



PIXLEY KA SEME

DISTRICT MUNICIPALITY

PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL AUDIT SOFTWARE SYSTEM

TENDER NO. TD 03/2021

TENDER DOCUMENT

August 2021

ISSUED BY:

**MUNICIPAL MANAGER
PIXLEY KA SEME DISTRICT MUNICIPALITY
PRIVATE BAG X1012
DE AAR
7000**

**Tel: 053 631 0891
Fax: 053 631 2529**

**CONTACT PERSON:
SCM: Mr. Desmond Mqhum**

NAME OF TENDERER	
MAAA NUMBER	
TOTAL BID AMOUNT	

PIXLEY KA SEME DISTRICT MUNICIPALITY

TENDER NO. TD 03/2021

**PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL AUDIT
SOFTWARE SYSTEM**

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FOREWORD

This document consists of two distinct clusters, namely the TENDER and the CONTRACT.

THE **TENDER** consists of two parts, namely:

- **A1: Tendering procedures** to be complied with by every tenderer submitting a tender offer; and
- **A2: Documents to be returned by the tenderer**, including the returnable schedules and forms to be completed by each tenderer, some of which will eventually be incorporated into the contract between the successful tenderer and the employer.

THE **CONTRACT** consists of four parts, namely:

- **B1: Specifications**
- **B2: Pricing Data;**
- **B3: Contract**

Each part of each cluster or volume is preceded by its own table of contents.

SUMMARY FOR TENDER OPENING PURPOSES

[To facilitate the reading out of tender parameters at the opening of tenders, the tenderer shall complete this form and submit it with his tender]

Name of contractor submitting the tender:

Postal Address:

Street Address:

Telephone Number:

Cellphone:

Facsimile:

Tender amount (as stated in the Form of Offer): R

Preferences claimed: (a) BBBEE Level of Contribution:

Specified time for delivery Weeks

Discounts offered?(Yes / No)

Details of discounts offered:

.....
.....

Details of contact person:

Name:

Telephone No: Fax No:

Address:

e-mail address :

Note: *In the event of conflict between the data provided in this summary and that given in the tender, the latter shall prevail.*

SIGNATURE ON BEHALF OF TENDERER: DATE:

PIXLEY KA SEME DISTRICT MUNICIPALITY

TENDER NO. TD 03/2021

**PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL AUDIT
SOFTWARE SYSTEM**

THE TENDER

PART A1 : TENDERING PROCEDURES

PART A2 : RETURNABLE DOCUMENTS

PART A1: TENDERING PROCEDURES

PART A1: TENDERING PROCEDURES

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PIXLEY KA SEME DISTRICT MUNICIPALITY

TENDER NO. TD 03/2021

**PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL AUDIT
SOFTWARE SYSTEM FOR A PERIOD OF THREE YEARS**

Tenders are hereby invited in terms of Chapter 11 of the Municipal Financial Management Act, 2003 (Act 56 of 2003) as published in government Gazette NO 26019 of 13 February 2004,

Tenders in sealed envelopes and properly marked: **"Tender Number: TD03/2021 PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL AUDIT SOFTWARE SYSTEM"** must be delivered to the Municipality and placed in the tender box at the municipal offices in Culvert Road, De Aar, or posted to Pixley Ka Seme District Municipality, Private Bag X1012, De Aar, to reach the mentioned address before **12:00 on 22 September 2021** directly after which the tenders will be opened and tenderers' names, completion times and amounts will be made public. No tenders or copies of tenders received by e-mail, telefax machine or per telegram will be considered.

Tenderers that submit tenders by courier must make sure that all tender documents be handed in and placed in the tender box. This is not the responsibility of the District Municipality to ensure that the tender is placed in the tender box.

Pixley ka Seme District Municipality reserves the right not to accept any tender. Tenders are subject to the General Conditions of Contract and the SCM policy of Pixley ka Seme District municipality.

All SCM related queries must be referred to: **Mr Desmond Mqhum** at tel. 053 631 0891.

Mr. Rodney Pieterse
Municipal Manager
Pixley ka Seme District Municipality
Private Bag X1012
De Aar
7000

NB: The results of this bid will be published on council website as prescribed on the MFMA sec 75(1)(g) and SCM regulations, sec. 23(c)

Bidders who download the tender document from the municipal website and e-tender portal are also required to make a non-refundable fee and attach the proof of payment to the tender document upon submission. Failure to do so will result into an automatic disqualification.



14 April 2021

To whom it may concern

(053) 807 8215

Dear Madam/Sir

SUBJECT: CONFIRMATION OF BANKING DETAILS

PIXLEY KA SEME DISTRICT MUNICIPALITY
ACCOUNT NUMBER: 041718046

We hereby confirm that we hold the above-mentioned account in our books. The details are as follows:

Account name: PIXLEY KA SEME DISTRICT MUNICIPALITY
Account no: 041718046
Branch name: Kimberley
Branch code: 050002
Type of account: BUSINESS CURRENT Account

Should you have any queries, please do not hesitate to contact the writer.

Yours Sincerely,

Gail Ruiters
Account Executive: Public Sector
Kimberley Business Centre
Northern Cape

Standard Bank 1st Floor cnr Bullfontein & Lennox Street Kimberley 8301 / PO Box 626 Kimberley 8300 South Africa

The Standard Bank of South Africa Limited (Reg No. 1962/000738/06) Authorised financial services and registered credit provider (NCRCP15)

Directors: TS Gcabashe (Chairman) SK Tshabalala* (Chief Executive) RMW Dunne#
BJ Kruger* Adv. KD Moroka Dr. ML Oduor-Otieno## AC Parker ANA Peterside CON### SP Ridley* MJD Ruck PD Sullivan#### BS Tshabalala EM Woods

Company Secretary: Z Stephen

01/01/2016

Executive Director: #British ##Kenyan ###Nigerian ####Australian

A1.1 TENDER NOTICE AND INVITATION TO TENDER

A1.1.1 The PIXLEY KA SEME DISTRICT MUNICIPALITY, invites tenderers to tender for the **PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL AUDIT SOFTWARE SYSTEM FOR A PERIOD OF THREE YEARS** effective from the date of appointment.

A1.1.2 Preferences

Preferences are offered to tenderers who comply with the criteria stated in the Tender Data.

A1.1.3 Tender Documents

- Tender documents are obtainable on www.pksgdm.gov.za & e-tender portal from **23 August 2021, Monday**.
- Price(s) quoted must be firm and must be inclusive of VAT.
- Copy of CSD summary report (not older than 3 months)
- Copy of Tax Compliance Status Pin (TCS)
- Copies of Company Registration Documents (CK) - **Compulsory**
- **For Joint Venture Agreements, attach the CK's of each JV member (if applicable)**
- Certified ID copies of company director/s
- Original or certified copy of valid B-BBEE Certificate or **original** Sworn-Affidavits (failure to submit no points will be awarded) only SANAS accredited or Sworn-Affidavits will be accepted. **(A trust, consortium or joint venture must submit a consolidated B-BBEE Status Level Verification).**
- **Copy of current municipal account for both Director/s & Company (not older than 3 months) or copy of lease agreement from the relevant authority. If the business is operating from the residence of one of the director/s, an original affidavit, certified, must be submitted stating the address of the premises preferably from your local SAPS office.**
- For this purpose, the enclosed Price Schedule must be scrutinised, completed and submitted together with your quotation.
- This quotation will be evaluated in terms of the 80/20 preference point system as prescribed in the Preferential Procurement Policy Framework Act (No. 5 of 2000) and;
- The successful provider will be the one scoring the highest points and will not always be the lowest bidder.
- All certified copies should not be more than three months from the date of the advertisement
- Bids will remain valid for 90 days (ninety) after the tender closing date.
- Price quoted must be firm and must be inclusive of VAT.

A1.1.4 The closing time and date for receipt of tenders is **12h00 on 22 September 2021**.

A1.1.5 Telegraphic, telephonic, telex, e-mail, facsimile and late tenders will not be accepted. Requirements for sealing, addressing, delivery, opening and assessment of tenders are stated in the Tender Data.

A1.1.6 Queries relating to issues arising from these documents may be addressed to:

Ms Rachelle Sors

Chief Audit Executive
Tel. No. 053 631 0891
E-mail: rsors@pksgdm.gov.za

Ms Ntombifuthi Sindelo

Risk Management Officer
E-mail: nsindelo@pksgdm.gov.za

Mr. Desmond Mqhum

Head of Supply Chain Management
Tel. No. 053 631 0891
E-mail: dmqhum@pksgdm.gov.za

A1.2 GENERAL CONDITIONS OF CONTRACT - GOVERNMENT PROCUREMENT

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 supplier, as recorded in the contract form signed by the parties, including all attachments and appendices thereto and all documents incorporated by reference therein.
- 1.3. "Contract price" means the price payable to the supplier under the contract for the full and proper performance of his contractual obligations.
- 1.4. "Corrupt practice" means the offering, giving, receiving, or soliciting of 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 of the conditions of the contract or order.
- 1.9. "Delivery ex stock" means immediate delivery directly from stock actually on hand
- 1.10. "Delivery into consignees store or to his site" means delivered and unloaded in the specified store or depot or on the specified site in compliance with the conditions of the contract or order, the supplier bearing all risks and charges involved until the supplies are so delivered and a valid receipt is obtained.
- 1.11. "Dumping" occurs when a private enterprise abroad market its goods on own initiative in the RSA at lower prices than that of the country of origin and which have the potential to harm the local industries in the RSA.
- 1.12. "Force majeure" means an event beyond the control of the supplier and not involving the supplier's fault or negligence and not foreseeable.
- 1.13. 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.
- 1.14. "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.
- 1.15. "GCC" means the General Conditions of Contract.
- 1.16. "Goods" means all of the equipment, machinery, and/or other materials that the supplier is required to supply to the purchaser under the contract.
- 1.17. "Imported content" means that portion of the bidding price represented by the cost of components, parts or materials which have been or are still to be imported (whether by the supplier or his subcontractors) and which costs are inclusive of the costs abroad, plus freight and other direct importation costs such as landing costs, dock dues, import duty, sales duty or other similar tax or duty at the South African place of entry as well as transportation and handling charges to the factory in the Republic where the supplies covered by the bid will be manufactured.
- 1.18. "Local content" means that portion of the bidding price which is not included in the imported content provided that local manufacture does take place.

