUNICIPAL ENTITY)</b> |                                                                                      |               |                      |
| BID NUMBER:                                                                                           | <b>MM-B048/24/25</b>                                                                 | CLOSING DATE: | <b>21st May 2025</b> |
|                                                                                                       |                                                                                      | CLOSING TIME: | <b>12:00</b>         |
| DESCRIPTION                                                                                           | <b>PANEL OF INTERNAL AUDIT SERVICE PROVIDERS FOR A PERIOD OF 3 YEARS (36 MONTHS)</b> |               |                      |
| <b>THE SUCCESSFUL BIDDER WILL BE REQUIRED TO FILL IN AND SIGN A WRITTEN CONTRACT FORM (MBD7).</b>     |                                                                                      |               |                      |
| <b>BID RESPONSE DOCUMENTS MAY BE DEPOSITED IN THE BID BOX</b>                                         |                                                                                      |               |                      |
| <b>SITUATED AT (STREET ADDRESS)</b>                                                                   |                                                                                      |               |                      |

**Main Street**
**Creighton**
**3263**
**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:                                                                                                        |
|                         | <input type="checkbox"/>  |    | <input type="checkbox"/>  |
|                         | <input type="checkbox"/>  |    | <input type="checkbox"/>  |

**ARE YOU THE ACCREDITED REPRESENTATIVE IN SOUTH AFRICA FOR THE GOODS /SERVICES /WORKS OFFERED?**
☐ Yes ☐ No  
 [IF YES ENCLOSE PROOF]

**ARE YOU A FOREIGN BASED SUPPLIER FOR THE GOODS /SERVICES /WORKS OFFERED?**
☐ Yes ☐ No  
 [IF YES, ANSWER PART B:3]

**TOTAL NUMBER OF ITEMS OFFERED**
**TOTAL BID PRICE**
**R**
**SIGNATURE OF BIDDER**
**DATE**
**CAPACITY UNDER WHICH THIS BID IS SIGNED**
**BIDDING PROCEDURE ENQUIRIES MAY BE DIRECTED TO:**
**TECHNICAL INFORMATION MAY BE DIRECTED TO:**

|                  |                    |                  |                     |
|------------------|--------------------|------------------|---------------------|
| DEPARTMENT       | BTO                | CONTACT PERSON   | Ms N Mtintso        |
| CONTACT PERSON   | Miss N Holiwe      | TELEPHONE NUMBER | (039) 833 1038      |
| TELEPHONE NUMBER | 039 833 1039       | FACSIMILE NUMBER | (039) 833 1179      |
| FACSIMILE NUMBER | 086 583 235        | E-MAIL ADDRESS   | mtintson@ndz.gov.za |
| E-MAIL ADDRESS   | holiwen@ndz.gov.za |                  |                     |

## PART B

### TERMS AND CONDITIONS FOR BIDDING

#### 1. BID SUBMISSION:

- 1.1. BIDS MUST BE DELIVERED BY THE STIPULATED TIME TO THE CORRECT ADDRESS. LATE BIDS WILL NOT BE ACCEPTED FOR CONSIDERATION.
- 1.2. **ALL BIDS MUST BE SUBMITTED ON THE OFFICIAL FORMS PROVIDED—(NOT TO BE RE-TYPED) OR ONLINE**
- 1.3. THIS BID IS SUBJECT TO THE PREFERENTIAL PROCUREMENT POLICY FRAMEWORK ACT AND THE PREFERENTIAL PROCUREMENT REGULATIONS, 2017, THE GENERAL CONDITIONS OF CONTRACT (GCC) AND, IF APPLICABLE, ANY OTHER SPECIAL CONDITIONS OF CONTRACT.

#### 2. TAX COMPLIANCE REQUIREMENTS

- 2.1 BIDDERS MUST ENSURE COMPLIANCE WITH THEIR TAX OBLIGATIONS.
- 2.2 BIDDERS ARE REQUIRED TO SUBMIT THEIR UNIQUE PERSONAL IDENTIFICATION NUMBER (PIN) ISSUED BY SARS TO ENABLE THE ORGAN OF STATE TO VIEW THE TAXPAYER'S PROFILE AND TAX STATUS.
- 2.3 APPLICATION FOR 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](http://WWW.SARS.GOV.ZA).
- 2.4 FOREIGN SUPPLIERS MUST COMPLETE THE PRE-AWARD QUESTIONNAIRE IN PART B:3.
- 2.5 BIDDERS MAY ALSO SUBMIT A PRINTED TCS CERTIFICATE TOGETHER WITH THE BID.
- 2.6 IN BIDS WHERE CONSORTIA / JOINT VENTURES / SUB-CONTRACTORS ARE INVOLVED, EACH PARTY MUST SUBMIT A SEPARATE TCS CERTIFICATE / PIN / CSD NUMBER.
- 2.7 WHERE NO TCS IS AVAILABLE BUT THE BIDDER IS REGISTERED ON THE CENTRAL SUPPLIER DATABASE (CSD), A CSD NUMBER MUST BE PROVIDED.

#### 3. QUESTIONNAIRE TO BIDDING FOREIGN SUPPLIERS

- 3.1. IS THE ENTITY A RESIDENT OF THE REPUBLIC OF SOUTH AFRICA (RSA)? ☐ YES ☐ NO
- 3.2. DOES THE ENTITY HAVE A BRANCH IN THE RSA? ☐ YES ☐ NO
- 3.3. DOES THE ENTITY HAVE A PERMANENT ESTABLISHMENT IN THE RSA? ☐ YES ☐ NO
- 3.4. DOES THE ENTITY HAVE ANY SOURCE OF INCOME IN THE RSA? ☐ YES ☐ NO
- 3.5. IS THE ENTITY LIABLE IN THE RSA FOR ANY FORM OF TAXATION? ☐ YES ☐ NO

IF THE ANSWER IS "NO" TO ALL OF THE ABOVE, THEN IT IS NOT A REQUIREMENT TO REGISTER FOR A TAX COMPLIANCE STATUS SYSTEM PIN CODE FROM THE SOUTH AFRICAN REVENUE SERVICE (SARS) AND IF NOT REGISTER AS PER 2.3 ABOVE.

**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:

.....

## **SPECIFICATION**

The municipality is currently looking to establish a panel for Internal Audit Services for a period of three years (36 months).

### **PROJECT SCOPE**

The scope of the project shall entail the following in line with the requirements set out in the Municipal Finance Management Act, 56 of 2003:

#### **INTERNAL AUDIT SERVICES**

The Internal Audit of a municipality must:-

- Prepare a risk- based audit plan and an internal audit program for each financial year
- Advise the Accounting Officer and report to the audit committee on the implementation of the internal audit plan and matters relating to-
  - i. Internal audit
  - ii. Internal controls
  - iii. Accounting procedures and practices
  - iv. Risk and risk management
  - v. Performance management
  - vi. Loss control and
  - vii. Compliance with applicable legislations

The unit must:-

- Be independent of the activities that are audited; and
- Have access to the financial records and other relevant information of NDZ Local Municipality.

