

ANNEXURE C

Local Content Declaration - Summary Schedule

(C1) Tender No.	HOAC-VAR-57832		
(C2) Tender description:	RFP Supply and Delivery of Overhead Tracking Equipment Components for the Central Region on an as and when required basis for a period of 18 Months		
(C3) Designated product(s)	Electrical cables 90%		
(C4) Tender Authority:			
(C5) Tendering Entity name:			
(C6) Tender Exchange Rate:	Pula <input type="text"/>	EU <input type="text"/>	GBP <input type="text"/>
(C7) Specified local content %	90%		

Calculation of local content

Tender item no's	List of items	Tender price - each (excl VAT)	Exempted imported value	Tender value-net of exempted imported content	Imported value	Local value	Local content % (per item)
1	LEAD, ELECTRICAL; TYPE: TRANSMISSION JUMPER CABLE, POTENTIAL RATING: 11 KV; SPECIFICATION: BBB 1679, LA; CABLE TO CLAUSES 8.0 AND 10.1.1.1 OF THE SPECIFICATION; COMPLETE WITH ONE RAIL CLAMP TO CLAUSE 10.3 AND THREE LINE CLAMPS TO CLAUSE 10.2 ATTACHED TO EACH END; TENDERERS TO NOTE : ALL APPLICABLE CLAUSES OF THE SPECIFICATION MUST BE COMPLETED. SUCCESSFUL BIDDERS MUST SUBMIT ONE COMPLETE SET AS WELL AS COMPLETE TEST CERTIFICATES TO TECHNOLOGY MANAGEMENT FOR EVALUATION.						
2	LEAD, ELECTRICAL; TYPE: LINE TO RAIL, JUMPER CABLE, FUNCTION: EARTHING, LENGTH: 15 M, FURNISHED ITEMS: COMPLETE WITH LINE AND RAIL CLAMP; SPECIFICATION: BBB 1679, LA; TENDERERS TO NOTE : ALL APPLICABLE CLAUSES OF THE SPECIFICATION MUST BE COMPLETED. CABLE TO CLAUSE 10.1.1.2 OF THE SPECIFICATION; COMPLETE WITH LINE CLAMP TO CLAUSE 10.2 AND RAIL CLAMP TO CLAUSE 10.3 ATTACHED TO EACH END. SUCCESSFUL BIDDERS MUST SUBMIT ONE COMPLETE SET AS WELL AS COMPLETE TEST CERTIFICATES TO TECHNOLOGY MANAGEMENT FOR EVALUATION.						

Signature of tenderer

Date: _____

ANNEXURE C

Local Content Declaration - Summary Schedule

(C1) Tender No.	HOAC-VAR-57832
(C2) Tender description:	BFP Supply and Delivery of Overhead Tracking Equipment Components for the Central Region on an as and when required basis for a period of 18 Months
(C3) Designated product(s)	Steel Power Pylons designated at 100%
(C4) Tender Authority:	
(C5) Tendering Entity name:	
(C6) Tender Exchange Rate:	Pula <input type="text"/> EU <input type="text"/> GBP <input type="text"/>
(C7) Specified local content %	100%