- 1.19. "Manufacture" means the production of products in a factory using labour, materials, components and machinery and includes other related value-adding activities.
- 1.20. "Order" means an official written order issued for the supply of goods or works or the rendering of a service.
- 1.21. "Project site" where applicable, means the place indicated in bidding documents.
- 1.22. "Purchaser" means the organization purchasing the goods.
- 1.23. "Republic" means the Republic of South Africa.
- 1.24. "SCC" means the Special Conditions of Contract.
- 1.25. "Services" means those functional services ancillary to the supply of the goods, such as transportation and any other incidental services, such as installation, commissioning, provision of technical assistance, training, catering, gardening, security, maintenance and other such obligations of the supplier covered under the contract.
- 1.26. "Supplier" means the successful bidder who is awarded the contract to maintain and administer the required and specified service(s) to the State.
- 1.27. "Tort" means in breach of contract.
- 1.28. "Turnkey" means a procurement process where one service provider assumes total responsibility for all aspects of the project and delivers the full end product / service required by the contract.
- 1.29. "Written" or "in writing" means handwritten in ink or any form of electronic or mechanical writing.

2. Application

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

3. General

- 3.1. Unless otherwise indicated in the bidding documents, the purchaser shall not be liable for any expense incurred in the preparation and submission of a bid. Where applicable a non-refundable fee for documents may be charged.
- 3.2. Invitations to bid are usually published in locally distributed news media and on the municipality / municipal entity website.

4. Standards

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

5. Use of contract documents and information; inspection.

- 5.1. The supplier shall not, without the purchaser's prior written consent, disclose the contract, or any provision thereof, or any specification, plan, drawing, pattern, sample, or information furnished by or on behalf of the purchaser in connection therewith, to any person other than a person employed by the supplier in the performance of the contract. Disclosure to any such employed person shall be made in confidence and shall extend only as far as may be necessary for purposes of such performance.
- 5.2. The supplier shall not, without the purchaser's prior written consent, make use of any document or information mentioned in GCC clause 5.1 except for purposes of performing the contract.

- 5.3. Any document, other than the contract itself mentioned in GCC clause 5.1 shall remain the property of the purchaser and shall be returned (all copies) to the purchaser on completion of the supplier's performance under the contract if so required by the purchaser.
- 5.4. The supplier shall permit the purchaser to inspect the supplier's records relating to the performance of the supplier and to have them audited by auditors appointed by the purchaser, if so required by the purchaser.
6. **Patent rights**
 - 6.1. The supplier shall indemnify the purchaser against all third-party claims of infringement of patent, trademark, or industrial design rights arising from use of the goods or any part thereof by the purchaser.
 - 6.2. When a supplier developed documentation / projects for the municipality / municipal entity, the intellectual, copy and patent rights or ownership of such documents or projects will vest in the municipality / municipal entity.
7. **Performance security**
 - 7.1. Within thirty (30) days of receipt of the notification of contract award, the successful bidder shall furnish to the purchaser the performance security of the amount specified in SCC.
 - 7.2. The proceeds of the performance security shall be payable to the purchaser as compensation for any loss resulting from the supplier's failure to complete his obligations under the contract.
 - 7.3. The performance security shall be denominated in the currency of the contract or in a freely convertible currency acceptable to the purchaser and shall be in one of the following forms:
 - 7.3.1. 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
 - 7.3.2. a cashier's or certified cheque
 - 7.4. The performance security will be discharged by the purchaser and returned to the supplier not later than thirty (30) days following the date of completion of the supplier's performance obligations under the contract, including any warranty obligations, unless otherwise specified.
8. **Inspections, tests and analyses**
 - 8.1. All pre-bidding testing will be for the account of the bidder.
 - 8.2. If it is a bid condition that supplies to be produced or services to be rendered should at any stage during production or execution or on completion be subject to inspections tests and analysis, the bidder or contractor's premises shall be open, at all reasonable hours, for inspection by a representative of the purchaser or an organization acting on behalf of the purchaser.
 - 8.3. If there are no inspection requirements indicated in the bidding documents and no mention is made in the contract, but during the contract period it is decided that inspections shall be carried out, the purchaser shall itself make the necessary arrangements, including payment arrangements with the testing authority concerned.
 - 8.4. If the inspections, tests and analyses referred to in clauses 8.2 and 8.3 show the goods to be in accordance with the contract requirements, the cost of the inspections, tests and analyses shall be defrayed by the purchaser.
 - 8.5. Where the goods or services referred to in clauses 8.2 and 8.3 do not comply with the contract requirements, irrespective of whether such goods or services are accepted or not, the cost in connection with these inspections, tests or analyses shall be defrayed by the supplier.
 - 8.6. 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 goods 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 goods shall be held at the cost and risk of the supplier who shall, when called upon, remove them immediately at his own cost and forthwith substitute them with goods which do comply with the requirements of the contract. Failing such removal the rejected goods shall be returned at the suppliers cost and risk. Should the supplier fail to provide the substitute goods forthwith, the purchaser may, without giving the supplier further opportunity to substitute the rejected goods, purchase such goods as may be necessary at the expense of the supplier.
- 8.8. The provisions of clauses 8.4 to 8.7 shall not prejudice the right of the purchaser to cancel the contract on account of a breach of the conditions thereof, or to act in terms of Clause 22 of GCC.
9. **Packing**
- 9.1. The supplier shall provide such packing of the goods as is required to prevent their damage or deterioration during transit to their final destination, as indicated in the contract. The packing shall be sufficient to withstand, without limitation, rough handling during transit and exposure to extreme temperatures, salt and precipitation during transit, and open storage. Packing, case size 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, and in any subsequent instructions ordered by the purchaser.
10. **Delivery**
Delivery of the goods shall be made by the supplier in accordance with the documents and terms specified in the contract. The details of shipping and/or other documents to be furnished by the supplier are specified.
11. **Insurance**
The goods supplied under the contract shall be fully insured in a freely convertible currency against loss or damage incidental to manufacture or acquisition, transportation, storage and delivery in the manner specified.
12. **Transportation**
Should a price other than an all-inclusive delivered price be required, this shall be specified.
13. **Incidental**
- 13.1. The supplier may be required to provide any or all of the following services, including additional services, if any:
- 13.1.1. performance or supervision of on-site assembly and/or commissioning of the supplied goods;
- 13.1.2. furnishing of tools required for assembly and/or maintenance of the supplied goods;
- 13.1.3. furnishing of a detailed operations and maintenance manual for each appropriate unit of the supplied goods;
- 13.1.4. performance or supervision or maintenance and/or repair of the supplied goods, for a period of time agreed by the parties, provided that this service shall not relieve the supplier of any warranty obligations under this contract; and
- 13.1.5. training of the purchaser's personnel, at the supplier's plant and/or on-site, in assembly, start-up, operation, maintenance, and/or repair of the supplied goods.
- 13.2. Prices charged by the supplier for incidental services, if not included in the contract price for the goods, shall be agreed upon in advance by the parties and shall not exceed the prevailing rates charged to other parties by the supplier for similar services.
14. **Spare parts**
- 14.1. As specified, the supplier may be required to provide any or all of the following materials, notifications, and information pertaining to spare parts manufactured or distributed by the supplier:

- 14.1.1. such spare parts as the purchaser may elect to purchase from the supplier, provided that this election shall not relieve the supplier of any warranty obligations under the contract; and;
- 14.1.2. in the event of termination of production of the spare parts:
 - 14.1.2.1. advance notification to the purchaser of the pending termination, in sufficient time to permit the purchaser to procure needed requirements; and
 - 14.1.2.2. following such termination, furnishing at no cost to the purchaser, the blue-prints, drawings, and specifications of the spare parts, if requested.

15. **Warranty**

- 15.1. The supplier warrants that the goods supplied under the contract are new, unused, of the most recent or current models, and that they incorporate all recent improvements in design and materials unless provided otherwise in the contract. The supplier further warrants that all goods supplied under this contract shall have no defect, arising from design, materials, or workmanship (except when the design and/or material is required by the purchaser's specifications) or from any act or omission of the supplier, that may develop under normal use of the supplied goods in the conditions prevailing in the country of final destination.
- 15.2. This warranty shall remain valid for twelve (12) months after the goods, or any portion thereof as the case may be, have been delivered to and accepted at the final destination indicated in the contract, or for eighteen (18) months after the date of shipment from the port or place of loading in the source country, whichever period concludes earlier, unless specified otherwise in SCC.
- 15.3. The purchaser shall promptly notify the supplier in writing of any claims arising under this warranty.
- 15.4. Upon receipt of such notice, the supplier shall, within the period specified in SCC and with all reasonable speed, repair or replace the defective goods or parts thereof, without costs to the purchaser.
- 15.5. If the supplier, having been notified, fails to remedy the defect(s) within the period specified, the purchaser may proceed to take such remedial action as may be necessary, at the supplier's risk and expense and without prejudice to any other rights which the purchaser may have against the supplier under the contract.

16. **Payment**

- 16.1. The method and conditions of payment to be made to the supplier under this contract shall be specified.
- 16.2. The supplier shall furnish the purchaser with an invoice accompanied by a copy of the delivery note and upon fulfilment of other obligations stipulated in the contract.
- 16.3. Payments shall be made by the purchaser **no later than thirty (30) days** after submission of an **invoice, statement** or claim by the supplier.
- 16.4. Payment will be made in Rand unless otherwise stipulated.

17. **Prices**

Prices charged by the supplier for goods delivered and services performed under the contract shall not vary from the prices quoted by the supplier in his bid, with the exception of any price adjustments authorized or in the purchaser's request for bid validity extension, as the case may be.

18. **Variation orders**

In cases where the estimated value of the envisaged changes in purchase does not vary more than 15% of the total value of the original contract, the contractor may be instructed to deliver the goods or render the services as such. In cases of measurable quantities, the contractor may be approached to reduce the unit price and such offers, may be accepted provided that there is no escalation in price.

19. **Assignment**

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

20. **Subcontracts**

The supplier 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 supplier from any liability or obligation under the contract.

21. **Delays in the supplier's performance**

21.1. Delivery of the goods and performance of services shall be made by the supplier in accordance with the time schedule prescribed by the purchaser in the contract.

21.2. If at any time during performance of the contract, the supplier or its subcontractor(s) should encounter conditions impeding timely delivery of the goods and performance of services, the supplier shall promptly notify the purchaser in writing of the fact of the delay, its likely duration and its cause(s). As soon as practicable after receipt of the supplier's notice, the purchaser shall evaluate the situation and may at his discretion extend the supplier's time for performance, with or without the imposition of penalties, in which case the extension shall be ratified by the parties by amendment of contract.

21.3. The right is reserved to procure outside of the contract small quantities or to have minor essential services executed if an emergency arises, the supplier's point of supply is not situated at or near the place where the supplies are required, or the supplier's services are not readily available.

21.4. Except as provided under GCC Clause 25, a delay by the supplier in the performance of its delivery obligations shall render the supplier liable to the imposition of penalties, pursuant to GCC Clause 22, unless an extension of time is agreed upon pursuant to GCC Clause 22 without the application of penalties.