### **CONDUCT OF WORK**

The scope of the Internal Audit function includes the points listed below. However, should any other function be regarded as imperative by the bidder, it should be added and clearly defined:

- ✓ Assist in the assessment of key areas of risks for the NDZ Local Municipality and present a report to the Internal Audit Manager for review.
- ✓ The planning, execution and reporting of audit assignments allocated by the Internal Audit Manager in line with the approved Risk-based Internal Audit Plan.
- ✓ Implementing strict project management techniques and meeting of deadlines in consideration of reporting timelines to the Audit Committee
- ✓ Comply with the internal audit standards, codes of conduct and ethics that are promulgated from time to time by the Institute of Internal Auditors
- ✓ Pro-actively provide advice to the Internal Audit Manager on the internal control environment, to continuously improve and address root causes identified in the execution of internal audit reviews
- ✓ Provide continuous specialist services in respect of Information Technology, Financials Statements (GRAP) and Risk Management.

- ✓ Perform ad-hoc assignments not covered by the plan as and when requested and report to Internal Audit Manager accordingly.
- ✓ Maintain sufficient records to support the work performed which will assist to attaining positive results in a Quality Assurance Review
- ✓ The bidder must demonstrate the capability to perform Consulting Services in accordance with the Institute of Internal Audit Standards and Practice; and any relevant legislations.
- ✓ Transfer of skills to enable Internal Auditors to acquire the skills and knowledge.

#### **Combined Assurance**

- Exposure to the Combined Assurance Model
- Facilitate the implementation of the Combined Assurance Process for the municipality

### **BID REQUIREMENTS/CONDITIONS OF BID**

Interested parties must submit proposals that include the following consideration:

- The methodology to be followed to achieve the terms of reference;
- An envisaged timetable for the completion of the project;
- Company profile depicting experience in similar assignments
- Curriculum Vitae of personnel to be involved in the assignment detailing expertise and career history;
- 2 CIAs are required for this bid
- A certificate in Business Continuity Management
- External Quality Assurance review including the highlights thereof.

#### **General conditions**

The following should be noted by interested parties:

- Intellectual property and ownership of all materials and products developed in the execution of the contract will be vested in the municipality.
- Materials and products may not be made available to any unauthorized person or institution or sold for profit without prior written consent from the municipality.
- On completion or termination of the agreement, all materials and products must be handed over to the municipality.
- No information concerning the tender or award of the tender may be made available by the bidder to other parties without prior consultation and written approval from the municipality.



**Miss N. Mtintso**  
**MANAGER: INTERNAL AUDIT**



**MR.N.C. YEZI**  
**MUNICIPAL MANAGER**

### **CERTIFICATE OF ACKNOWLEDGEMENT**

This is to certify that I \_\_\_\_\_

Representing \_\_\_\_\_

In the company of a representative of Dr Nkosazana Dlamini Zuma Municipality I carefully examined the document and have made myself familiar with all the requirements.

I further certify that I am satisfied with all the descriptions for the appointment of a panel of internal audit service providers for a period of 3 years (36 MONTHS) for the Dr Nkosazana Dlamini Zuma Municipality by the said representative.

\_\_\_\_\_  
BIDDERS SIGNATURE

\_\_\_\_\_  
REPRESENTATIVE OF THE MUNICIPALITY

**OFFICIAL DR  
NKOSAZANA  
DLAMINI ZUMA  
MUNICIPALITY  
STAMP**

**FORM A: RELEVANT EXPERIENCE**

The Bidder shall enter in the spaces provided below a list of relevant experience with similar projects.

NB: Failure to provide the necessary information will compromise the proposal.

| Employer<br>(Name, Tel. No.<br>or Fax No.)              | Details of Project | Value of Work<br>(fees) | Year |
|---------------------------------------------------------|--------------------|-------------------------|------|
| Client:.....<br>Person:.....<br>Tel.:.....<br>Fax:..... |                    |                         |      |
| Client:.....<br>Person:.....<br>Tel.:.....<br>Fax:..... |                    |                         |      |
| Client:.....<br>Person:.....<br>Tel.:.....<br>Fax:..... |                    |                         |      |
| Client:.....<br>Person:.....<br>Tel.:.....<br>Fax:..... |                    |                         |      |

**FORM B: KEY PERSONEL EXPERIENCE**

The Bidder shall enter in the spaces provided below a detail of key personnel.

NB: Failure to provide the necessary information will compromise the proposal.

| Position                                                                           | Key personnel details                                     | Qualification | Year of experience |
|------------------------------------------------------------------------------------|-----------------------------------------------------------|---------------|--------------------|
| Team Leader with master's degree in Internal Auditing & Certified Internal Auditor | Name:.....<br>Surname:.....<br>Tel.:.....<br>Email :..... |               |                    |
| Executor With: Internal Auditing                                                   | Name:.....<br>Surname:.....<br>Tel.:.....<br>Email :..... |               |                    |

## REQUEST FOR BIDS: PANEL OF INTERNAL AUDIT SERVICE PROVIDERS FOR A PERIOD OF 3 YEARS (36 MONTHS)

### EVALUATION CRITERIA

All Bids submitted will be evaluated on three categories:

- Compliance in submission of Mandatory documents
- Ability and Capability (technical content)
- Specific goals
- The point's breakdown is as indicated below:
- For Ability and Capability, the following criteria will be applicable and the maximum value of each criterion is indicated as below:

| CRITERIA FOR Ability and Capacity                                                     | Max. Points | Basis for Points Allocation                                                                                                                                                                                                                                                                                               | Verification Method                           |
|---------------------------------------------------------------------------------------|-------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|
| Relevant Experience in a similar Service Provider to have conducted a similar project | 30          | <ul style="list-style-type: none"> <li>• 4 X completed similar projects in IA /Forensic/ Risk Management or Business Continuity Management in the public sector.</li> <li>• External Quality Assurance.</li> <li>• 10 years' experience</li> <li>• Bidder to submit order/appointment and letters of reference</li> </ul> | • Order/Appointment and Letter of references. |
|                                                                                       | 20          | <ul style="list-style-type: none"> <li>• 3 X completed similar projects in IA /Forensic/ Risk Management or Business Continuity Management in the public sector.</li> <li>• External Quality Assurance,</li> <li>• 7 years' Experience.</li> <li>• Bidder to submit order/appointment and letters of reference</li> </ul> | • Order/Appointment and Letter of references. |
|                                                                                       | 10          | <ul style="list-style-type: none"> <li>• 2 X completed similar projects in IA /Forensic/ Risk Management or Business Continuity Management in the public sector.</li> <li>• External Quality Assurance,</li> <li>• 5 years' experience</li> <li>• Bidder to submit order/appointment and letters of reference.</li> </ul> | • Order/Appointment and Letter of references. |
| Total Points                                                                          |             |                                                                                                                                                                                                                                                                                                                           |                                               |
| KEY PERSONNEL                                                                         | Max. Points | Years of Experience and Qualifications                                                                                                                                                                                                                                                                                    | Detailed CV and Qualifications                |
| Team Leader with                                                                      | 30          | • 15 years' experience and                                                                                                                                                                                                                                                                                                | Attach CV and proof of                        |