Tender item no's	List of items	Calculation of local content					
		Tender price - each (excl VAT)	Exempted imported value	Tender value- net of exempted imported content	Imported value	Local value	Local content % (per item)
	TERMINAL LUG, TYPE: JUMPER, WIRE SIZE ACCOMMODATED: 500 MM ² , HOLE QUANTITY: 4; DRAWING NO: CEE-TNB-0027; SPECIFICATION: CEE.0038.87; CRIMPING CABLE SIZE 500 SQ MM COMPLETE WITH BOLTS AND NUTS. SUITABLE FOR 500 SQ MM STRANDED ALUMINIUM WIRE						
	TERMINAL LUG, TYPE: CRIMPING, WIRE SIZE ACCOMMODATED: 95 MM ² , HOLE QUANTITY: 1, TERMINAL MATERIAL: TINNED COPPER, SPECIAL FEATURES: M16 STUD; DRAWING NO: BBH 1332 SHEET 1, LA						
	TERMINAL LUG, TYPE: BOND FASTENER, WIRE SIZE ACCOMMODATED: 100 MM ² , TERMINAL MATERIAL: ALUMINIUM; DRAWING NO: CEE-TU-0136, LA						
	TERMINAL LUG, TYPE: BOND FASTENER, WIRE SIZE ACCOMMODATED: 120 MM ² , TERMINAL MATERIAL: ALUMINIUM; DRAWING NO: CEE-TU-0136, LA						
	TERMINAL LUG, TYPE: BOND FASTENER, WIRE SIZE ACCOMMODATED: 150 MM ² , TERMINAL MATERIAL: ALUMINIUM; DRAWING NO: CEE-TU-0136, LA						
	TERMINAL LUG, TYPE: BOND FASTENER, WIRE SIZE ACCOMMODATED: 160 MM ² , TERMINAL MATERIAL: ALUMINIUM; DRAWING NO: CEE-TU-0136, LA						
	TERMINAL LUG, TYPE: BOND FASTENER, WIRE SIZE ACCOMMODATED: 50 MM ² , HOLE QUANTITY: 1, TERMINAL MATERIAL: ALUMINIUM; DRAWING NO: CEE-TU-0136, LA						
	LADDER, EXTENSION, TYPE: INDUSTRIAL, EXTENDED LENGTH: 10.97 M, MATERIAL: GLASS FIBER; SPECIFICATION: BBH 0868, LA						
	LADDER, EXTENSION, TYPE: TROLLEY MOUNTED, MATERIAL: GLASS FIBER; SPECIFICATION: BBG 8821, LA; EQUIPMENT USED ON OHTE; COMPLETE WITH TRESTLE TROLLEY.						
	ASSEMBLY, TYPE: CLAMP, APPLICATION: EARTH WIRE; DRAWING NO: CEE-TN-0371, LA; USED ON O.H.T.E						
	ASSEMBLY, TYPE: CROSBY CLAMP, APPLICATION: 11 TO 13 MM WIRE; DRAWING NO: BBH 1889, LA; SPECIFICATION: SANS 121 DATE 2000, LA; ITEM USED ON OHTE						
	ASSEMBLY, TYPE: CROSBY CLAMP, APPLICATION: OVERHEAD TRACK EQUIPMENT, DIMENSIONS: DIA 16 MM; DRAWING NO: BBH 1889, LA; SPECIFICATION: SANS 121, LA						
	ASSEMBLY, TYPE: DROPPER CLIP, APPLICATION: CONTACT WIRE, MATERIAL: COPPER NICKEL SILICON; DRAWING NO: CEE-TND-0022, LA; SPECIFICATION: CEE.0063, LA; ITEM USED ON CONTACT WIRE SIZE 161MM ²						
	ASSEMBLY, TYPE: FEEDER CLAMP, APPLICATION: ID: 160 TO 161 MM ² , MATERIAL: COPPER NICKEL SILICON; DRAWING NO: BBH 2142, LA; SPECIFICATION: CEE 0063, LA; EQUIPMENT USED ON OHTE						
	ASSEMBLY, TYPE: PARALLEL CLAMP, APPLICATION: 160 TO 160 MM ² , MATERIAL: ALUMINIUM; DRAWING NO: BBG 7987, LA; EQUIPMENT USED ON OHTE						
	ASSEMBLY, TYPE: PARALLEL CLAMP, APPLICATION: 160 TO 160 MM ² , MATERIAL: BI-METALLIC; DRAWING NO: BBD 5138, LA; BI-METAL WITH A PERMANENT FORGED COPPER INSERT						
	ASSEMBLY, TYPE: PARALLEL CLAMP, APPLICATION: 160 TO 160 MM ² , MATERIAL: COPPER NICKEL SILICON; DRAWING NO: BBH 2141, LA; SPECIFICATION: CEE-0063, LA; EQUIPMENT USED ON OHTE						
	ASSEMBLY, TYPE: PARALLEL CLAMP, APPLICATION: 500 TO 160, MATERIAL: ALUMINIUM; DRAWING NO: BBG 7987, LA; ITEM: SHEET 3; FEEDER 50 KV; USED ON OHTE FCC CONNECTION 500 MM ² TO 160 MM ² TIGER WIRE						
	ASSEMBLY, TYPE: PARALLEL CLAMP, APPLICATION: 800 TO 160 MM ² , MATERIAL: BI-METALLIC; DRAWING NO: BBD 5138, LA; ITEM: SHEET 4						
	ASSEMBLY, TYPE: PARALLEL CLAMP, APPLICATION: 800 TO 160, MATERIAL: ALUMINIUM; DRAWING NO: BBG 7987, LA; ITEM: SHEET 5; FEEDER 50 KV; USED ON OHTE FCC 500 MM ² TO 160 MM ² TIGER WIRE						
	TURNBUCKLE, TYPE: ADJUSTING, THREAD SERIES: UNIFIED NATIONAL COARSE, MATERIAL: STEEL; DRAWING NO: CEE-TNB-0031; SPECIFICATION: BS 4459SANS 121 DATE 2000; EQUIPMENT USED ON: OHTE; DROP-FORGED; 110 MM TAKE-UP; M16 SCREWS; EYE TO EYE; COMPLETE WITH LOCKNUT; HOT DIPPED GALVANISED						
	TURNBUCKLE, TYPE: ADJUSTABLE, THREAD SERIES: UNIFIED NATIONAL COARSE, MATERIAL: STEEL; DRAWING NO: BBH 2962, LA; EQUIPMENT USED ON OHTE; DROP-FORGED; 400 MM - 460 MM TAKE-UP; M24 SCREWS; HOT DIPPED GALVANISED						
	TURNBUCKLE, TYPE: ADJUSTING, THREAD SERIES: UNIFIED NATIONAL COARSE, MATERIAL: CU-NI-SI; DRAWING NO: CEE-TN-0332; EQUIPMENT USED ON OHTE; TAKE-UP: 90 MM; FOR STAINLESS STEEL AND 75 MM; FOR CU-NI-SI; QUOTED DRAWING FOR CU-NI-SI ONLY						