21.5. 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 supplier's expense and risk, or to cancel the contract and buy such goods as may be required to complete the contract and without prejudice to his other rights, be entitled to claim damages from the supplier.

22. **Penalties**

Subject to GCC Clause 25, if the supplier fails to deliver any or all of the goods or to perform the services within the period(s) specified in the contract, the purchaser shall, without prejudice to its other remedies under the contract, deduct from the contract price, as a penalty, a sum calculated on the delivered price of the delayed goods or unperformed services using the current prime interest rate calculated for each day of the delay until actual delivery or performance. The purchaser may also consider termination of the contract pursuant to GCC Clause 23.

23. **Termination for default**

23.1. The purchaser, without prejudice to any other remedy for breach of contract, by written notice of default sent to the supplier, may terminate this contract in whole or in part:

23.1.1. if the supplier fails to deliver any or all of the goods within the period(s) specified in the contract, or within any extension thereof granted by the purchaser pursuant to GCC Clause 21.2;

23.1.2. if the Supplier fails to perform any other obligation(s) under the contract; or

23.1.3. if the supplier, in the judgment of the purchaser, has engaged in corrupt or fraudulent practices in competing for or in executing the contract.

23.2. In the event the purchaser terminates the contract in whole or in part, the purchaser may procure, upon such terms and in such manner as it deems appropriate, goods, works or services similar to those undelivered, and the supplier shall be liable to the purchaser for any excess costs for such similar goods, works or services. However, the supplier shall continue performance of the contract to the extent not terminated.

23.3. Where the purchaser terminates the contract in whole or in part, the purchaser may decide to impose a restriction penalty on the supplier by prohibiting such supplier from doing business with the public sector for a period not exceeding 10 years.

- 23.4. If a purchaser intends imposing a restriction on a supplier or any person associated with the supplier, the supplier will be allowed a time period of not more than fourteen (14) days to provide reasons why the envisaged restriction should not be imposed. Should the supplier fail to respond within the stipulated fourteen (14) days the purchaser may regard the supplier as having no objection and proceed with the restriction.
- 23.5. Any restriction imposed on any person by the purchaser will, at the discretion of the purchaser, also be applicable to any other enterprise or any partner, manager, director or other person who wholly or partly exercises or exercised or may exercise control over the enterprise of the first-mentioned person, and with which enterprise or person the first-mentioned person, is or was in the opinion of the purchaser actively associated.
- 23.6. If a restriction is imposed, the purchaser must, within five (5) working days of such imposition, furnish the National Treasury, with the following information:
 - 23.6.1. the name and address of the supplier and / or person restricted by the purchaser;
 - 23.6.2. the date of commencement of the restriction
 - 23.6.3. the period of restriction; and
 - 23.6.4. the reasons for the restriction.

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

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

24. **Anti-dumping and countervailing duties and rights**

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 favourable difference shall on demand be paid forthwith by the contractor to the State or the State may deduct such amounts from moneys (if any) which may otherwise be due to the contractor in regard to supplies or services which he delivered or rendered, or is to deliver or render in terms of the contract or any other contract or any other amount which may be due to him.

25. **Force Majeure**

- 25.1. Notwithstanding the provisions of GCC Clauses 22 and 23, the supplier shall not be liable for forfeiture of its performance security, damages, or termination for default if and to the extent that his delay in performance or other failure to perform his obligations under the contract is the result of an event of force majeure.
- 25.2. If a force majeure situation arises, the supplier shall promptly notify the purchaser in writing of such condition and the cause thereof. Unless otherwise directed by the purchaser in writing, the supplier shall continue to perform its obligations under the contract as far as is reasonably practical, and shall seek all reasonable alternative means for performance not prevented by the force majeure event.

26. **Termination for insolvency**

The purchaser may at any time terminate the contract by giving written notice to the supplier if the supplier becomes bankrupt or otherwise insolvent. In this event, termination will be without compensation to the supplier, provided that such termination will not prejudice or affect any right of action or remedy which has accrued or will accrue thereafter to the purchaser.

27. **Settlement of Disputes**

- 27.1. If any dispute or difference of any kind whatsoever arises between the purchaser and the supplier in connection with or arising out of the contract, the parties shall make every effort to resolve amicably such dispute or difference by mutual consultation.
- 27.2. If, after thirty (30) days, the parties have failed to resolve their dispute or difference by such mutual consultation, then either the purchaser or the supplier may give notice to the other party of his intention to commence with mediation. No mediation in respect of this matter may be commenced unless such notice is given to the other party.
- 27.3. Should it not be possible to settle a dispute by means of mediation, it may be settled in a South African court of law.
- 27.4. Notwithstanding any reference to mediation and/or court proceedings herein,
- 27.4.1. the parties shall continue to perform their respective obligations under the contract unless they otherwise agree; and
- 27.4.2. the purchaser shall pay the supplier any monies due for goods delivered and / or services rendered according to the prescripts of the contract.

28. **Limitation of liability**

- 28.1. Except in cases of criminal negligence or wilful misconduct, and in the case of infringement pursuant to Clause 6;
- 28.1.1. the supplier shall not be liable to the purchaser, whether in contract, tort, or otherwise, for any indirect or consequential loss or damage, loss of use, loss of production, or loss of profits or interest costs, provided that this exclusion shall not apply to any obligation of the supplier to pay penalties and/or damages to the purchaser; and
- 28.1.2. the aggregate liability of the supplier to the purchaser, whether under the contract, in tort or otherwise, shall not exceed the total contract price, provided that this limitation shall not apply to the cost of repairing or replacing defective equipment

29. **Governing language**

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**

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

31. **Notices**

- 31.1. Every written acceptance of a bid shall be posted to the supplier concerned by registered or certified mail and any other notice to him shall be posted by ordinary mail to the address furnished in his bid or to the address notified later by him in writing and such posting shall be deemed to be proper service of such notice
- 31.2. The time mentioned in the contract documents for performing any act after such aforesaid notice has been given, shall be reckoned from the date of posting of such notice.

32. **Taxes and duties**

- 32.1. A foreign supplier shall be entirely responsible for all taxes, stamp duties, license fees, and other such levies imposed outside the purchaser's country.
- 32.2. A local supplier shall be entirely responsible for all taxes, duties, license fees, etc., incurred until delivery of the contracted goods to the purchaser.
- 32.3. No contract shall be concluded with any bidder whose tax matters are not in order. Prior to the award of a bid SARS must have certified that the tax matters of the preferred bidder are in order.
- 32.4. No contract shall be concluded with any bidder whose municipal rates and taxes and municipal services charges are in arrears.

33. **Transfer of contracts**
The contractor shall not abandon, transfer, cede, assign or sublet a contract or part thereof without the written permission of the purchaser.
34. **Amendment of contracts**
No agreement to amend or vary a contract or order or the conditions, stipulations or provisions thereof shall be valid and of any force unless such agreement to amend or vary is entered into in writing and signed by the contracting parties. Any waiver of the requirement that the agreement to amend or vary shall be in writing, shall also be in writing.
35. **Prohibition of restrictive practices.**
- 35.1. In terms of section 4 (1) (b) (iii) of the Competition Act No. 89 of 1998, as amended, an agreement between, or concerted practice by, firms, or a decision by an association of firms, is prohibited if it is between parties in a horizontal relationship and if a bidder(s) is / are or a contractor(s) was / were involved in collusive bidding.
- 35.2. If a bidder(s) or contractor(s) based on reasonable grounds or evidence obtained by the purchaser has / have engaged in the restrictive practice referred to above, the purchaser may refer the matter to the Competition Commission for investigation and possible imposition of administrative penalties as contemplated in section 59 of the Competition Act No 89 Of 1998.
- 35.3. If a bidder(s) or contractor(s) has / have been found guilty by the Competition Commission of the restrictive practice referred to above, the purchaser may, in addition and without prejudice to any other remedy provided for, invalidate the bid(s) for such item(s) offered, and / or terminate the contract in whole or part, and / or restrict the bidder(s) or contractor(s) from conducting business with the public sector for a period not exceeding ten (10) years and / or claim damages from the bidder(s) or contractor(s) concerned.

General Conditions of Contract (revised July 2010)

A1.3 GENERAL CONDITIONS OF TENDER – GOVERNMENT PROCUREMENT

1. Sealed tenders, with the “**Tender Number and Title**” clearly endorsed on the envelope, must be deposited in the **tender box indicated** at the offices of the Pixley ka Seme District Municipality, Culvert Road, De Aar.
2. The tender must be lodged by the Tenderer in the wooden tender box on the reception of the building located at Pixley ka Seme District Municipality, Culvert Road, De Aar.
3. **PLEASE NOTE:**
 - 3.1. Tenders that are deposited in the incorrect box will not be considered.
 - 3.2. Tender box deposit slot is 28cm x 2.5cm.
 - 3.3. Mailed, telegraphic or faxed tenders will not be accepted.
 - 3.4. Documents may only be completed in black ink.
 - 3.5. The use of correction fluid/tape is not allowed.
 - 3.5.1. In the event of a mistake having been made, it shall be crossed out in ink and be accompanied by an initial at each and every alteration.
 - 3.5.2. Alterations or deletions not signed by the Tenderer may render the tender invalid.
 - 3.6. All bids must be submitted in writing on the official forms supplied (not to be re-typed)
 - 3.7. All prices shall be quoted in South African currency and be **INCLUSIVE of VAT**.
4. Any Tender received after the appointed time for the closing of Tenders shall not be considered but shall be filed unopened with the other Tenders received or may be returned to the Tenderer at his request.
5. Tenders may not be telefaxed to the Municipality and therefore any tenders received by fax will **not** be considered.
6. No Tender will be considered which, subsequent to the closing hour for Tenders, may be found in another box.
7. Tenders shall be opened in public at the Pixley ka Seme District Municipal Offices as soon as possible after the closing time for the receipt of tenders.
8. The Municipality shall have the right to summarily disqualify any Tenderer who, either at the date of submission of this tender or at the date of its award, is indebted to the Municipality in respect of any rental, levies, rates and/or service charges; **ALTERNATIVELY**;
 - 8.1. That an agreement be signed whereby the Tenderer agrees that a percentage or fixed amount at the discretion of the Municipality, be deducted from payments due to him for this tender, until the debt is paid in full.
 - 8.2. The tenderer shall declare **all** the Municipal account numbers in the area for which the enterprise or the proprietors or directors in their personal capacity is/ are responsible or co-responsible.
9. This bid will be evaluated and adjudicated according to the following criteria:
 - 9.1. Relevant specifications
 - 9.2. Value for money
 - 9.3. Capability to execute the contract
 - 9.4. PPPFA & associated regulations
10. **Invoices**

All invoices must be forwarded to the following address:
Pixley ka Seme District Municipality
Private bag X1012
De Aar
7000

11. **Value-Added Tax (VAT)**

- 11.1. Tax invoices are to comply with the requirements as contained in the Value Added Tax Act, Act 89 of 1991. The content of the invoice must contain sufficient information for audit purposes.
- 11.2. It is a requirement of this contract that the amount of value-added tax (VAT) must be shown clearly on each invoice.
- 11.3. The amended Value-Added Tax Act requires that a Tax Invoice for supplies in excess of R3,000 should, in addition to the other required information, also disclose the VAT registration number of the recipient, with effect from 1 March 2005.
- 11.4. The VAT registration number of the Municipality is 4020115277.