|                                                                   |    |                                                                                                                                                                                                                                                                                                                                    |                                                          |
|-------------------------------------------------------------------|----|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------|
| master's degree in Internal Auditing & Certified Internal Auditor |    | <ul style="list-style-type: none"> <li>master's degree in Internal Auditing &amp; Certified Internal Auditor</li> <li>A Certificate in Business Continuity Management</li> <li>Membership of the Institute of Internal Auditors, Institute of Risk Management South Africa</li> </ul>                                              | qualifications (Certified copies)                        |
|                                                                   | 20 | <ul style="list-style-type: none"> <li>7 years' experience and master's degree in Internal Auditing &amp; Certified Internal Auditor</li> <li>A Certificate in Business Continuity Management</li> <li>Membership of the Institute of Internal Auditors, Institute of Risk Management South Africa</li> </ul>                      | Attach CV and proof of qualifications (Certified copies) |
|                                                                   | 10 | <ul style="list-style-type: none"> <li>5 years' experience and master's degree in Internal Auditing &amp; Certified Internal Auditor</li> <li>A Certificate in Business Continuity Management</li> <li>Membership of the Institute of Internal Auditors, Institute of Risk Management South Africa</li> </ul>                      | Attach CV and proof of qualifications (Certified copies) |
|                                                                   | 0  | <ul style="list-style-type: none"> <li>less than 5 years' experience and no master's degree in Internal Auditing &amp; not Certified Internal Auditor</li> <li>No Certificate in Business Continuity Management</li> <li>No Membership of the Institute of Internal Auditors, Institute of Risk Management South Africa</li> </ul> |                                                          |
| Executors with degree in Internal Auditing                        | 10 | <ul style="list-style-type: none"> <li>5 years' experience and degree in Internal Auditing &amp; Certified Internal Auditor</li> <li>Membership of the Institute of Internal Auditors, Institute of Risk Management South Africa</li> </ul>                                                                                        | Attach CV and proof of qualifications (Certified copies) |
|                                                                   | 7  | <ul style="list-style-type: none"> <li>3 years' experience and degree in Internal Auditing &amp; Certified Internal Auditor</li> <li>Membership of the Institute of Internal Auditors, Institute</li> </ul>                                                                                                                        | Attach CV and proof of qualifications (Certified copies) |

|                          |    |                                                                                                                                                                                                                                                                                            |                                                          |
|--------------------------|----|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------|
|                          |    | of Risk Management South Africa                                                                                                                                                                                                                                                            |                                                          |
|                          | 5  | <ul style="list-style-type: none"> <li>• 2 years' experience and degree in Internal Auditing &amp; Certified Internal Auditor</li> <li>• Membership of the Institute of Internal Auditors, Institute of Risk Management South Africa</li> </ul>                                            | Attach CV and proof of qualifications (Certified copies) |
|                          | 0  | <ul style="list-style-type: none"> <li>• less than 2 years' experience and no degree in Internal Auditing</li> <li>• No Certificate in Business Continuity Management</li> <li>• No Membership of the Institute of Internal Auditors, Institute of Risk Management South Africa</li> </ul> | Attach CV and proof of qualifications (Certified copies) |
| <b>Total Points</b>      |    |                                                                                                                                                                                                                                                                                            |                                                          |
| Approach and methodology | 30 | Clear, conceptually relevant and informative IA methodology with demonstration of knowledge of the subject, including the IA Competence Framework and Combined Assurance.                                                                                                                  | Proposal document                                        |
|                          | 20 | Ambiguous IA methodology with no clear demonstration of knowledge of the subject with no a project plan                                                                                                                                                                                    | Proposal document                                        |
|                          | 0  | No project methodology no demonstration of knowledge of the subject matter.                                                                                                                                                                                                                | Proposal document                                        |
| <b>Total Points</b>      |    |                                                                                                                                                                                                                                                                                            |                                                          |

**A qualifying threshold of 65% is required to proceed to price evaluation**

**REQUEST FOR BIDS: PANEL OF INTERNAL AUDIT SERVICE PROVIDERS FOR  
A PERIOD OF 3 YEARS (36 MONTHS)**

**CERTIFICATES OF GOOD STANDING**

The bidder shall attach to this page the following:

| <b>COMPULSORY DOCUMENTS</b>                                                                                          | <b>TICK</b> |
|----------------------------------------------------------------------------------------------------------------------|-------------|
| a) Proof of registration with CSD- starting with (MAAA)                                                              |             |
| b) Joint Venture Agreement (if necessary)                                                                            |             |
| c) Form of offer fully completed                                                                                     |             |
| d) MBD 1,4,8 and 9 must be fully completed                                                                           |             |
| e) Briefing Register must be signed by the service provider                                                          |             |
| f) Signed certificate of acknowledgement (NDZ stamped and signed by both service. Provider and a municipal official) |             |

**NB: Failure to submit the above documents will render your Bid to be disqualified**

| <b>DOCUMENTS TO BE SUBMITTED</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | <b>TICK</b> |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| a) Copies of CK Documents / Sole proprietary                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |             |
| b) Valid Tax clearance certificate (with your pin number print and attach on the document Tax Clearance Certificate)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |             |
| <p>c) Submit proof that the bidder (Company) and its (directors) do not owe municipal services.</p> <p>-Attach updated municipal rates, water or electricity statement not in arrears for more than 90 days</p> <p>Or</p> <p>- Attach a valid lease agreement if the director is leasing offices and residential Property with a confirmation letter from the landlord confirming that the municipal rates and services are in order.</p> <p>Or</p> <p>- Attach exemption letter from the relevant municipality</p> <p>Or</p> <p>- Attach affidavit if the Municipal Account is under your parents or siblings and they are responsible for paying municipal rates (if the address is the same as yours) and attach the copy of the Municipal rates and services for the above mentioned.</p> <p>Or</p> <p>- Attach copy of a marriage certificate or affidavit and municipal account statement for rates and services, if Municipal account is under your spouse.</p> |             |
| d) Certified copies of Identification documents of all members/directors of the entity                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |             |
| e) N.B: Forms are obtained from our website : <a href="http://www.ndz.gov.za">www.ndz.gov.za</a> under SCM section must be fully completed and emailed to <a href="mailto:scmdatabase@ndz.gov.za">scmdatabase@ndz.gov.za</a>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |             |
| f) MBD 6.1 must be fully completed                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |             |