	WEDGE, P/N: UNKNOWN, QUALITY ENHANCEMENT TECHNOLOGY; DRAWING NO: CEE-TNB-38, 0; EQUIPMENT USED ON OHTE, END WEDGE 8 MM - 9.9 MM DIA WIRES, WITH NOTCH; ENDING CONE WEDGE WITH NOTCH (CONTACT)						
	CLEVIS, P/N: (C 65) CT 70/16, ELC; P/N: UNKNOWN, LESSEDI RETICULATION (PTY) LTD; EQUIPMENT USED ON OHTE STRAIGHT TONGUE FITTED WITH 16 MM PIN, SPHEROIDAL GRAPHITE IRON GRADE SG 50 HOT DIP GALVANISED TO SPECIFICATION SANS 121 DATE 2000 SANS 1706 LATEST						
	ASSEMBLY, TYPE: CROSBY CLAMP, APPLICATION: OVERHEAD TRACK EQUIPMENT, DIMENSIONS: DIA 22 MM; DRAWING NO: BBH 1889, LA; SPECIFICATION: SANS 121, LA						
	PIN, COTTER SPLIT; SPECIFICATION: BS 1574, LA; STORES DESCRIPTION SPLIT PIN 6.3 MM DIA X 56 MM NOMINAL LENGTH BRASS						
	HOOK, SAFETY, TYPE: TOWER, MATERIAL: STEEL; DRAWING NO: CEE-TNB-0041, LA; EQUIPMENT USED ON OHTE						
	ASSEMBLY, TYPE: CROSBY CLAMP, APPLICATION: OVERHEAD TRACK EQUIPMENT, DIMENSIONS: DIA 11 MM; DRAWING NO: BBH 1889, LA; SPECIFICATION: SANS 121, LA						
	ASSEMBLY, TYPE: CROSBY CLAMP, APPLICATION: OVERHEAD TRACK EQUIPMENT, DIMENSIONS: DIA 16 MM; DRAWING NO: BBH 1889, LA; SPECIFICATION: SANS 121, LA; WIRE SIZE ACCOMMODATED DIA 19 MM						
	PLATE, METALLIC, TYPE: ADAPTOR, THICKNESS: 6 MM, WIDTH: 50 MM, LENGTH: 120 MM, PLATE MATERIAL: STEEL; DRAWING NO: CEE-TNE-0033, LA; EQUIPMENT USED ON 5405201; EXTENSION AND LINK STRAP GALVANISED FLAT IRON						
	PIN, COTTER SPLIT; P/N: UNKNOWN, FASCOR DISTRIBUTION (PTY) LTD; ITEM NUMBER 54003795 APPROVED ITEM NAME PIN COTTER SPECIFICATION NUMBER SANS 1700-17-1 STORES DESCRIPTION SPLIT PIN 6.3 MM DIA X 40 MM NOMINAL LENGTH BRASS						
	PIN, COTTER SPLIT; P/N: UNKNOWN, TENSION OVERHEAD ELECTRIFICATION; MATERIAL NUMBER 54003783 APPROVED ITEM NAME PIN COTTER SPECIFICATION NUMBER SANS 1700-17-1 STORES DESCRIPTION SPLIT PIN 6.3 MM DIA X 80 MM NOMINAL LENGTH BRASS						
	ATTACHMENT, TYPE: CLEVIS SOCKET, APPLICATION: PUSH-PULL TUBE; DRAWING NO: CEE-TNB-0040, LA						
	SIGN, SAFETY, DISPLAY: ELECTRICAL SHOCK HAZARD, TYPE: WARNING, DIMENSIONS: SQ 190 X THK 1.6 MM, SHAPE: SQUARE; DRAWING NO: CEE-TNB-0002, LA; SPECIFICATION: SANS 1186 PART 1, LA						
	SLEEVE, TYPE: TUBING, APPLICATION: DROPPER SECURING, INSIDE DIAMETER: 8 MM, OUTSIDE DIAMETER: 10 MM, LENGTH: 10 MM, MATERIAL: COPPER; DRAWING NO: CEE-TX-0079, LA						
	HAND TOOLS, TYPE: TWIST REMOVER, MATERIAL: STEEL; DRAWING NO: CEE-TWK-0002; EQUIPMENT USED ON CONTACT WIRE - 61 MM SQ COPPER CONTACT WIRE TWISTER						
	HAND TOOLS, TYPE: KNIP BLOCK FOR CONTACT WIRE; DRAWING NO: CEE-TW-0337; STORES DESCRIPTION KNIP BLOCK CONTACT WIRE STRAIGHTENING DEVICE						
	ATTACHMENT, TYPE: STEADY ARM, APPLICATION: BRIDGE CROSS SPAN; COMPLETE BRIDGE CROSSSPAN ATTACHMENT FITTING COMPLETE						
	ATTACHMENT, TYPE: STEADY ARM, APPLICATION: PUSH-PULL OFF TUBE; P/N: UNKNOWN, QUALITY ENHANCEMENT TECHNOLOGY; DRAWING NO: BBH 0290888 0375; EQUIPMENT USED ON OHTE; GRADE SG 50. CASTING; ASSEMBLY; CONTACT WIRE POSITIONING ARM						
	PIPE ASSEMBLY, METALLIC, TYPE: HOCKEY STICK, MATERIAL: STAINLESS STEEL, DIMENSIONS: LG 1.42 M X THK 2.03 MM, PIPE SIZE: DIA 25.4 MM, SPECIAL FEATURES: PULL-OFF TYPE; P/N: UNKNOWN, UMJANTSHI TECHNOLOGY CC; DRAWING NO: CEE-TND-0020; TOLERANCE ±0.075. WALL THICKNESS = 2 MM MINIMUM AFTER MANIPULATION. HARDNESS = 180-270 BRINELL. ELONGATION = 6 % MINIMUM ON 25.4 MM GAUGE LENGTH AT 0.02 % OFFSET. ULTIMATE TENSILE STRESS = 486 N/MM SQ. MINIMUM. MATERIAL = AISI 304 WELDED, STAINL 3 KV						
	TUBE, STRUCTURAL, TYPE: CURVED STEADY ARM, DIMENSIONS: DIA 25.4 MM X LG 1.132 M, MATERIAL: STAINLESS STEEL GRADE 304; DRAWING NO: CEE-TND-0019; TOLERANCE ±0.075. WALL THICKNESS = 2 MM MINIMUM AFTER MANIPULATION. HARDNESS = 180-270 BRINELL. ELONGATION = 6 % MINIMUM ON 25.4 MM GAUGE LENGTH AT 0.02 % OFFSET. ULTIMATE TENSILE STRESS = 486 N/MM SQ. MINIMUM. MATERIAL = AISI 304 WELDED						
	ATTACHMENT, TYPE: DROPPER SET, APPLICATION: OVERHEAD TRACK EQUIPMENT; DRAWING NO: CEE-TND-0005, LA; CEE-TND-0022, LA; CEE-TND-0009, LA; COMPLETE SET OF 4 MM. DIAMETER. HARD DRAWN COPPER/STAINLESS DROPPERS FOR A 67 METRE SPAN - TO SUIT ITEM 12 160 MM SQ. CLIP-ON TYPE CATENARY CLIP. REFER TO (54/16636) AND 161 MM SQ CONTACT CLIP REFER TO TO BE SUPPLIED WITHOUT CATENARY AND CONTACT CLIP.						
	Signature of tenderer:						
	Date:						