12. **Standard Payment Terms**

- 12.1. All money owed by the municipality must be paid within 30 calendar days of receiving the relevant invoice or statement, unless prescribed otherwise for certain categories of expenditure.

PIXLEY KA SEME DISTRICT MUNICIPALITY

TENDER NO. TD 03/2021

**PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL
AUDIT SOFTWARE SYSTEM**

PART A2: RETURNABLE DOCUMENTS

PART A2: RETURNABLE DOCUMENTS

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The tender document must be submitted as a whole. All forms must be properly completed as required, and the document shall not be taken apart or altered in any way whatsoever.

All the certificates and forms to be provided with the tender are listed in A2.2 hereafter.

The list of returnable documents comprises the following:

1. All the returnable schedules and forms listed in A2.2.1: Returnable schedules required for tender evaluation purposes;
2. All the returnable documents listed in A2.2.2: Returnable schedules that will be incorporated into the Contract;
3. All the returnable forms listed in A2.2.3: Quality evaluation criteria
4. All the forms and agreements in the Contract Data in B1.3 where some of the forms (agreements) need to be completed only by successful tenderer;
5. All the forms in the Specifications and Pricing Data in B1.1 and B1.2.

A2.2 **RETURNABLE SCHEDULES**

A2.2.1 **RETURNABLE SCHEDULES REQUIRED FOR TENDER EVALUATION PURPOSES**

<u>FORM</u>	<u>DESCRIPTION</u>	<u>PAGE</u>
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NOTE: The tenderer is required to complete each and every schedule and form listed above to the best of his ability, as the evaluation of tenders and the eventual contract will be based on the information provided by the tenderer. Failure of a tenderer to complete the schedules and forms to the satisfaction of the Employer will inevitably prejudice the tender and may lead to rejection on the grounds that the tender is not responsive. The same applies to sections A2.2.2 until A2.2.4.

FORM A: CERTIFICATE OF AUTHORITY

Indicate the status of the tenderer by ticking the appropriate box hereunder. The tenderer must complete the certificate set out below for the relevant category.

(I) SOLE PROPRIETOR	(II) COMPANY	(III) CLOSE CORPORATION	(IV) PARTNERSHIP	(V) JOINT VENTURE

(I) CERTIFICATE FOR SOLE PROPRIETOR

I, _____, hereby confirm that I am the sole owner of the
business trading as _____

Signature of Sole owner: **Date:**

As Witnesses: 1.....
2.....

(II) CERTIFICATE FOR COMPANY

I,, Managing Director of the Board of Directors of, hereby confirm that by resolution of the Board (copy attached) taken on 20....., Mr/Ms, acting in the capacity of, was authorised to sign all documents in connection with this tender and any contract resulting from it, on behalf of the company.

Managing Director : Date:

As Witnesses: 1.....
2.....

(III) CERTIFICATE FOR CLOSE CORPORATION

We, the undersigned, being the key members in the business trading as
..... hereby authorise Mr/Ms , acting
in the capacity of , to sign all documents in
connection with this tender and any contract resulting from it, on our behalf.

NAME	ADDRESS	SIGNATURE	DATE

Note : *This certificate is to be completed and signed by all of the key members upon whom rests the direction of the affairs of the Close Corporation as a whole.*

(IV). CERTIFICATE FOR PARTNERSHIP

We, the undersigned, being the key partners in the business trading as
..... hereby authorize Mr/Ms
acting in the capacity of , to sign all documents in
connection with this tender and any contract resulting from it, on our behalf.

NAME	ADDRESS	SIGNATURE	DATE

Note : *This certificate is to be completed and signed by all of the key partners upon whom rests the direction of the affairs of the Partnership as a whole.*

(V) CERTIFICATE FOR JOINT VENTURE

a) **RESOLUTION OF BOARD OF DIRECTORS TO ENTER INTO CONSORTIA OR JOINT VENTURE**

RESOLUTION of a meeting of the Board of *Directors / Members / Partners of:

(Legally correct full name and registration number, if applicable, of the Enterprise)

Held at _____ (place) On _____ (date)

RESOLVED that:

1. The Enterprise submits a Bid/Tender, in Consortium/Joint Venture with the following Enterprises:

(List all the legally correct full names and registration numbers, if applicable, of the Enterprises forming the Consortium/Joint Venture) to the PIXLEY KA SEME DISTRICT MUNICIPALITY in respect of the following project:

(Project description as per Bid /Tender Document)

Bid / Tender Number: _____ (Bid / Tender Number as per Bid /Tender Document)

2. *Mr/Mrs/Ms: _____

in *his/her Capacity as: _____ (Position in the Enterprise)

and who will sign as follows: _____

be, and is hereby, authorised to sign a consortium/joint venture agreement with the parties listed under item 1 above, and any and all other documents and/or correspondence in connection with and relating to the consortium/joint venture, in respect of the project described under item 1 above.

3. The Enterprise accepts joint and several liability with the parties listed under item 1 above for the due fulfilment of the obligations of the joint venture deriving from, and in any way connected with, the Contract to be entered into with the District Municipality in respect of the project described under item 1 above.

4. The Enterprise chooses as its *domicilium citandi et executandi* for all purposes arising from this joint venture agreement and the Contract with the District Municipality in respect of the project under item 1 above:

Physical address: _____

(code) _____

Postal Address: _____

(code) _____

Telephone number: _____

Fax number: _____

	Name	Capacity	Signature
1			
2			
3			
4			
5			
6			
7			

Note:

1. * Delete which is not applicable
2. **NB.** This resolution must be signed by all the Directors / Members / Partners of the Bidding Enterprise
3. Should the number of Directors / Members/Partners exceed the space available above, additional names and signatures must be supplied on a separate page

ENTERPRISE STAMP

b) SPECIAL RESOLUTION OF CONSORTIA OR JOINT VENTURES

RESOLUTION of a meeting of the duly authorised representatives of the following legal entities who have entered into a consortium/joint venture to jointly bid for the project mentioned below: *(legally correct full names and registration numbers, if applicable, of the Enterprises forming a Consortium/Joint Venture)*

1. _____

2. _____

3. _____

4. _____

5. _____

6. _____

7. _____

Held at _____ (place) on _____ (date)

RESOLVED that:

- A. The above-mentioned Enterprises submits a Bid in Consortium/Joint Venture to the PIXLEY KA SEME DISTRICT MUNICIPALITY in respect of the following project:

(project description as per Bid / Tender Document)

- B. Mr/Mrs/Ms: _____

in *his/her Capacity as: : _____ (Position in the Enterprise)

and who will sign as follows: : _____

be, and is hereby, authorised to sign the Bid, and any and all other documents and/or correspondence in connection with and relating to the Bid, as well as to sign any Contract, and any and all documentation, resulting from the award of the Bid to the Enterprises in Consortium/Joint Venture mentioned above.

- C. The Enterprises constituting the Consortium/Joint Venture, notwithstanding its composition, shall conduct all business under the name and style of: _____
- D. The Enterprises to the Consortium/Joint Venture accepts joint and several liability for the due fulfilment of the obligations of the Consortium/Joint Venture deriving from, and in any way connected with, the Contract entered into with the Pixley ka Seme District Municipality in respect of the project described under item A above.
- E. Any of the Enterprises to the Consortium/Joint Venture intending to terminate the consortium/joint venture agreement, for whatever reason, shall give the District Municipality 30 days written notice of such intention. Notwithstanding such decision to terminate, the Enterprises shall remain jointly and severally liable to the District Municipality for the due fulfilment of the obligations of the Consortium/Joint Venture as mentioned under item D above.
- F. No Enterprise to the Consortium/Joint Venture shall, without the prior written consent of the other Enterprises to the Consortium/Joint Venture and of the District Municipality, cede any of its rights or assign any of its obligation under the consortium/joint venture agreement in relation to the Contract with the District Municipality referred to herein.
- G. The Enterprises choose as the *domicilium citandi et executandi* of the Consortium/Joint Venture for all purposes arising from the consortium/joint venture agreement and the Contract with the District Municipality in respect of the project under item A above:

Physical address: _____

(code) _____

Postal Address: _____

(code) _____

Telephone number: _____ (code)

Fax number: _____ (code)

	Name	Capacity	Signature
1			
2			
3			
4			
5			
6			
7			

Note:

1. * Delete which is not applicable.
2. NB. This resolution must be signed by all the Duly Authorised Representatives of the Legal Entities to the Consortium/Joint Venture submitting this Bid.
3. Should the number of Duly Authorised Representatives of the Legal Entities joining forces in this Bid exceed the space available above, additional names and signatures must be supplied on a separate page.
4. Resolutions, duly completed and signed, from the separate Enterprises who participate in this Consortium/Joint Venture must be attached to the Special Resolution.
5. Joint Venture Agreement must be attached must be attached to this Bid (refer to page T1-22, F3.13.1 d))

REGISTRATION CERTIFICATE / AGREEMENT / ID DOCUMENT

Important note to tenderer:

Registration Certificates for Companies, Close Corporations and Partnerships, or Agreements and Powers of Attorney for Joint Ventures, or ID documents for Sole Proprietors, all as referred to in the foregoing forms and in T2.1, must be inserted here.