g) Specific Goals supporting documents:

|                                                                                       |                                                                                                                                                              |
|---------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Company operating within the Jurisdiction Dr NDZ LM</b>                            | CIPC Document reflecting NDZ company physical Address                                                                                                        |
| <b>Company operating within the jurisdiction of Harry Gwala District Municipality</b> | CIPC Document reflecting Harry Gwala District Municipality company physical Address                                                                          |
| <b>Company operating within the jurisdiction of KwaZulu-Natal Province</b>            | CIPC Document reflecting KwaZulu-Natal Province company physical Address                                                                                     |
| <b>Company operating outside of KwaZulu Natal Province</b>                            | CIPC Document reflecting outside of KwaZulu Natal Province company physical Address                                                                          |
| <b>Company 100% owned by black South African</b>                                      | Summary of CSD reflecting Race and Identity document or Drivers Licence                                                                                      |
| <b>Company 60% owned by black South African women</b>                                 | 1.Summary of CSD reflecting 60% company owned by black (Women) Gender and Identity document or Drivers Licence                                               |
| <b>Company 100% owned by black South African youth</b>                                | 1.Summary of CSD reflecting 100% company owned by black (youth) Gender and Identity document or Drivers Licence.                                             |
| <b>Company 50% owned by South African with disability</b>                             | 2.Summary of CSD reflecting 50% owned by a black South African with (Disability), a proof of medical certificate and an Identity document or Drivers Licence |

**INDIVIDUAL SHAREHOLDERS TAX NUMBERS**

| <b>NAME OF SHAREHOLDER</b> | <b>TAX NUMBER</b> |
|----------------------------|-------------------|
|                            |                   |
|                            |                   |
|                            |                   |
|                            |                   |
|                            |                   |
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|                            |                   |

### **TAX CLEARANCE CERTIFICATE REQUIREMENTS**

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

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

## DECLARATION OF INTEREST

1. No bid will be accepted from persons in the service of the state<sup>1</sup>.
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, hareholder<sup>2</sup>):.....

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.....

.....

<sup>1</sup>MSCM 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.

<sup>2</sup> 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

3.10.1If 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

3.11.1If 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

3.13.1If 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 |
|-----------|-----------------|-----------------------|
|           |                 |                       |
|           |                 |                       |
|           |                 |                       |
|           |                 |                       |
|           |                 |                       |
|           |                 |                       |
|           |                 |                       |
|           |                 |                       |
|           |                 |                       |

.....  
**Signature**

.....  
**Date**

.....  
**Capacity Name of Bidder**

.....

## MBD 6.1

### PREFERENCE POINTS CLAIM FORM IN TERMS OF THE PREFERENTIAL PROCUREMENT REGULATIONS 2022

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

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

#### 1. GENERAL CONDITIONS

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

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

1.2 To be completed by the organ of state

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

b) the 80/20 preference point system will be applicable in this tender. The lowest/highest acceptable tender will be used to determine the accurate system once tenders are received.

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

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

1.4 To be completed by the organ of state:

The maximum points for this tender are allocated as follows:

|                                                                                | POINTS |
|--------------------------------------------------------------------------------|--------|
| PRICE                                                                          | 80     |
| SPECIFIC GOALS                                                                 | (20)   |
| Company operating within the Jurisdiction Dr NDZ LM                            | 10     |
| Company operating within the jurisdiction of Harry Gwala District Municipality | 5      |

|                                                                     |            |
|---------------------------------------------------------------------|------------|
| Company operating within the jurisdiction of KwaZulu-Natal Province | 2          |
| Company operating outside of KwaZulu Natal Province                 | 0          |
| Company 100% owned by black South African                           | 2.5        |
| Company 60% owned by black South African women                      | 2.5        |
| Company 100% owned by black South African youth                     | 2.5        |
| Company 50% owned by South African with disability                  | 2.5        |
| <b>Total points for Price and SPECIFIC GOALS</b>                    | <b>100</b> |

- 1.5 Failure on the part of a tenderer to submit proof or documentation required in terms of this tender to claim points for specific goals with the tender, will be interpreted to mean that preference points for specific goals are not claimed.
- 1.6 The organ of state reserves the right to require of a tenderer, either before a tender is adjudicated or at any time subsequently, to substantiate any claim in regard to preferences, in any manner required by the organ of state.

## 2. DEFINITIONS

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

## 3. FORMULAE FOR PROCUREMENT OF GOODS AND SERVICES

### 3.1. POINTS AWARDED FOR PRICE

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

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

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

Where

- $P_s$  = Points scored for price of tender under consideration  
 $P_t$  = Price of tender under consideration  
 $P_{min}$  = Price of lowest acceptable tender

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

### 3.2.1. POINTS AWARDED FOR PRICE

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

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

Where

- $P_s$  = Points scored for price of tender under consideration  
 $P_t$  = Price of tender under consideration  
 $P_{max}$  = Price of highest acceptable tender

## 4. POINTS AWARDED FOR SPECIFIC GOALS

- 4.1. In terms of Regulation 4(2); 5(2); 6(2) and 7(2) of the Preferential Procurement Regulations, preference points must be awarded for specific goals stated in the tender. For the purposes of this tender the tenderer will be allocated points based on the goals stated in table 1 below as may be supported by proof/ documentation stated in the conditions of this tender:
- 4.2. In cases where organs of state intend to use Regulation 3(2) of the Regulations, which states that, if it is

unclear whether the 80/20 or 90/10 preference point system applies, an organ of state must, in the tender documents, stipulate in the case of—

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

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

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

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

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

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

| The specific goals allocated points in terms of this tender                    | Number of points allocated (80/20 system) (To be completed by the organ of state) | Number of points claimed (80/20 system) (To be completed by the tenderer) |
|--------------------------------------------------------------------------------|-----------------------------------------------------------------------------------|---------------------------------------------------------------------------|
| Company operating within the Jurisdiction Dr NDZ LM                            | 10                                                                                |                                                                           |
| Company operating within the jurisdiction of Harry Gwala District Municipality | 5                                                                                 |                                                                           |
| Company operating within the jurisdiction of KwaZulu-Natal Province            | 2                                                                                 |                                                                           |
| Company operating outside of KwaZulu Natal Province                            | 0                                                                                 |                                                                           |
| Company 100% owned by black South African                                      | 2.5                                                                               |                                                                           |
| Company 60% owned by black South African women                                 | 2.5                                                                               |                                                                           |
| Company 100% owned by black South African youth                                | 2.5                                                                               |                                                                           |
| Company 50% owned by South African with disability                             | 2.5                                                                               |                                                                           |