ANNEXURE D

Imported Content Declaration - Supporting Schedule to Annex C

(D1) Tender No.	HOAC-VAR-57832					Note: VAT to be excluded from all calculations
(D2) Tender description:	RFP Supply and Delivery of Overhead Tracking Equipment Components for the Central Region on an as and when required basis for a period of 18 Months					
(D3) Designated Products:	Electrical cables 90%					
(D4) Tender Authority:						
(D5) Tendering Entity name:						
(D6) Tender Exchange Rate:	Pula		EU R 9,00	GBP R 12,00		

A. Exempted imported content

Calculation of imported content										Summary	
Tender item no's	Description of imported content	Local supplier	Overseas Supplier	Foreign currency value as per Commercial Invoice	Tender Exchange Rate	Local value of imports	Freight costs to port of entry	All locally incurred landing costs & duties	Total landed cost excl VAT	Tender Qty	Exempted imported value
(D7)	(D8)	(D9)	(D10)	(D11)	(D12)	(D13)	(D14)	(D15)	(D16)	(D17)	(D18)
(D19) Total exempt imported value										R 0	

This total must correspond with Annex C - C 21

B. Imported directly by the Tenderer

Calculation of imported content										Summary	
Tender item no's	Description of imported content	Unit of measure	Overseas Supplier	Foreign currency value as per Commercial Invoice	Tender Rate of Exchange	Local value of imports	Freight costs to port of entry	All locally incurred landing costs & duties	Total landed cost excl VAT	Tender Qty	Total imported value
(D20)	(D21)	(D22)	(D23)	(D24)	(D25)	(D26)	(D27)	(D28)	(D29)	(D30)	(D31)
(D32) Total imported value by tenderer										R 0	

C. Imported by a 3rd party and supplied to the Tenderer

Calculation of imported content										Summary	
Description of imported content	Unit of measure	Local supplier	Overseas Supplier	Foreign currency value as per Commercial Invoice	Tender Rate of Exchange	Local value of imports	Freight costs to port of entry	All locally incurred landing costs & duties	Total landed cost excl VAT	Quantity imported	Total imported value
(D33)	(D34)	(D35)	(D36)	(D37)	(D38)	(D39)	(D40)	(D41)	(D42)	(D43)	(D44)
(D45) Total imported value by 3rd party										R 0	

D. Other foreign currency payments

Calculation of foreign currency payments					Summary of payments	
Type of payment	Local supplier making the payment	Overseas beneficiary	Foreign currency value paid	Tender Rate of Exchange	Local value of payments	
(D46)	(D47)	(D48)	(D49)	(D50)	(D51)	