TAX CLEARANCE CERTIFICATE REQUIREMENTS

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

1. In order to meet this requirement bidders are to be registered on the Central Suppliers Database of SARS, therefore proof of registration will do by submitting a Tax Compliance Status Letter who wish to submit bids.
2. Previously a taxpayer (bidder) was required to submit a valid, original paper Tax Clearance Certificate (TCC), the tax payer/ bidder MUST now submit TAX COMPLIANCE STATUS PIN NO. Bids WILL NOT be considered if the correct PIN NO and Tax Reference Number are not included in this document
3. Applications for the Tax Clearance Certificates MUST 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 or contact the SARS Contact Centre on 0800007277
4. 3. The bidder (Name) Hereby grants Pixley ka Seme District Municipality permission to use the following TAX COMPLIANCE STATUS PIN NO With reference to the following Tax reference Number.....
5. The bidder (Name) hereby further grants SARS permission to disclose the bidders TAX COMPLIANCE STATUS to Pixley ka Seme District Municipality on an on-going basis during the Contract Term.
6. A bidder who appoints a Sub-Contractor / Joint Venture / Consortia to execute a portion of a contract (Sub-Contractor in excess of National Treasury threshold) must ensure that each appointment is TAX COMPLIANT and remains TAX COMPLIANT for the duration of the contract. Successful bidders must provide Pixley ka Seme District Municipality authority from their appointments confirming that SARS may, on an on-going basis during the contract term, disclose the appointed Sub-Contractor / Joint Venture / Consortia TAX COMPLIANCE STATUS.
7. A bidder who acts on behalf of an undisclosed principal must disclose such a fact upon submission of a bid as well as identity of that principal. The TAX COMPLIANCE STATUS of that principle must be verified in the same manner as that of the bidder. The same principle applies mutatis mutandis to any Sub-Contractor / Joint Venture / Consortia appointed by a successful bidder to execute a portion of a contract.
8. The TAX COMPLIANCE STATUS of all parties must be disclosed and verified if the bidder consists of a partnership.

SIGNATURE		NAME (PRINT)	
CAPACITY		DATE	
NAME OF FIRM			

FORM C: MBD 4: DECLARATION OF INTEREST

1. Any legal person, including persons employed by the state¹, or persons having a kinship with persons employed by the state, including a blood relationship, may make an offer or offers in terms of this invitation to bid (includes an advertised competitive bid, a limited bid, a proposal or written price quotation). In view of possible allegations of favouritism, should the resulting bid, or part thereof, be awarded to persons employed by the state, or to persons connected with or related to them, it is required that the bidder or his/her authorised representative declare his/her position in relation to the evaluating/adjudicating authority where-
- the bidder is employed by the state; and/or
 - the legal person on whose behalf the bidding document is signed, has a relationship with persons/a person who are/is involved in the evaluation and or adjudication of the bid(s), or where it is known that such a relationship exists between the person or persons for or on whose behalf the declarant acts and persons who are involved with the evaluation and or adjudication of the bid.

2. **In order to give effect to the above, the following questionnaire must be completed and submitted with the bid.**

2.1 Full Name of bidder or his or her representative:

2.2 Identity Number:.....

2.3 Position occupied in the Company (director, trustee, shareholder², member):

2.4 Registration number of company, enterprise, close corporation, partnership agreement or trust:

2.5 Tax Reference Number:

2.6 VAT Registration Number:

2.6.1 The names of all directors / trustees / shareholders / members, their individual identity numbers, tax reference numbers and, if applicable, employee / PERSAL numbers must be indicated in paragraph 3 below.

¹"State" means –

- (a) 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);
- (b) any municipality or municipal entity;
- (c) provincial legislature;
- (d) national Assembly or the national Council of provinces; or
- (e) Parliament.

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

YES/NO

2.7 Are you or any person connected with the bidder presently employed by the state?

☐

2.7.1 If so, furnish the following particulars:

Name of person / director / trustee / shareholder/ member:

Name of state institution at which you or the person connected to the bidder is employed :

Position occupied in the state institution:

Any other particulars:

.....
.....

2.7.2 If you are presently employed by the state, did you obtain the appropriate authority to undertake remunerative work outside employment in the public sector?

YES/NO

2.7.2.1 If yes, did you attach proof of such authority to the bid document?

YES/NO

(Note: Failure to submit proof of such authority, where applicable, may result in the disqualification of the bid.)

2.7.2.2 If no, furnish reasons for non-submission of such proof:

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

2.8 Did you or your spouse, or any of the company's directors / trustees / shareholders / members or their spouses conduct business with the state in the previous twelve months?

YES/NO

2.8.1 If so, furnish particulars:

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

2.9 Do you, or any person connected with the bidder, have any relationship (family, friend, other) with a person employed by the state and who may be involved with the evaluation and or adjudication of this bid?

YES/NO

2.9.1 If so, furnish particulars.

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

2.10 Are you, or any person connected with the bidder, aware of any relationship (family, friend, other) between any other bidder and any person employed by the state who may be involved with the evaluation and or adjudication of this bid?

YES/NO

2.10.1 If so, furnish particulars.

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

2.11 Do you or any of the directors / trustees / shareholders / members of the company have any interest in any other related companies whether or not they are bidding for this contract?

YES/NO

2.11.1 If so, furnish particulars:

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

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

Full Name	Identity Number	Personal Income Tax Reference Number	State Employee Number / Persal Number

4 DECLARATION

I, THE UNDERSIGNED (NAME).....

CERTIFY THAT THE INFORMATION FURNISHED IN PARAGRAPHS 2 and 3 ABOVE IS CORRECT.
I ACCEPT THAT THE STATE MAY REJECT THE BID OR ACT AGAINST ME SHOULD THIS

DECLARATION PROVE TO BE FALSE.

.....
Signature

.....
Date

.....
Position

.....
Name of bidder

FORM D: MBD 8: 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 institutions in ensuring that when goods and services are being procured, all reasonable steps are taken to combat the abuse of the supply chain management system.
- 3 The bid of any bidder may be disregarded if that bidder, or any of its directors have-
 - a. abused the municipality's / municipal entity's supply chain management system or committed any improper conduct in relation to such system;
 - b. been convicted for fraud or corruption during the past five years;
 - c. willfully neglected, reneged on or failed to comply with any government, municipal or other public sector contract during the past five years; or
 - d. been listed in the Register for 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 of Restricted Suppliers as companies or persons prohibited from doing business with the public sector? <i>(Companies or persons who are listed on this Database were informed in writing of this restriction by the Accounting Officer/Authority of the institution that imposed the restriction after the audi alteram partem rule was applied).</i> The Database of Restricted Suppliers now resides on the National Treasury's website(www.treasury.gov.za) and can be accessed by clicking on its link at the bottom of the home page.	Yes ☐	No ☐
4.1.1	If so, furnish particulars:		
4.2	Is the bidder or any of its directors listed on the Register for Tender Defaulters in terms of section 29 of the Prevention and Combating of Corrupt Activities Act (No 12 of 2004)? The Register for Tender Defaulters can be accessed on the National Treasury's website (www.treasury.gov.za) by clicking on its link at the bottom of the home page.	Yes ☐	No ☐
4.2.1	If so, furnish particulars:		
4.3	Was the bidder or any of its directors convicted by a court of law (including a court outside of the Republic of South Africa) for fraud or corruption during the past five years?	Yes ☐	No ☐
4.3.1	If so, furnish particulars:		
4.4	Does the bidder or any of its directors owe any municipal rate 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 ☐	No ☐

4.4.1	If so, furnish particulars:		
4.5	Was any contract between the bidder and the municipality / municipal entity or any organ of state terminated during the past five years on account of failure to perform on or comply with the contract?	Yes ☐	No ☐
4.5.1	If so, furnish particulars:		

CERTIFICATION

I, THE UNDERSIGNED (FULL NAME).....

CERTIFY THAT THE INFORMATION FURNISHED ON THIS DECLARATION FORM IS TRUE AND CORRECT.

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

.....

SIGNATURE

.....

DATE

.....

POSITION

.....

NAME OF BIDDER

FORM E: MBD 9: CERTIFICATE OF INDEPENDENT BID DETERMINATION

- 1 This Municipal Bidding Document (MBD) must form part of all bids¹ invited.
- 2 Section 4 (1) (b) (iii) of the Competition Act No. 89 of 1998, as amended, prohibits an agreement between, or concerted practice by, firms, or a decision by an association of firms, if it is between parties in a horizontal relationship and if it involves collusive bidding (or bid rigging).² Collusive bidding is a *pe se* prohibition meaning that it cannot be justified under any grounds.
- 3 Municipal Supply Regulation 38 (1) prescribes that a supply chain management policy must provide measures for the combating of abuse of the supply chain management system and must enable the accounting officer, among others, to:
 - a. take all reasonable steps to prevent such abuse;
 - b. reject the bid of any bidder if that bidder or any of its directors has abused the supply chain management system of the municipality or municipal entity or has committed any improper conduct in relation to such system; and
 - c. cancel a contract award to a person if the person committed any corrupt or fraudulent act during the bidding process or the execution of the contract.
- 4 This MBD serves as a certificate of declaration that would be used by institutions to ensure that, when bids are considered, reasonable steps are taken to prevent any form of bid-rigging.
- 5 In order to give effect to the above, the attached Certificate of Bid Determination (MBD 9) must be completed and submitted with the bid:

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

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

CERTIFICATE OF INDEPENDENT BID DETERMINATION

I, the undersigned, in submitting the accompanying bid:

(Bid Number and Description)

in response to the invitation for the bid made by:

(Name of Municipality / Municipal Entity)

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

I certify, on behalf of: _____ that:

(Name of Bidder)

1. I have read and I understand the contents of this Certificate;
2. I understand that the accompanying bid will be disqualified if this Certificate is found not to be true and complete in every respect;
3. I am authorized by the bidder to sign this Certificate, and to submit the accompanying bid, on behalf of the bidder;
4. Each person whose signature appears on the accompanying bid has been authorized by the bidder to determine the terms of, and to sign the bid, on behalf of the bidder;
5. For the purposes of this Certificate and the accompanying bid, I understand that the word "competitor" shall include any individual or organization, other than the bidder, whether or not affiliated with the bidder, who:
 - (a) has been requested to submit a bid in response to this bid invitation;
 - (b) could potentially submit a bid in response to this bid invitation, based on their qualifications, abilities or experience; and
 - (c) provides the same goods and services as the bidder and/or is in the same line of business as the bidder
6. The bidder has arrived at the accompanying bid independently from, and without consultation, communication, agreement or arrangement with any competitor. However communication between partners in a joint venture or consortium³ will not be construed as collusive bidding.
7. In particular, without limiting the generality of paragraphs 6 above, there has been no consultation, communication, agreement or arrangement with any competitor regarding:
 - (a) prices;
 - (b) geographical area where product or service will be rendered (market allocation)
 - (c) methods, factors or formulas used to calculate prices;
 - (d) the intention or decision to submit or not to submit, a bid;
 - (e) the submission of a bid which does not meet the specifications and conditions of the bid; or

- (f) bidding with the intention not to win the bid.
8. In addition, there have been no consultations, communications, agreements or arrangements with any competitor regarding the quality, quantity, specifications and conditions or delivery particulars of the products or services to which this bid invitation relates.
9. The terms of the accompanying bid have not been, and will not be, disclosed by the bidder, directly or indirectly, to any competitor, prior to the date and time of the official bid opening or of the awarding of the contract.