#### **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. will fully 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 Tender 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   | Is the bidder or any of its directors listed on the National Treasury's database as a company or person prohibited from doing business with the public sector? (Companies or persons who are listed on this database were informed in writing of this restriction by the National Treasury after the <i>audi alteram partem</i> rule was applied).                                                                                                                            | Yes<br><input type="checkbox"/> | No<br><input type="checkbox"/> |
| 4.1.1 | If so, furnish particulars:                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                 |                                |
| 4.2   | Is the bidder or any of its directors listed on the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004)?<br>(To access this Register, enter the National Treasury's website, <a href="http://www.treasury.gov.za">www.treasury.gov.za</a> , click on the icon "Register for Tender Defaulters" or submit your written request for a hard copy of the Register to facsimile number (012) 3265445). | Yes<br><input type="checkbox"/> | No<br><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<br><input type="checkbox"/> | No<br><input type="checkbox"/> |
| 4.3.1       | If so, furnish particulars:                                                                                                                                                                                                            |                                 |                                |
| <b>Item</b> | <b>Question</b>                                                                                                                                                                                                                        | <b>Yes</b>                      | <b>No</b>                      |
| 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<br><input type="checkbox"/> | No<br><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<br><input type="checkbox"/> | No<br><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**

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. How-ever communication between partners in a joint venture or consortium 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

.....  
Position

.....  
Name of bidder

.....  
Date

## AGREEMENTS AND CONTRACT DATA

### Form of Offer and Acceptance

#### A: Offer

The Employer, identified in the Acceptance signature block, has solicited offers to enter into a Contract for the procurement of:

**BIDNO: MM-B048/24/25**

**PANEL OF INTERNAL AUDIT SERVICE PROVIDERS FOR A PERIOD OF 3 YEARS.**

The Tenderer, identified in the Offer signature block, has examined the documents listed in the Tender Data and addenda thereto as listed in the returnable schedules, and by submitting this offer has accepted the conditions of tender.

By the representative of the tenderer, deemed to be duly authorized, signing this apart of this form of offer and acceptance, the tenderer offers to perform all of the obligations and liabilities of the contractor under the contract including compliance with all its terms and conditions according to their true intent and meaning for an amount to be determined in accordance with the conditions of contract identified in the contract data.

#### THE OFFERED TOTAL PRICE INCLUSIVE OF VALUE ADDED TAX (VAT) IS

.....

.....

..... Rand (in words);

R ..... (in figures),

This offer may be accepted by the employer by signing the Acceptance part of this Form of Offer and Acceptance and returning one copy of this document to the tenderer before the end of the period of validity stated in the tender data, whereupon the tenderer becomes the party named as the contractor in the conditions of contract identified in the contract data.

**Signature:** .....

**Name: (in capitals)** .....

**Capacity of Signatory:** .....

**Name of Tenderer (organisation):** .....

**Address:** .....

.....

Fax: .....Tel:.....

**Witness:**

**Signature:** ..... **Name:** ....

**Date:** .....

**Failure to complete and sign this form will invalid your bid**

**B: Acceptance**

By signing this part of this form of offer and acceptance, the employer identified below accepts the tenderer's offer. In consideration thereof, the Employer shall pay the Contractor the amount due in accordance with the conditions of contract identified in the contract data. Acceptance of the tenderer's offer shall form an agreement, between the employer and the tenderer upon the terms and conditions contained in this agreement and in the contract that is the subject of this agreement.

The terms of the contract, are contained in

- Pricing data

Deviations from and amendments to the documents listed in the tender data and any addenda thereto as listed in the tender schedules as well as any changes to the terms of the offer agreed by the tenderer and the employer during this process of offer and acceptance, are contained in the schedule of deviations attached to and forming part of this agreement. No amendments to or deviations from said documents are valid unless contained in this schedule.

The tenderer shall within two weeks after receiving a completed copy of this agreement, including the schedule of deviations (if any), contact the employer's agent (whose details are given in the contract data) to arrange the delivery of any bonds, guarantees, proof of insurance and any other documentation to be provided in terms of the conditions of contract identified in the contract data. Failure to fulfil any of these obligations in accordance with those terms shall constitute a repudiation of this agreement.

Notwithstanding anything contained herein, ***this agreement comes into effect on the date when the tenderer receives one fully completed original copy of this document***, including the schedule of deviations (if any). Unless the tenderer within five working days of the date of such receipt notifies the employer in writing of any reason why he cannot accept the contents of this agreement, this agreement shall constitute a binding contract between the parties.