(D52) Total of foreign currency payments declared by tenderer and/or 3rd party

Signature of tenderer

(D53) Total of imported content & foreign currency payments - (D32), (D45) & (D52) above R 0

Date:

This total must correspond with Annex C - C 23

ANNEXURE D

Imported Content Declaration - Supporting Schedule to Annex C

(D1) Tender No.	HOAC-VAR-57832	Note: VAT to be excluded from all calculations
(D2) Tender description:	RFP Supply and Delivery of Overhead Tracking Equipment Components for the Central Region on an as and when required basis for a period of 18 Months	
(D3) Designated Products:	Steel Power Pylons designated at 100%	
(D4) Tender Authority:		
(D5) Tendering Entity name:		
(D6) Tender Exchange Rate:	Pula	EU R 9,00 GBP R 12,00

A. Exempted imported content

Tender item no's	Description of imported content	Local supplier	Overseas Supplier	Calculation of imported content					
				Foreign currency value as per Commercial Invoice	Tender Exchange Rate	Local value of imports	Freight costs to port of entry	All locally incurred landing costs & duties	Total landed cost excl VAT
(D7)	(D8)	(D9)	(D10)	(D11)	(D12)	(D13)	(D14)	(D15)	(D16)

(D19) Total exempt imported value

R 0

This total must correspond with Annex C - C 21

B. Imported directly by the Tenderer

Tender item no's	Description of imported content	Unit of measure	Overseas Supplier	Calculation of imported content					
				Foreign currency value as per Commercial Invoice	Tender Rate of Exchange	Local value of imports	Freight costs to port of entry	All locally incurred landing costs & duties	Total landed cost excl VAT
(D20)	(D21)	(D22)	(D23)	(D24)	(D25)	(D26)	(D27)	(D28)	(D29)

(D32) Total imported value by tenderer

R 0

C. Imported by a 3rd party and supplied to the Tenderer

Description of imported content	Unit of measure	Local supplier	Overseas Supplier	Calculation of imported content					
				Foreign currency value as per Commercial Invoice	Tender Rate of Exchange	Local value of imports	Freight costs to port of entry	All locally incurred landing costs & duties	Total landed cost excl VAT
(D33)	(D34)	(D35)	(D36)	(D37)	(D38)	(D39)	(D40)	(D41)	(D42)

(D45) Total imported value by 3rd party

R 0

D. Other foreign currency payments

Type of payment	Local supplier making the payment	Overseas beneficiary	Calculation of foreign currency payments	
			Foreign currency value paid	Tender Rate of Exchange
(D46)	(D47)	(D48)	(D49)	(D50)

(D52) Total of foreign currency payments declared by tenderer and/or 3rd party

(D53) Total of imported content & foreign currency payments - (D32), (D45) & (D52) above

R 0

This total must correspond with Annex C - C 23

Signature of tenderer

Date:

The exemption process that **the dtic** follows is that if there is a particular designated product and the minimum threshold for local content cannot be met for various reasons, bidders must apply for exemption (when the tender is still open, before closing date). After checking with the industry, **the dtic** will then decide whether or not to grant an exemption. This is per tender.

The exemption request must be on **the bidding company's signed letter-head** and cover the following:

- The procuring entity/government department/state owned company,
- Tender/bid number,
- Closing date,
- Item(s) for which the exemption is being requested for,
- Description of the goods, services or works for which the requested exemption item will be used for and the local content that can be met,
- Reason(s) for the request.
- Attach specification issued by the procuring entity
- Supporting letters from local manufacturers/sub-suppliers (if applicable)

Please note that it takes 3-5 working days for **the dtic** to process exemption letters and no requests for exemptions will be considered after the tender has closed.

The request should be addressed to the attention of:

Dr. Tebogo Makube

Chief Director: Industrial Procurement Unit

The Department of Trade and Industry

Private Bag X84,

Pretoria,

Gauteng,

0001

The request should be forwarded through email to Dr Makube on TMakube@thedtic.gov.za and copy Ms Matidza (CMatidza@thedtic.gov.za).



national treasury

Department:
National Treasury
REPUBLIC OF SOUTH AFRICA

Private Bag X115, Pretoria, 0001

TO: ACCOUNTING OFFICERS OF ALL NATIONAL DEPARTMENTS AND
CONSTITUTIONAL INSTITUTIONS

ACCOUNTING OFFICERS OF ALL MUNICIPALITIES AND MUNICIPAL ENTITIES

ACCOUNTING AUTHORITIES OF ALL SCHEDULE 2 AND 3 PUBLIC ENTITIES

HEAD OFFICIALS OF PROVINCIAL TREASURIES

NATIONAL TREASURY DESIGNATED SECTORS CIRCULAR NUMBER 10 OF 2019/2020:

INVITATION AND EVALUATION OF BIDS BASED ON A STIPULATED MINIMUM THRESHOLD FOR LOCAL PRODUCTION AND CONTENT FOR ELECTRICAL CABLE PRODUCTS

1. PURPOSE

1.1 The purpose of this Circular is to:

- 1.1.1. introduce amendments to the instruction for Electrical Cable Products dated 30 June 2016; and
- 1.1.2. provide information to accounting officers (AOs) and accounting authorities (AAs) in terms of which they may procure the aforementioned products which have been designated as a sector for local production and content.