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

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

.....
Signature

.....
Date

.....
Position

.....
Name of Bidder

A2.2.2 RETURNABLE SCHEDULES THAT WILL BE INCORPORATED INTO CONTRACT

<u>FORM</u>	<u>DESCRIPTION</u>	<u>PAGE</u>
F	MBD 6.1: PREFERENTIAL PROCUREMENT REGULATION 2017	2-21
G	RECORD OF ADDENDA TO TENDER DOCUMENTS	2-25
J	AMENDMENTS, QUALIFICATIONS AND ALTERNATIVES	2-26
K	AMENDMENTS, QUALIFICATIONS AND ALTERNATIVES	2-29

NOTE: The tenderer is required to complete each and every schedule and form listed above to the best of his ability, as the evaluation of tenderers' capacity to complete the project will be based on the information provided by the tenderer.

FORM F: MBD 6.1: THIS BID WILL BE ADJUDICATED IN TERMS OF THE 80/20 POINT SYSTEM AS STIPULATED IN THE PREFERENTIAL PROCUREMENT REGULATION 2017

This preference form must form part of all bids invited. It contains general information and serves as a claim form for preference points for Broad-Based Black Economic Empowerment (B-BBEE) Status Level of Contribution

NB: BEFORE COMPLETING THIS FORM, BIDDERS MUST STUDY THE GENERAL CONDITIONS, DEFINITIONS AND DIRECTIVES APPLICABLE IN RESPECT OF B-BBEE, AS PRESCRIBED IN THE PREFERENTIAL PROCUREMENT REGULATIONS, 2017.

1. GENERAL CONDITIONS

- 1.1 The following preference point systems are applicable to all bids:
- the 80/20 system for requirements with a Rand value of up to R50 000 000 (all applicable taxes included); and
- 1.2 The value of this bid is estimated to not exceed R50 000 000 (all applicable taxes included) and therefore the80/20..... preference point system shall be applicable;
- 1.3 Points for this bid shall be awarded for:
- (a) Price; and
 - (b) B-BBEE Status Level of Contribution.

- 1.4 The maximum points for this bid are allocated as follows:

	POINTS
PRICE	
B-BBEE STATUS LEVEL OF CONTRIBUTION	
Total points for Price and B-BBEE must not exceed	100

- 1.4 Failure on the part of a bidder to submit proof of B-BBEE Status level of contributor together with the bid, will be interpreted to mean that preference points for B-BBEE status level of contribution are not claimed.
- 1.5. The purchaser reserves the right to require of a bidder, either before a bid is adjudicated or at any time subsequently, to substantiate any claim in regard to preferences, in any manner required by the purchaser.

2. DEFINITIONS

- (a) **“B-BBEE”** means broad-based black economic empowerment as defined in section 1 of the Broad - Based Black Economic Empowerment Act;
- (b) **“B-BBEE status level of contributor”** means the B-BBEE status of an entity in terms of a Code of Good Practice on Black Economic Empowerment, issued in terms of section 9(1) of the Broad-Based Black Economic Empowerment Act;
- (c) **“bid”** means a written offer in a prescribed or stipulated form in response to an invitation by an organ of state for the provision of services, works or goods, through price quotations, advertised competitive bidding processes or proposals;
- (d) **“Broad-Based Black Economic Empowerment Act”** means the Broad-Based Black Economic Empowerment Act, 2003 (Act No. 53 of 2003);
- (e) **“EME”** means an Exempted Micro Enterprise in terms of a code of good practice on black economic empowerment issued in terms of section 9 (1) of the Broad- Based Black Economic Empowerment Act;
- (f) **“Functionality”** means the ability of a tenderer to provide goods or services in accordance with specifications as set out in the tender documents.
- (g) **“prices”** includes all applicable taxes less all unconditional discounts;

(h) **“proof of B-BBEE status level of contributor”** means:

- 1) B-BBEE Status level certificate issued by an authorized body or person;
- 2) A sworn affidavit as prescribed by the B-BBEE Codes of Good Practice;
- 3) Any other requirement prescribed in terms of the B-BBEE Act;

(i) **“QSE”** means a qualifying small business enterprise in terms of a code of good practice on black economic empowerment issued in terms of section 9 (1) of the practice on Broad-Black Economic Empowerment Act;

(j) **“rand value”** means the total estimated value of a contract in Rand, calculated at the time of bid invitations, and includes all applicable taxes;

3. POINTS AWARDED FOR PRICE

3.1 THE 80/20 OR 90/10 PREFERENCE POINT SYSTEMS

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

80/20

$$P_s = 80 \left(1 - \frac{P_t - P_{\min}}{P_{\min}} \right)$$

Where

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

4. Points awarded for B-BBEE Status Level of Contribution

4.1 In terms of Regulation 6 (2) and 7 (2) of the Preferential Procurement Regulations, preference points must be awarded to a bidder for attaining the B-BBEE status level of contribution in accordance with the table below:

B-BBEE Status Level of Contributor	Number of points (80/20 system)
1	20
2	18
3	14
4	12
5	8
6	6
7	4
8	2
Non-compliant contributor	0

5. BID DECLARATION

5.1 Bidders who claim points in respect of B-BBEE Status Level of Contribution must complete the following:

6. B-BBEE STATUS LEVEL OF CONTRIBUTION CLAIMED IN TERMS OF PARAGRAPHS 1.4 AND 4.1

6.1 B-BBEE Status Level of Contribution: = (maximum of 20 points)

(Points claimed in respect of paragraph 7.1 must be in accordance with the table reflected in paragraph 4.1 and must be substantiated by relevant proof of B-BBEE status level of contributor.

7 SUB-CONTRACTING

7.1 Will any portion of the contract be sub-contracted?

(Tick applicable box)

YES		NO	
-----	--	----	--

7.1.1 If yes, indicate:

(i) What percentage of the contract will be subcontracted?%

(ii) The name of the sub-contractor?

(iii) The B-BBEE status level of the sub-contractor?

(iv) Whether the sub-contractor is an EME or QSE

(Tick applicable box)

YES		NO	
-----	--	----	--

(v) Specify, by ticking the appropriate box, if subcontracting with an enterprise in terms of Preferential Procurement Regulations, 2017

Designated Group: An EME or QSE which is at least 51% owned by:	EME √	QSE √
Black people		
Black people who are youth		
Black people who are women		
Black people with disabilities		
Black people living in rural or underdeveloped areas or townships		
Cooperative owned by black people		
Black people who are military veterans		
OR		
Any EME		
Any QSE		

8 DECLARATION WITH REGARD TO COMPANY/FIRM

8.1 Name of company/firm :

8.2 VAT registration number:

8.3 Company registration number :

8.4 TYPE OF COMPANY/ FIRM

[TICK APPLICABLE BOX]

- ☐ Partnership/Joint Venture / Consortium
- ☐ One person business/sole propriety
- ☐ Close corporation
- ☐ Company
- ☐ (Pty) Limited

8.5 DESCRIBE PRINCIPAL BUSINESS ACTIVITIES

.....

.....

.....

.....

.....

8.6 COMPANY CLASSIFICATION
[TICK APPLICABLE BOX]

- ☐ Manufacturer
- ☐ Supplier
- ☐ Professional service provider
- ☐ Other service providers, e.g. transporter, etc.

8.7 Total number of years the company/firm has been in business?

8.8 I/we, the undersigned, who is / are duly authorised to do so on behalf of the company/firm, certify that the points claimed, based on the B-BBE status level of contribution indicated in paragraph 1.4 and 6.1 of the foregoing certificate, qualifies the company/ firm for the preference(s) shown and I / we acknowledge that:

- a. The information furnished is true and correct;
- b. The preference points claimed are in accordance with the General Conditions as indicated in paragraph 1 of this form.
- c. In the event of a contract being awarded as a result of points claimed as shown in paragraph 1.4 and 6.1, the contractor may be required to furnish documentary proof to the satisfaction of the purchaser that the claims are correct;
- d. If the B-BBEE status level of contribution has been claimed or obtained on a fraudulent basis or any of the conditions of contract have not been fulfilled, the purchaser may, in addition to any other remedy it may have –
 - i) disqualify the person from the bidding process;
 - ii) recover costs, losses or damages it has incurred or suffered as a result of that person's conduct;
 - iii) 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;
 - iv) Recommend that the bidder or contractor, its shareholders and directors, or only the shareholders and directors who acted on a fraudulent basis, 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
 - v) forward the matter for criminal prosecution

WITNESS

- 1.
- 2.

.....
SIGNATURE(S) OF BIDDER(S)

DATE:

ADDRESS

.....

.....

FORM G: RECORD OF ADDENDA TO TENDER DOCUMENTS

I / We confirm that the following communications amending the tender documents, received from the Employer or his representative before the closing date for submission of this tender offer, have been taken into account in this tender offer.

ADD. No	DATE	TITLE OR DETAILS
1		
2		
3		
4		
5		
6		
7		
8		

SIGNATURE ON BEHALF OF TENDERER:

FORM K: AMENDMENTS, QUALIFICATIONS AND ALTERNATIVES

(This is not an invitation for amendments, deviations or alternatives but should the tenderer, desire to make any departures from the provisions of this contract he shall set out his proposals clearly hereunder. The Employer will not consider any amendment or alternative offers unless form (a) and (b) has been completed to the satisfaction of the Employer).

I / We herewith propose the amendments and alternatives as set out in the tables below:

(a) AMENDMENTS

PAGE, CLAUSE OR ITEM NO	PROPOSED AMENDMENT

[Notes: (1) *Amendments to the General and Special Conditions of Contract are not acceptable;*
(2) *The Tenderer must give full details of all the financial implications of the amendments and qualifications in a covering letter attached to his tender.*

(b) ALTERNATIVES

PROPOSED ALTERNATIVE	DESCRIPTION OF ALTERNATIVE

[Notes: (1) *Individual alternative items that do not justify an alternative tender, and an alternative offer for time for completion should be listed here.*
(2) *In the case of a major alternative to any part of the work, a separate Bill of Quantities, programme, etc, and a detailed statement setting out the salient features of the proposed alternatives must accompany the tender.*
(3) *Alternative tenders involving technical modifications to the design of the works and methods of construction shall be treated separately from the main tender offer.]*

SIGNATURE		NAME (PRINT)	
CAPACITY		DATE	
NAME OF FIRM			

PIXLEY KA SEME DISTRICT MUNICIPALITY

TENDER NO. TD 03/2021

**PROCUREMENT OF AN AUTOMATED RISK MANAGEMENT AND INTERNAL AUDIT
SOFTWARE SYSTEM**

PART B: SPECIFICATIONS AND CONTRACT

TABLE OF CONTENTS

B1 SPECIFICATIONS.....3

B2 CONTRACT.....9

B1 SPECIFICATIONS

The Risk Management and Internal Audit units is embarking on a formal tender process for the appointment of a service provider to provide an **Automated Risk Management and Internal Audit Software System for the period of 3 years** effective from the date of appointment.