**Signature:** .....

**Name: (in capitals)** .....

**Capacity:** .....

**Name of Employer (organization):** .....

**Address:** .....  
.....  
.....

**Witness:**

**Signature:** ..... **Name:** .....

**Date:** .....

## **CONDITIONS OF CONTRACT**

Contract No. \_\_\_\_\_

Name of Contract: \_\_\_\_\_

\_\_\_\_\_

**entered into between**

Name of Institution

\_\_\_\_\_

herein represented by \_\_\_\_\_

in his/her capacity as \_\_\_\_\_

**and**

Name of Vendor

\_\_\_\_\_

Registration Number

\_\_\_\_\_

herein represented by \_\_\_\_\_

in his/her capacity as \_\_\_\_\_

and duly authorized by resolution dated \_\_\_\_\_

a copy of which is annexed hereto marked \_\_\_\_\_

## TABLE OF CONTENTS

|     |                                                                     |                                     |
|-----|---------------------------------------------------------------------|-------------------------------------|
| 4.  | Full details of directors / trustees / members / shareholders. .... | 17                                  |
|     | <b>80/20 or 90/10</b> .....                                         | <b>Error! Bookmark not defined.</b> |
|     | <b>Section A</b> .....                                              | <b>37</b>                           |
|     | <b>General Conditions of Contract</b> .....                         | <b>37</b>                           |
| 1.  | <b>Definitions</b> .....                                            | <b>37</b>                           |
| 2.  | <b>Application</b> .....                                            | <b>39</b>                           |
| 3.  | <b>General</b> .....                                                | <b>40</b>                           |
| 4.  | <b>Standards</b> .....                                              | <b>40</b>                           |
| 5.  | <b>Use of Contract Document and Information; Inspection</b> .....   | <b>40</b>                           |
| 5.  | <b>Patent Rights</b> .....                                          | <b>41</b>                           |
| 6.  | <b>Performance Security</b> .....                                   | <b>41</b>                           |
| 8.  | <b>Inspection, Tests and Analysis</b> .....                         | <b>42</b>                           |
| 9.  | <b>Packaging</b> .....                                              | <b>43</b>                           |
| 10. | <b>Delivery and Documents</b> .....                                 | <b>43</b>                           |
| 11. | <b>Insurance</b> .....                                              | <b>43</b>                           |
| 12. | <b>Transportation</b> .....                                         | <b>44</b>                           |
| 13. | <b>Incidental Services</b> .....                                    | <b>44</b>                           |
| 14. | <b>Spare Parts</b> .....                                            | <b>44</b>                           |
| 15. | <b>Warranty</b> .....                                               | <b>45</b>                           |
| 16. | <b>Payment</b> .....                                                | <b>46</b>                           |
| 17. | <b>Prices</b> .....                                                 | <b>46</b>                           |
| 18. | <b>Contract Amendments</b> .....                                    | <b>46</b>                           |
| 19. | <b>Assignment</b> .....                                             | <b>47</b>                           |
| 20. | <b>Subcontractors</b> .....                                         | <b>47</b>                           |
| 21. | <b>Delay in Vendor's Performance</b> .....                          | <b>47</b>                           |
| 22. | <b>Penalties</b> .....                                              | <b>48</b>                           |
| 23. | <b>Termination for Default</b> .....                                | <b>48</b>                           |
| 24. | <b>Anti-Dumping and Countervailing Duties and Rights</b> .....      | <b>50</b>                           |
| 25. | <b>Force Majeure</b> .....                                          | <b>50</b>                           |
| 26. | <b>Termination on Insolvency</b> .....                              | <b>51</b>                           |
| 27. | <b>Settlement of Disputes</b> .....                                 | <b>51</b>                           |
| 28. | <b>Limitation of Liability</b> .....                                | <b>52</b>                           |
| 29. | <b>Governing Language</b> .....                                     | <b>52</b>                           |
| 30. | <b>Applicable Law</b> .....                                         | <b>53</b>                           |
| 31. | <b>Notices</b> .....                                                | <b>53</b>                           |
| 32. | <b>Taxes and Duties</b> .....                                       | <b>53</b>                           |
| 33. | <b>National Industrial Participation Programme</b> .....            | <b>53</b>                           |
| 34. | <b>Prohibition of Restrictive Practices</b> .....                   | <b>54</b>                           |

# Section A

## General Conditions of Contract

### 1. Definitions

The following terms shall be interpreted as indicated:

- 1.1 **"Closing time"** means the date and hour specified in the bidding documents for the receipt of bids.
- 1.2 **"Contract"** means the written agreement entered into between the Purchaser and the Vendor, as recorded in the contract form signed by the parties, including all attachments and appendices thereto and all documents incorporated by reference therein.
- 1.3 **"Contract price"** means the price payable to the Vendor under the contract for the full and proper performance of his contractual obligations.
- 1.4 **"Corrupt practice"** means the offering, giving, receiving, or soliciting of anything of value to influence the action of a public official in the procurement process or in contract execution.
- 1.5 **"Countervailing duties"** are imposed in cases where an enterprise abroad is subsidized by its government and encouraged to market its products internationally.
- 1.6 **"Country of origin"** means the place where the goods were mined, grown or produced or from which the services are supplied. Goods are produced when, through manufacturing, processing or substantial and major assembly of components, a commercially recognized new product results that is substantially different in basic characteristics or in purpose or utility from its components.
- 1.7 **"Day"** means calendar day.
- 1.8 **"Delivery"** means delivery in compliance with the conditions of the contract or order.

- 1.9 **"Delivery ex stock"** means immediate delivery directly from stock actually on hand.
- 1.10 **"Delivery into consignee's 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 Vendor bearing all risks and charges involved until the supplies are so delivered and a valid receipt is obtained.
- 1.11 **"Dumping"** occurs when a private enterprise abroad markets its goods on own initiative in the RSA at lower prices than that of the country of origin and which have the potential to harm the local industries in the RSA.
- 1.12 **"Force majeure"** means an event beyond the control of the Vendor and not involving the Vendor's fault or negligence and not foreseeable. Such events may include, but is not restricted to, acts of the Purchaser in its sovereign capacity, wars or revolutions, fires, floods, epidemics, quarantine restrictions and freight embargoes.
- 1.13 **"Fraudulent practice"** means a misrepresentation of facts in order to influence a procurement process or the execution of a contract to the detriment of any bidder, and includes collusive practice among bidders (prior to or after bid submission) designed to establish bid prices at artificial non-competitive levels and to deprive the bidder of the benefits of free and open competition.
- 1.14 **"GCC"** means the General Conditions of Contract.
- 1.15 **"Goods"** means all of the equipment, machinery, and/or other materials that the Vendor is required to supply to the Purchaser under the contract.
- 1.16 **"Imported content"** means that portion of the bidding price represented by the cost of components, parts or materials which have been or are still to be imported (whether by the Vendor or his subcontractors) and which costs are inclusive of the costs abroad, plus freight and other direct importation costs such as landing costs, dock dues, import duty, sales duty or other similar tax or duty at the South African place of entry as well as transportation and handling charges to the factory in the Republic where the supplies covered by the bid will be manufactured.

- 1.17 **“Local content”** means that portion of the bidding price which is not included in the imported content provided that local manufacture does take place.
- 1.18 **“Manufacture”** means the production of products in a factory using labour, materials, components and machinery and includes other related value-adding activities.
- 1.19 **“Order”** means an official written order issued for the supply of goods/works or the rendering of a service.
- 1.20 **“Project site”** where applicable, means the place indicated in bidding documents.
- 1.21 **“Purchaser”** means the Institution purchasing the goods/works and/or service.
- 1.22 **“Republic”** means the Republic of South Africa.
- 1.23 **“SCC”** means the Special Conditions of Contract.
- 1.24 **“Services”** means that 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 Vendor covered under the contract.
- 1.25 **“Written”** or **“in writing”** means handwritten in ink or any form of electronic or mechanical writing.

## **2. Application**

- 2.1 These general conditions are applicable to all bids, contracts and orders including bids for functional and professional services, sales, hiring, letting and the granting or acquiring of rights, but **excluding immovable property**, unless otherwise indicated in the bidding documents.
- 2.2 Where applicable, Special Conditions of Contract are also laid down to cover specific Vendors, services or works.

- 2.3 Where such Special Conditions of Contract are in conflict with these general conditions, the special conditions shall apply.