2. BACKGROUND

- 2.1 The Preferential Procurement Regulations, 2017 made in terms of section 5 of the Preferential Procurement Policy Framework Act, 2000 (Act No 5 of 2000), which came into effect on 01 April 2017, make provision for the Department of Trade and Industry (**the dti**) to designate sectors in line with national development and industrial policies for local production.
- 2.2 Regulation 8 (2) of the Preferential Procurement Regulations, 2017 prescribes that in the case of a designated sector, an organ of state must advertise the invitation to tender with a specific condition that only locally produced services or goods or locally manufactured goods with a stipulated minimum threshold for local production and content, will be considered.
- 2.3 To this end, **the dti** has designated and determined the stipulated minimum threshold for the Electrical Cable Products for local production and content.

2.4 The designation is applicable to all purchases regardless of the procurement method followed and there is no financial threshold.

3. SECTOR DESIGNATION

3.1 The stipulated minimum threshold percentages for local production and content for the different types of electrical cables is 90%.

3.2 To ensure that local production and content is discharged on manufacturing activities, the following must be included in bid invitations:

Table 2: Power Cables – cables used for power transmission

Cable Products	Stipulated minimum threshold local content
Low Voltage	90%
Low Cost Reticulation	90%
Medium & High Voltage	90%
ACR	90%

Table 3: Telecom Cables – cables used for telecommunications

Cable Products	Stipulated minimum threshold local content
Optical Fibre Cables	90%
Copper Telecom Cables	90%

3.3 Excluded in the designation is mainly copper, aluminium, polyvinyl chloride (PVC), cross-linked polyethylene (XLPE), aramid yarn, and optical fibre used for fabrication of cable products. This is to encourage local manufacturers to seek the best global competitive prices for primary materials hence the competitive imported materials used in the manufacture of cables will be deemed to have been sourced locally for the purposes of calculating local content

3.4 List of Specific Cables designated under this Circular:

Category	Type
LOW VOLTAGE	Housewire, Flat Twin and Earth, Surface Cable, Rip Cord, Cab Tyre, Bells Cable, 1,5mm ² – 16mm ² , 2-37 cores, Fire Retardant, Low Halogen and Low Smoke Zero Halogen (LSOH) Main Cable 25mm ² – 100mm ² , 1-4 cores, Fire Retardant, Low Halogen and Low Smoke Zero Halogen (LSOH), Flexible Cables, Aerial Cables, ACSR, Split Concentric & Aerial Bundled Conductor (ABC)

Category	Type
MEDIUM VOLTAGE	3,3kV – 22kV, 1-3 cores, Cross linked Polyethylene (XLPE) and Paper Insulated Lead Covered (PILC), Fire Retardant, Low Halogen and Low Smoke Zero Halogen (LSOH)
HIGH VOLTAGE	132kV, Single Core, Corrugated Seamless Aluminium (CSA) Sheathed

NOTE: The local Industry manufactures a vast range of engineered telecommunication, Industrial and Instrumentation copper and fibre optic cables, which are not limited to:

Category	Type
COPPER TELECOMMUNICATION CABLES	Standard and high frequency (ADSL) outside plant copper pair telecoms cables (10pair up to 240 pair), Indoor, PABX and high frequency (DSLAM) copper pair telecoms cables up to 200pair, Category 5e and Category 6 copper data cables.
COPPER INDUSTRIAL CABLES	Railway signalling copper cables, Electrical signalling copper cables, Steel wire armoured copper telecoms cables, UVG copper control cables for electrical utilities, Fire Alarm and control copper cables
COPPER INSTRUMENTATION CABLES	Thermocouple extension wire, Tray and direct buried instrumentation and control copper cables compliant to SABS, UL and BS standards accreditation.
FIBRE OPTIC TELECOMMUNICATION CABLES	Outside plant duct fibre optic cables up to 288 Fibre count, Aerial (short span, medium span and long span) self-support fibre optic cables up to 144 fibre count applications up to 144 fibre count
FIBRE OPTIC INDUSTRIAL CABLES	Metallic armoured instrumentation and control fibre optic cables, Steel wire armoured mineshaft fibre optic cables, Field deployable high durability fibre optic cables, Composite (fibre optic and copper core) cables