Current State

The current state of the Municipality is as follows;

1. We are currently using a manual system:
 - Excel for Risk Management and Word for Internal Audit
 - Teammate AM 12.5 TeamEWP
2. The current ICT environment includes the following;
 - Windows Server 2012
 - SQL 2016 Server available for Database
 - Full back up and Disaster Recovery infrastructure
 - Owns Public IP's for publishing and hosting

Scope of Work

It is the intention of the Pixley ka Seme District Municipality to appoint the successful bidder for a contract period of three years in order to ensure the success of the project and to provide the municipality with the necessary business continuity and the building of institutional knowledge and capacity.

The successful tenderer is to provide the necessary electronic tools and support to assist with the management of risks and internal audit and any related activities.

It is critical that the service provider to be appointed should have extensive experience in all the items listed in Annexure A and must therefore be able to provide references/written confirmation of all such projects successfully undertaken in the past, for each of the items listed. Failure to provide sufficient evidence as well as contactable referees may exclude tenderers from earning points for functionality criteria as listed hereunder.

A detailed SLA will be concluded between the Municipality and the successful tenderer upon successful award of this tender.

The following officials have been delegated to handle all correspondence relating to this project:

Ntomfuthi Sindelo - Risk Management Officer
Rachelle Sors - Chief Audit Executive

INVITATION TO BID FOR PIXLEY KA SEME DISTRICT MUNICIPALITY AUTOMATED RISK MANAGEMENT & INTERNAL AUDIT SOFTWARE SYSTEM

BACKGROUND

In this current climate demands for governance and transparency, the challenges to Internal Audit and Risk Management have never been greater. To cost-effectively address these increasing demands, a need has arisen for comprehensive, easy-to-use tools and systems that streamline Audit and Risk Management processes, to improve productivity, increase coordination throughout governance participants and ensure efficiency and accurate reporting. This integration within a comprehensive and unified set of integrated software solution helps to ensure that Internal Audit and Risk Management can work together, to fully leverage each other's strengths and also foster combined assurance. The current processes are manual, making it difficult for Risk Management and Internal Audit to execute their functions optimally. Risk Management is also still in its infant stage and is still limited to the Pixley ka Seme District Municipality. In such circumstances Internal audit is better positioned to assist Risk Management in reaching/achieving the required maturity level.

It is against this background that **Pixley ka Seme District Municipality's** Internal Audit department sought to procure an automated integrated Internal Audit and Risk Management software solution.

Pixley ka Seme District Municipality is also looking into procuring a system that can be used for the District Municipality and its Local municipalities as part of Shared Services. This will help in improving our coordination efforts as a district. A uniform system will also allow sharing of information, challenges and efficiencies amongst the Municipalities with our district.

It is therefore requested that service providers tender on the basis that the system will be used by the District Municipality as part of Shared Services, rendering the service to the eight local municipalities as well namely:

1. Emthanjeni Local Municipality (De Aar)
2. Thembelihle Local Municipality (Hopetown)
3. Umsobomvu Local Municipality (Colesburg)
4. Siyancuma Local Municipality (Douglas)
5. Siyathemba Local Municipality (Prieska)
6. Kareeberg Local Municipality (Carnarvon)
7. Ubuntu Local Municipality (Victoria West)
8. Renosterberg Local Municipality (Petrusville)

Technical ICT Requirements:

Our ICT functionality is as follows:

- Windows Server 2012
- SQL 2016 Server available for Database
- Full back up and Disaster Recovery infrastructure

- Owns Public IP's for publishing and hosting

***The service provider is also required to submit with the tender documents their IT requirements for their respective system.**

USER REQUIREMENTS

The Integrated software should include the following outputs:

Service providers must provide an ERM software solution (preferably on-site) to support the documenting, tracking, measurement, management, and reporting of enterprise risks. The solution must also develop Risk Assessments and Internal Audit plans in the required format and the service provider provide training on the use of the software. The solution must be web-based. The supplied software must be the latest version on the general release. Installation of software for all licensed users and access for all other employees in the organisation to do the following:

- Capturing and updating of risks
- Rating of risks
- Capturing and updating of controls
- Capturing action plans against identified risks, audit findings, incidents etc.
- Update progress on action plans
- View all risks and actions allocated to the user
- Risk Dashboard for Senior Management

Pixley ka Seme District Municipality will use the system to help assess enterprise risk quantitatively and qualitatively, as well as all internal audit related processes. In addition to the broad array of risk (financial, legal, operational, etc.) for measurement in the system, Pixley ka Seme District Municipality may wish to use the system to help manage its compliance e.g., Financial, Legal and Health, Safety & Environment (HSE) risks / exposures.

For Internal Audit, the system will be used to facilitate Internal Audit activities to be performed in compliance with the Audit Methodology of Pixley ka Seme District Municipality which is based on the International Standards for the Professional Practice of Internal Auditing as issued by the Institute of Internal Auditors.

Tenderers must be prepared to give a demonstration of the proposed solution, at no cost to Council, when requested to do so.

System Requirements:

- Tried and tested automated integrated Risk Assessment and Internal Audit software solution
- The system should be based on universally accepted best practice methodology, to enable **Pixley ka Seme District Municipality** to adopt and be compliant with frameworks such as the institute of Internal Auditors' IPPF audit standards etc.

- Combined planning of all Internal Audit and Risk Management assurance activities within **Pixley ka Seme District Municipalities.**
- Automated update of legislation and best practices.

SYSTEM REQUIREMENTS: ANNEXURE A

1. Risk Management

No	Description	Comply	Do Not Comply
1	Generate a comprehensive risk register at all levels of the organisation incorporating Key Risk Indicators, Risk Appetite, Capacity and Threshold levels. Such register must also have the functionality of control self-assessments & surveys. It must accommodate different types of risk registers.		
2	Incident reporting on newly identified/emerging risks		
4	Escalation function from all levels not limited to the following: • Non achievement of deadlines • Risk above acceptable tolerance • Incidents		
5	Colour indicating against action plans, Inherent and Residual ratings, appetite settings		
6	Provides a system-wide view of the risk universe at a strategic and operational, business unit, processes and procedures level.		
7	Functionality to keep risk oversight function and risk owners aware of a changing risk environment to improve insight of existing and emerging risk exposures at all levels.		
8	Enable Pixley ka Seme DM to manage its enterprise-wide risk and specific risk universe		
9	The system should be able to provides various assessment methods including but not limited to surveys and workshops		
10	The system should be flexible enough to be aligned with Pixley ka Seme DM approved Risk Management Framework and strategies.		
11	Provides standardise Risk Management templates for risk monitoring and reporting.		
12	Enables the effective implementation of the Risk Management Framework with functionality to manage, monitor and track risks at all levels including Risk Control Self Assessments.		
13	Automating risk identification, assessment and monitoring reports with flexible filter options		

No	Description	Comply	Do Not Comply
14	Must have functionality to allow the controls to be captured at every level and linked to risks and contributing factors and allow for rating of controls		
15	Provide proactive monitoring, including status tracking, automated reminders and progress updates		
16	System to be able to hold a risk library for all users to access and administrators to modify		
17	The system must be able to capture/import existing risk register (excel documents)		
18	Linking risks to objectives identified in the SDBIP		
19	System must allow capturing and management of contributing factors for each risk		
20	System must provide risk dashboard for monitoring of risks by Executive Management		
21	The system must be able to provide Combined Assurance model		

2. Internal Audit:

No	Description	Comply	Do Not Comply
1	Electronically facilitate risk-based audit planning through risk assessments and results thereof (audit module must be integrated to the risk module)		
2	Audit Execution: facilitates internal auditing (template based), compliance auditing as well as risk and control-based auditing in accordance with applicable standards.		
3	Electronic working papers covering all phases of internal audit assignment (planning, execution, etc) – individually assigned, sign-off, review, ability to extract customisable reports for managing/reviewing of audit assignment		
4	Allows for incorporation of scanned images/documents, emails and digital pictures into the file as audit evidence.		
5	Option to use data analytics for auditing purposes		
6	Facilitates review and sign off of audit work including email notification.		
7	Issues tracking and action plan management functionality.		
8	Functionality to escalate task/actions to various authority levels.		
9	Facilitates audit planning across sites and processes by resource, keeping track of planned hours and actual hours.		
10	Communication of Audit findings via the system		

3. Other:

No	Description	Comply	Do Not Comply
1	Enables seamless dashboard reporting and trends		
2	Ensure the integrity of data and provides an audit trail of all changes to records and changes to user access rights in the system		
3	Accurate, integrated and customizable reporting functionality.		
4	Data Migration assistance		
5	Contain user audit trails to monitor the activity of users		
6	System to be used by multiple users at the same time and ensure real-time updating		
7	Successful bidder must be willing for the system to integrate with major systems currently used by Pixley ka Seme District Municipality (PMS and Teammate)		
8	End User Training and User support – to be provided by the successful bidder		
9	Maintenance and user support		
10	User testing and acceptability testing		
11	User and procedure manuals provided by service provider		
12	Indicate whether the system will be available after the 1-year period to still be used by the Municipality, regardless of whether upgrade fees are paid. <u>(The municipality would like to own the system and only pay for license/maintenance/upgrade fees beyond 1 year should we decide to continue to use the system.)</u>		

4. Reporting Requirements

No	Description	Comply	Do Not Comply
1	The proposed solution must have the ability to report summary data at any level in the hierarchical model. Provides list of standard management reports with the ability to configure and draw custom reports from the system		
2	Have the ability to automatically generate visual reports, charts, and/or dashboards without any coding or report writing skills, ability to export customizable ad hoc reports as and when required.		
3	Have the ability to create risk summary reports with a description of the risk, its current status, trends, exceptions, how it is being managed, and monitored.		
4	Have the ability to export reports into PDF files and /or MS Office files.		
5	Ability to stratify risks, i.e., high level risks may be made up of several smaller risks.		
6	Automatic trigger reporting for risk that exceed a certain criterion.		
7	Automatic updates for risks owners to review progress.		
8	Alert profile via email notifications		

This page concludes Annexure A

5. License requirements: District and Local Municipalities

	Pixley Ka Seme DM	Thembelihle Local Municipality Hopetown	Umsobomvu Local Municipality Colesberg	Emthanjeni Local Municipality De Aar	Siyancuma Local Municipality Douglas	Siyathemba Local Municipality Prieska	Kareeberg Local Municipality Carnarvon	Ubuntu Local Municipality Victoria Wes	Renosterberg Local Municipality Petrusville
Full licences RM	1	1	1	1	1	1	1	1	1
Full license for Internal Audit	10	5	5	5	5	5	5	5	5
License to update	10	5	5	5	5	5	5	5	5
License for the following: • Capturing and updating of risks • Rating of risks • Capturing and updating of controls • Capturing action plans against identified risks, audit findings, incidents etc.	10 officials	5 officials	5 officials	5 officials	5 officials	5 officials	5 officials	5 officials	5 officials

Pixley Ka Seme DM	Thembelihle Local Municipality Hopetown	Umsobomvu Local Municipality Colesberg	Emthanjeni Local Municipality De Aar	Siyancuma Local Municipality Douglas	Siyathemba Local Municipality Prieska	Kareeberg Local Municipality Carnarvon	Ubuntu Local Municipality Victoria Wes	Renosterberg Local Municipality Petrusville
- Update progress on action plans - View all risks and actions allocated to the user								

A full proposal must accompany all tenders.