### **3. General**

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

### **4. Standards**

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

### **5. Use of Contract Document and Information; Inspection**

- 5.1 The Vendor shall not, without the Purchaser's prior written consent, disclose the contract, or any provision thereof, or any specification, plan, drawing, pattern, sample, or information furnished by or on behalf of the Purchaser in connection therewith, to any person other than a person employed by the Vendor in the performance of the contract. Disclosure to any such employed person shall be made in confidence and shall extend only so far as may be necessary for purposes of such performance.
- 5.2 The Vendor 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 Vendor's performance under the contract if so required by the Purchaser.

- 5.4 The Vendor shall permit the Purchaser to inspect the Vendor's records relating to the performance of the Vendor and to have them audited by auditors appointed by the Purchaser, if so required by the Purchaser.
- 5.5 The Vendor 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. Patent Rights**

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

## **7. Performance Security**

- 7.1 The proceeds of the performance security shall be payable to the Purchaser as compensation for any loss resulting from the Vendor's failure to complete his obligations under the contract.
- 7.2 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.
- 7.3 The performance security will be discharged by the Purchaser and returned to the Vendor not later than thirty (30) days following the date of completion of the Vendor's performance obligations under the contract, including any warranty obligations, unless otherwise specified in SCC.

## **8. Inspection, Tests and Analysis**

- 8.1 All pre-bidding testing will be for the account of the bidder.
- 8.2 If it is a bid condition that supplies to be produced or services to be rendered should at any stage during production or execution or on completion be subject to inspection, the premises of the bidder or contractor shall be open, at all reasonable hours, for inspection by a representative of the Institution or an organization acting on behalf of the Institution.
- 8.3 If there are no inspection requirements indicated in the bidding documents and no mention is made in the contract, but during the contract period it is decided that inspections shall be carried out, the Purchaser shall itself make the necessary arrangements, including payment arrangements with the testing authority concerned.
- 8.4 If the inspections, tests and analyses referred to in clauses 8.2 and 8.3 show the supplies to be in accordance with the contract requirements, the cost of the inspections, tests and analyses shall be defrayed by the Purchaser.
- 8.5 Where the supplies or services referred to in clauses 8.2 and 8.3 do not comply with the contract requirements, irrespective of whether such supplies or services are accepted or not, the cost in connection with these inspections, tests or analyses shall be defrayed by the Vendor.
- 8.6 Supplies and services which are referred to in clauses 8.2 and 8.3 and which do not comply with the contract requirements may be rejected.
- 8.7 Any contract supplies may on or after delivery be inspected, tested or analyzed and may be rejected if found not to comply with the requirements of the contract. Such rejected supplies shall be held at the cost and risk of the Vendor who shall, when called upon, remove them immediately at his own cost and forthwith substitute them with supplies which do comply with the requirements of the contract. Failing such removal the rejected supplies shall be returned at the Vendor's cost and risk. Should the Vendor fail to provide the substitute supplies forthwith, the Purchaser may, without giving the Vendor further opportunity to substitute the rejected supplies, purchase such supplies as may be necessary at the expense of the Vendor.

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

## **9. Packaging**

- 9.1 The Vendor shall provide such packing of the goods as is required to prevent their damage or deterioration during transit to their final destination, as indicated in the contract. The packing shall be sufficient to withstand, without limitation, rough handling during transit and exposure to extreme temperatures, salt and precipitation during transit, and open storage. Packing, case size and weights shall take into consideration, where appropriate, the remoteness of the goods' final destination and the absence of heavy handling facilities at all points in transit.
- 9.2 The packing, marking, and documentation within and outside the packages shall comply strictly with such special requirements as shall be expressly provided for in the contract, including additional requirements, if any, specified in SCC, and in any subsequent instructions ordered by the Purchaser.

## **10. Delivery and Documents**

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

## **11. Insurance**

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

## **12. Transportation**

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

## **13. Incidental Services**

- 13.1 The Vendor may be required to provide any or all of the following services, including additional services, if any, specified in SCC:
- a) performance or supervision of on-site assembly and/or commissioning of the supplied goods;
  - b) furnishing of tools required for assembly and/or maintenance of the supplied goods;
  - c) furnishing of a detailed operations and maintenance manual for each appropriate unit of the supplied goods;
  - d) performance or supervision or maintenance and/or repair of the supplied goods, for a period of time agreed by the parties, provided that this service shall not relieve the Vendor of any warranty obligations under this contract;
  - e) training of the Purchaser's personnel, at the Vendor's plant; and /or
  - f) on-site, in assembly, start-up, operation, maintenance, and/or repair of the supplied goods.
- 13.2 Prices charged by the Vendor 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 Vendor for similar services.

## **14. Spare Parts**

- 14.1 Specified in SCC, the Vendor may be required to provide any or all of the following materials, notifications, and information pertaining to spare parts manufactured or distributed by the Vendor:
- a) such spare parts as the Purchaser may elect to purchase from the Vendor, provided that this election shall not relieve the Vendor 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 Vendor 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 Vendor 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 Vendor, that may develop under normal use of the supplied goods in the conditions prevailing in the country of final destination.
- 15.2 This warranty shall remain valid for twelve (12) months after the goods, or any portion thereof as the case may be, have been delivered to and accepted at the final destination indicated in the contract, or for eighteen (18) months after the date of shipment from the port or place of loading in the source country, whichever period concludes earlier, unless specified otherwise in SCC.
- 15.3 The Purchaser shall promptly notify the Vendor in writing of any claims arising under this warranty.
- 15.4 Upon receipt of such notice, the Vendor shall, within the period specified in SCC and with all reasonable speed, repair or replace the defective goods or parts thereof, without costs to the Purchaser.

- 15.5 If the Vendor, having been notified, fails to remedy the defect(s) within the period specified in SCC, the Purchaser may proceed to take such remedial action as may be necessary, at the Vendor's risk and expense and without prejudice to any other rights which the Purchaser may have against the Vendor under the contract.

## **16. Payment**

- 16.1 The method and conditions of payment to be made to the Vendor under this contract shall be specified in SCC.
- 16.2 The Vendor shall furnish the Purchaser with an invoice accompanied by a copy of the delivery note and upon fulfilment 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 Vendor.
- 16.4 Payment will be made in Rand unless otherwise stipulated in SCC.

## **17. Prices**

- 17.1 Prices charged by the Vendor for goods/works delivered and/or services rendered under the contract shall not vary from prices quoted by the Vendor in this bid, with an exception of any price adjustments authorized in SCC or Purchaser's request for bid validity extension, as the case may be.