4. INVITATION OF BIDS FOR ELECTRICAL CABLES PRODUCTS

- 4.1 Bids in respect of Cables must contain a specific bidding condition that only locally produced or locally manufactured Cables with a stipulated minimum threshold for local production and content will be considered.
- 4.1.1 If the quantity of materials and/or products required cannot be wholly sourced from South African based manufacturers and/or at the designated local content threshold at any particular time, bidders should obtain written approval from **the dti** to supply the remaining portion at a lower local content threshold. Such requests for approval should be submitted and approval be obtained prior to the closure of the bid(s) concerned. **the dti**, in consultation with the procuring organ of state, will grant such approval on a case-by-case basis and will consider the following:
- a) required volumes in the particular bid;
 - b) available collective South African industry manufacturing capacity at that time;
 - c) delivery times;
 - d) availability of input materials and components;
 - e) technical considerations including operating conditions;
 - f) materials of construction; and
 - g) security of supply and emergencies.
- 4.1.2 Bidders must clearly indicate in their bids the quantities of material and products to be supplied and the level of local content for each product.
- 4.1.3 The turn-around time for processing of authorisation requests is 5 working days from the date of receipt. Therefore, such applications should reach **the dti** at least five days before closing date and time of bid.
- 4.1.4 The approval process that **the dti** follows is that if there is a particular designated product and the minimum threshold for local content cannot be met for various reasons, bidders must apply for approval or authorisation (when the tender is still open, before closing date). After checking with the industry, **the dti** will then decide whether or not to grant an authorisation. This is per bid.
- 4.1.5 The tender information / relevant information must be provided on the tenderer's / supplier's letterhead when requesting an authorisation letter:
- a) Procuring entity/government department/state owned company,
 - b) Tender/bid number,
 - c) Closing date,
 - d) Item(s) for which the approval is being requested,
 - e) Detailed specifications issued by the procuring entity,
 - f) Local content that can be met,
 - g) Reason(s) for the request, and
 - h) Supporting letters from local manufacturers/sub-suppliers.

- 4.1.6 Organs of state may contact **the dti** in instances where the stipulated minimum threshold for local content cannot be met in order for **the dti** to verify and in consultation with the AO/AA provide directives in this regard.
- 4.1.7 For further information, bidders and procuring state organs may contact the Director Electrotechnical Unit within **the dti** at telephone 012 394 3659/3622 or email localcontent@thedti.gov.za
- 4.1.8 Bid specifications for the cables referred to above may be done in collaboration with **the dti**.
- 4.2 AOs/AAs must stipulate in bid invitations that:
- 4.2.1 The exchange rate to be used for the calculation of local production and content must be the exchange rate published by the South African Reserve Bank (SARB) on the date of the advertisement of the bid.
- 4.2.2 Only the South African Bureau of Standards (SABS) approved technical specification number SATS 1286:2011 must be used to calculate local content.
- 4.3 The local content (LC) expressed as a percentage of the bid price must be calculated in accordance with the following formula which must be disclosed in the bid documentation:
- $$LC = (1 - x/y) * 100$$
- Where
- x is the imported content in Rand
- y is the bid price in Rand excluding value added tax (VAT)
- Prices referred to in the determination of x must be converted to Rand (ZAR) by using the exchange rate published by the SARB on the date of advertisement of the bid.
- 4.4 AOs/AAs must clearly stipulate in the bid documentation that the SABS approved technical specification number SATS 1286:2011 and the Guidance on the Calculation of Local Content together with the Local Content Declaration Templates [Annex C (Local Content Declaration: Summary Schedule), D (Imported Content Declaration: Supporting Schedule to Annex C) and E (Local Content Declaration: Supporting Schedule to Annex C)] are accessible to all potential bidders on **the dti's** official website http://www.thedti.gov.za/industrial_development/ip.jsp at no cost.
- 4.5 For the purpose of paragraphs 4.1, 4.2 and 4.3 above, the Declaration Certificates for Local Production and Content (SBD/MBD 6.2) must form part of the bid documentation. The SBD 6.2 is for use by all national and provincial departments, constitutional institutions and public entities listed in schedules 2, 3A, 3B, 3C and 3D to the Public Finance Management Act whilst the MBD 6.2 is for use by all municipalities and municipal entities to which the Municipal Finance Management Act (MFMA) applies.
- 4.6 AOs/AAs must stipulate in the bid documentation:
- 4.6.1 that the Declaration Certificate for Local Production and Content (SBD / MBD 6.2) together with the Annex C (Local Content Declaration: Summary Schedule) must be

- completed, duly signed and submitted by the bidder at the closing date and time of the bid;
- 4.6.2 that the rates of exchange quoted by the bidder in paragraph 4.1 of the Declaration Certificate will be verified for accuracy; and
- 4.6.3 all the information relevant to bidders provided in paragraphs 4.1.1 to 4.1.7.

5. EVALUATION OF BIDS FOR CABLE PRODUCTS

- 5.1 An evaluation process in line with Preferential Procurement Regulations, 2017 must be followed.

6. EVALUATION OF BIDS BASED ON FUNCTIONALITY

- 6.1 Whenever it is deemed necessary to evaluate bids on the basis of functionality, the prescripts contained in Preferential Procurement Regulations, 2017 and paragraph 6 and 11 of the Implementation Guide must be followed.