Service providers will be requested to do a live presentation of their product.

Bid Evaluation Criteria

All proposals will be evaluated to determine compliance with requirements and conditions of the Bid documents. The evaluation process will consist of a four-phase approach and will be as follows

1. Self-Evaluation on functionality
2. Functionality Evaluation
3. Confirmation of Self Evaluation by the panel from the Municipality
4. Evaluation of Price and B-BBEE

Phase I: Self Evaluation

Bidders will be required to evaluate themselves by indicating whether or not their system meets the criteria or requirements as outlined on the above table. Should the potential system provider score 80% or more on self-evaluation then the bidder will move to the next phase of evaluation process. The bidders that scored less than 80% will not be further evaluated.

Phase II: Awarding of points for functionality

The Service provider will further be evaluated on its technical capacity to deliver on this tender. The bidder must get 80% in order to qualify for the next stage of the evaluation process. The onus is on the bidder to provide evidence for the criteria. ***Please note the below information must form part of the service provider proposal**

CRITERIA	POINTS	
1. Relevant practical *Service provider experience in the implementation of Risk and Audit system at an organisation of 150+ employees *Provide signed reference letters indicating period, scope, project and contactable reference	20 10	• 1-2 years =1 • 3-4 years=2 • 5-6 years=3 • 7-10 years=4 • 10 and above =5 • 1 Company =1 • 2 Companies=2 • 3 Companies=3 • 4 Companies=4 • More than 4 Companies =5
Capacity of the service provider to provide a team (MUST BE TEAM THAT WILL BE AVAILABLE THROUGHOUT THE PROJECT) with the following skills: Include CV of team		
Relevant IT technical skills – Developer/Development	10	At least one of the team must possess the experience. • 1-2 years =1 • 3-4 years=2 • 5-6 years=3 • 7-10 years=4 • 10 and above =5
Relevant IT technical skills – Database Administrator	10	At least one of the team must possess the experience. • 1-2 years =1 • 3-4 years=2 • 5-6 years=3 • 7-10 years=4 • 10 and above =5
Total	50	

Phase III: Panel evaluation

The service provider will be required to make a presentation to the Municipal panel. The panel will confirm that the system can actually perform the functions that have been claimed on self-evaluation. In essence the panel will rate the compliance of the system to confirm scoring on self-evaluation. As per **Annexure A**, the service providers will be required to present the functionality of the system to a panel from the municipality. All service providers scoring the same or more than their self-evaluation will proceed to the next phase. Any service provider who scores less than 80% on panel evaluation or confirmation of self-evaluation will be regarded as non-responsive.

CRITERIA	POINTS	
Service provider ability to respond to functional and non-functional requirements as per Annexure A - Live System demonstration. (For Risk Management component: use of PKSDM data)	63	One point per function listed in Annexure A (minimum of 51 out of 63 = 80%):

Bidders must score equal or more than 80% from the table in Phase III to proceed to Phase IV

Phase IV

Only bidders that have passed phases I to III will be evaluated in terms of the 80/20 preference points system.

Pricing Schedule

- *All prices should include VAT, if a VAT Vendor.
- *All prices to be quoted in Rand Value
- *If quoted in foreign exchange, it must be fixed at date of submission

Option - District including 8 Local municipalities

Pricing element		2021/22							
	Pixley Ka Seme DM	Thembeilhe LM Hopetown	Umsobomvu LM Colesberg	Emthanjeni LM De Aar	Siyancuma LM Douglas	Siyathemba LM Prieska	Kareeberg LM Carnarvon	Ubuntu LM Victoria Wes	Renosterberg LM Petrusville
Full licenses RM	2	2	2	2	2	2	2	2	2
Full license for Internal Audit	5	3	3	3	3	3	3	3	3
User license (Capturing, Updating - Executive Managers and Risk Champions)	15	29	10	10	10	10	10	10	10
Access for the following	200	200	200	200	200	200	200	200	200
• Rating of risks									
• Capturing and Updating of controls									
• Capturing action plans against identified risks, audit findings, incidents etc.									
• Update progress on action plans									
• View all risks and actions allocated to the user									
Implementation – once off									
Provide detailed costing for all other costs									
Training									
Travel and Subsistence									
Additional costs not included above									
*Annual license fee Year 2 (2022/2023) (maintenance/upgrade fee)									

**PRICING SCHEDULE-FIRM PRICES
(PURCHASE)**

NOTE: ONLY FIRM PRICES WILL BE ACCEPTED. NON-FIRM PRICES (INCLUDING PRICES SUBJECT TO RATES OF EXCHANGE VARIATIONS) WILL NOT BE CONSIDERED.

Name of bidder:	Bid number:
Closing Time :	

PRICING SCHEDULE NOTE:

1. Only firm prices will be accepted. Non-firm prices will not be considered.
2. All delivery costs MUST be included in the bid price, for delivery at the prescribed destination.
3. Document MUST be completed in non-erasable black ink.
4. NO correction fluid/tape may be used.
5. In the event of a mistake having been made, it shall be crossed out in ink and be accompanied by an initial at each and every alteration.
6. The number of items in the schedule is for tendering purposes only and may differ from the actual number ordered during the tender period.

I / We
 (full name of Bidder) the undersigned in my capacity as
 of the firm

hereby offer to Pixley ka Seme District Municipality to render the services as described, in accordance with the specification and conditions of contract to the entire satisfaction of the Pixley ka Seme District Municipality and subject to the conditions of tender, for the amounts indicated hereunder:

1 CONTRACT FORM - PURCHASE OF GOODS/WORKS

THIS FORM MUST BE FILLED IN DUPLICATE BY BOTH THE SUCCESSFUL BIDDER (PART 1) AND THE PURCHASER (PART 2). BOTH FORMS MUST BE SIGNED IN THE ORIGINAL SO THAT THE SUCCESSFUL BIDDER AND THE PURCHASER WOULD BE IN POSSESSION OF ORIGINALLY SIGNED CONTRACTS FOR THEIR RESPECTIVE RECORDS.

2 PART 1 (TO BE FILLED IN BY THE BIDDER)

1. I hereby undertake to supply all or any of the goods and/or works described in the attached bidding documents to (name of institution)..... in accordance with the requirements and specifications stipulated in bid number..... at the price/s quoted. My offer/s remain binding upon me and open for acceptance by the purchaser during the validity period indicated and calculated from the closing time of bid.
2. The following documents shall be deemed to form and be read and construed as part of this agreement:
 - (i) Bidding documents, viz
 - Invitation to bid;
 - Tax clearance certificate;
 - Pricing schedule(s);
 - Technical Specification(s);
 - Preference claims for Broad Based Black Economic Empowerment Status Level of Contribution in terms of the Preferential Procurement Regulations 2011;
 - Declaration of interest;
 - Declaration of bidder's past SCM practices;
 - Certificate of Independent Bid Determination
 - Special Conditions of Contract;
 - (ii) General Conditions of Contract; and
 - (iii) Other (specify)
3. I confirm that I have satisfied myself as to the correctness and validity of my bid; that the price(s) and rate(s) quoted cover all the goods and/or works specified in the bidding documents; that the price(s) and rate(s) cover all my obligations and I accept that any mistakes regarding price(s) and rate(s) and calculations will be at my own risk.
4. I accept full responsibility for the proper execution and fulfilment of all obligations and conditions devolving on me under this agreement as the principal liable for the due fulfillment of this contract.
5. I declare that I have no participation in any collusive practices with any bidder or any other person regarding this or any other bid.
6. I confirm that I am duly authorised to sign this contract.

NAME (PRINT)

CAPACITY

SIGNATURE

NAME OF FIRM

DATE

WITNESSES

1

2.

DATE:

CONTRACT FORM - PURCHASE OF GOODS/WORKS

3 PART 2 (TO BE FILLED IN BY THE PURCHASER)

1. I.....in my capacity as.....
accept your bid under reference numberdated.....for the supply of
goods/works indicated hereunder and/or further specified in the annexure(s).
2. An official order indicating delivery instructions is forthcoming.
3. I undertake to make payment for the goods/works delivered in accordance with the terms and conditions of the contract, within 30 (thirty) days after receipt of an invoice accompanied by the delivery note.

ITEM NO.	PRICE (ALL APPLICABLE TAXES INCLUDED)	BRAND	DELIVERY PERIOD	B-BBEE STATUS LEVEL OF CONTRIBUTION	MINIMUM THRESHOLD FOR LOCAL PRODUCTION AND CONTENT (if applicable)

4. I confirm that I am duly authorised to sign this contract.

SIGNED ATON.....

NAME (PRINT)

SIGNATURE

OFFICIAL STAMP

--

WITNESSES

1.

2.

DATE



14 April 2021

To whom it may concern

(053) 807 8215

Dear Madam/Sir

SUBJECT: CONFIRMATION OF BANKING DETAILS

PIXLEY KA SEME DISTRICT MUNICIPALITY
ACCOUNT NUMBER: 041718046

We hereby confirm that we hold the above-mentioned account in our books. The details are as follows:

Account name: PIXLEY KA SEME DISTRICT MUNICIPALITY

Account no: 041718046

Branch name: Kimberley

Branch code: 050002

Type of account: BUSINESS CURRENT Account

Should you have any queries, please do not hesitate to contact the writer.

Yours Sincerely,

Gail Ruiters
Account Executive: Public Sector
Kimberley Business Centre
Northern Cape

Standard Bank 1st Floor cnr Bullfontein & Lennox Street Kimberley 8301 / PO Box 626 Kimberley 8300 South Africa

The Standard Bank of South Africa Limited (Reg.No. 1962/000738/06) Authorised financial services and registered credit provider (NCRCP15)

Directors: TS Gcabashe (Chairman) SK Tshabalala* (Chief Executive) RMV Dunne#
BJ Kruger* Adv. KD Moroka Dr. ML Oduor-Otieno## AC Parker ANA Peterside CON### SP Ridley* MJD Ruck PD Sullivan#### BS Tshabalala EM Woods

Company Secretary: Z Stephen

01/01/2016

Executive Director: #British ##Kenyan ###Nigerian ####Australian

Standard Bank Moving Forward™