## **18. Contract Amendments**

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

## **19. Assignment**

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

## **20. Subcontractors**

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

## **21. Delay in Vendor's Performance**

- 21.1 Delivery of the goods/works and/or performance of services shall be made by the Vendor 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 Vendor or its subcontractor(s) should encounter conditions impeding timely delivery of the goods/works and/or performance of services, the Vendor 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 Vendor's notice, the Purchaser shall evaluate the situation and may at his discretion extend the Vendor's time for performance, with or without the imposition of penalties, in which case the extension shall be ratified by the parties by amendment of contract.
- 21.3 No provision in a contract shall be deemed to prohibit the obtaining of supplies or services from a national department, provincial department, or a local authority.

- 21.4 The right is reserved to procure outside of the contract small quantities or to have essential services executed if an emergency arises, the Vendor's point of supply is not situated at or near the place the supplies are required or the Vendor's supplies or goods are not readily available.
- 21.5 Except as provided under GCC Clause 25, a delay by the Vendor in the performance of its delivery obligations shall render the Vendor liable to the imposition of penalties, pursuant to GCC Clause 22, unless an extension of time is agreed upon pursuant to GCC Clause 21.2 without the application of penalties.
- 21.6 Upon any delay beyond the delivery period in the case of a supplies contract, the Purchaser shall, without cancelling the contract, be entitled to purchase supplies of a similar quality and up to the same quantity in substitution of the goods not supplied in conformity with the contract and to return any goods delivered later at the Vendor'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 Vendor.

## **22. Penalties**

- 22.1 Subject to GCC Clause 25, if the Vendor fails to deliver any or all of the goods/works and/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/works and/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 Vendor, may terminate this contract in whole or in part:
- a) if the Vendor 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 Vendor fails to perform any other obligation(s) under the contract; or
- c) if the Vendor, in the judgment of the Purchaser, has engaged in corrupt or fraudulent practices in competing for or in executing the contract.

23.2 In the event the Purchaser terminates the contract in whole or in part, the Purchaser may procure, upon such terms and in such manner as it deems appropriate, goods/works and/or services similar to those undelivered, and the Vendor shall be liable to the Purchaser for any excess costs for such similar goods/works and/or services. However, the Vendor 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 Vendor by prohibiting such Vendor 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 Vendor or any person associated with the Vendor, the Vendor 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 Vendor fail to respond within the stipulated fourteen (14) days the Purchaser may regard the intended penalty as not objected against and may impose it on the Vendor.

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

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

- (i) the name and address of the Vendor and / or person restricted by the Purchaser;
- (ii) the date of commencement of the restriction
- (iii) the period of restriction; and

- (iv) the reasons for the restriction.

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

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

## **24. Anti-Dumping and Countervailing Duties and Rights**

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

## **25. Force Majeure**

- 25.1 Notwithstanding the provisions of GCC Clauses 22 and 23, the vendor 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 as a result of an event of Force Majeure.

- 25.2 If a force majeure situation arises, the Vendor shall promptly notify the Purchaser in writing of such condition and the cause thereof. Unless otherwise directed by the Purchaser in writing, the Vendor 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 on Insolvency**

- 26.1 The Purchaser may at any time terminate the contract by giving written notice to the Vendor if the Vendor becomes bankrupt or otherwise insolvent. In this event, termination will be without compensation to the Vendor, 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 Vendor 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 Vendor may give notice to the other party of his intention to commence with mediation. No mediation in respect of this matter may be commenced unless such notice is given to the other party.
- 27.3 Should it not be possible to settle a dispute by means of mediation, it may be settled in a South African court of law.

27.4 Mediation proceedings shall be conducted in accordance with the rules of procedure specified in the SCC.

27.5 Notwithstanding any reference to mediation and/or court proceedings herein,

(a) the parties shall continue to perform their respective obligations under the contract unless they otherwise agree; and

(b) the Purchaser shall pay the Vendor any monies due the Vendor.

## **28. Limitation of Liability**

28.1 Except in cases of criminal negligence or wilful misconduct, and in the case of infringement pursuant to Clause 6;

a) the Vendor 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 Vendor to pay penalties and/or damages to the Purchaser; and

b) the aggregate liability of the Vendor to the Purchaser, whether under the contract, in tort or otherwise, shall not exceed the total contract price, provided that this limitation shall not apply to the cost of repairing or replacing defective equipment.

## **29. Governing Language**

29.1 The contract shall be written in English. All correspondence and other documents pertaining to the contract that is exchanged by the parties shall also be written in English.

### **30. Applicable Law**

- 30.1 The contract shall be interpreted in accordance with South African laws, unless otherwise specified in SCC.

### **31. Notices**

- 31.1 Every written acceptance of a bid shall be posted to the Vendor 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 Vendor 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 Vendor shall be entirely responsible for all taxes, duties, license fees, etc., incurred until delivery of the contracted goods to the Purchaser.
- 32.3 No contract shall be concluded with any bidder whose tax matters are not in order. Prior to the award of a bid the Department must be in possession of a tax clearance certificate, submitted by the bidder. This certificate must be an original issued by the South African Revenue Services.

### **33. National Industrial Participation Programme**

- 33.1 The NIP Programme administered by the Department of Trade and Industry shall be applicable to all contracts that are subject to the NIP obligation.

## **34. Prohibition of Restrictive Practices**

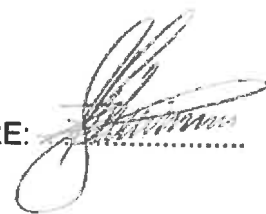
- 34.1 In terms of section 4 (1) (b) (iii) of the Competition Act No. 89 of 1998, as amended, an agreement between, or concerted practice by, firms, or a decision by an association of firms, is prohibited if it is between parties in a horizontal relationship and if a bidder (s) is / are or a contractor(s) was / were involved in collusive bidding (or bid rigging).
- 34.2 If a bidder(s) or contractor(s), based on reasonable grounds or evidence obtained by the Purchaser, has / have engaged in the restrictive practice referred to above, the Purchaser may refer the matter to the Competition Commission for investigation and possible imposition of administrative penalties as contemplated in the Competition Act No. 89 of 1998.
- 34.3 If a bidder(s) or contractor(s), has / have been found guilty by the Competition Commission of the restrictive practice referred to above, the Purchaser may, in addition and without prejudice to any other remedy provided for, invalidate the bid(s) for such item(s) offered, and / or terminate the contract in whole or part, and / or restrict the bidder(s) or contractor(s) from conducting business with the public sector for a period not exceeding ten (10) years and / or claim damages from the bidder(s) or contractor(s) concerned.

**This is to certify that I have read and checked this document and it is in line with National and Provincial Treasury Requirements/Regulations.**

**Prepared by:**

CHAIRPERSON OF BSC: Z.L.DLAMINI.....

SIGNATURE:



DATE: 08/04/2025.....

MANAGER SUPPLY CHAIN MANAGEMENT: A. HONKOR.....

SIGNATURE:



DATE: .....