7. POST AWARD AND REPORTING REQUIREMENTS

- 7.1. Once bids are awarded, **the dti** must be:
- (i) notified of all the successful bidders and the estimated value of the contracts; and
 - (ii) provided with copies of the contracts, the SBD/MBD 6.2 Certificates together with the Declaration C submitted by the successful bidders within 30 days of award.
- 7.2 The purpose of the requirements of paragraph 7.1 above is for **the dti** to, among others, conduct compliance audits with a view to monitor the implementation of the industrial development strategies.
- 7.3 Contractors may not be allowed to sub-contract in such a manner that the local production and content of the overall value of the contract is reduced to below the minimum threshold as stipulated in regulation 8 of the Preferential Procurement Regulations, 2017.

8. CONTACT INFORMATION

- 8.1 Any enquiries in respect of Local Production and Content and all documents to be submitted to the dti must be directed as follows:**

The Department of Trade and Industry
Private Bag X84
Pretoria
0001

For Attention:

Chief Director: Industrial Procurement
Tel: (012) 394 1435
Fax: (012) 394 1535
EMAIL: localcontent@thedti.gov.za

9. APPLICABILITY

9.1 This Circular applies to all national and provincial departments, constitutional institutions; public entities listed in schedules 2 and 3 to the PFMA, and municipalities and municipal entities to which the MFMA applies.

10. DISSEMINATION OF INFORMATION CONTAINED IN THIS CIRCULAR

10.1 Heads of provincial treasuries are requested to bring the contents of this Circular to the attention of accounting officers and supply chain management officials of their respective provincial departments.

10.2 Accounting officers of national and provincial departments are requested to bring the contents of this Circular to the attention of accounting authorities and the supply chain management officials of their departments, Schedule 3A and 3C public entities reporting to their respective executive authorities.

10.3 Accounting officers of municipalities and municipal entities are requested to bring the contents of this Circular to the attention of the supply chain management officials of their municipalities and municipal entities.

10.4 Accounting authorities of Schedule 2, 3B and 3D public entities are requested to bring the contents of this Circular to the attention of the supply chain management officials of their public entities.

11. NOTIFICATION TO THE AUDITOR-GENERAL

11.1 A copy of this Circular will be forwarded to the Auditor-General for notification.

12. REPEAL OF INSTRUCTION DATED 30 JUNE 2016

This Circular repeals the Instruction on invitation and evaluation of bids based on a stipulated minimum threshold for local production and content for electrical cable products dated 30 June 2016 and effective on 27 July 2016.

13. AUTHORITY FOR THIS CIRCULAR AND EFFECTIVE DATE

13.1 This circular is issued in terms of regulation 8(3) of the Preferential Procurement Regulations, 2017 and takes effect on the date of issuance.



MR WILLIE MATHEBULA

ACTING CHIEF PROCUREMENT OFFICER

DATE: 19.12.19



**TO: ACCOUNTING OFFICERS OF ALL NATIONAL DEPARTMENTS AND
CONSTITUTIONAL INSTITUTIONS**

**ACCOUNTING OFFICERS OF ALL MUNICIPALITIES AND MUNICIPAL
ENTITIES**

**ACCOUNTING AUTHORITIES OF ALL SCHEDULE 2 AND 3 PUBLIC
ENTITIES**

HEAD OFFICIALS OF PROVINCIAL TREASURIES

**NATIONAL TREASURY DESIGNATED SECTORS INSTRUCTION NUMBER 9 OF
2016/2017**

**INVITATION AND EVALUATION OF BIDS ON A STIPULATED MINIMUM THRESHOLD
FOR LOCAL PRODUCTION AND CONTENT FOR:**

- **STEEL POWER PYLONS**
- **MONOPOLE PYLONS**
- **STEEL SUBSTATION STRUCTURES;**
- **POWERLINE HARDWARE**
- **STREET LIGHTING STEEL POLES; AND**
- **STEEL LATTICE TOWERS AND MASTS**

1. PURPOSE

1.1 The purpose of this Instruction is to:

- 1.1.1. Introduce amendments to the Instruction for steel power pylon dated 28 September 2015 by amending all clauses that contained the deeming of imported primary steel as locally manufactured.
- 1.1.1 Regulate the environment within which Accounting Officers (AOs) and Accounting Authorities (AAs) may procure the aforementioned products which have been designated as a sector for local production and content.

2. BACKGROUND

- 2.1. The Preferential Procurement Regulations, 2011 (the regulations) made in terms of section 5 of the Preferential Procurement Policy Framework Act, 2000 (Act No. 5 of 2000) which came into effect on 7 December 2011, make provision for Department of Trade and Industry (**the dti**) to designate sectors in line with national development and industrial policies for local production.
- 2.2. Regulation 9(1) of the regulations prescribes that in the case of designated sectors, where in the award of bids local production and content is of critical importance, such bids must be advertised with the specific condition that only locally produced goods,

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services or works or locally manufactured goods, with a stipulated minimum threshold for local production and content will be considered.

- 2.3. **The dti** has designated and determined the stipulated minimum threshold for the Steel Power and Monopoles Pylons; Steel Substation Structures; Powerline Hardware; Street Lighting Steel Poles and Steel Lattice Towers and Masts for local production and content.

3. PRODUCT DESIGNATION

3.1 Power pylons and substation structures are steel fabricated (cut, punched and galvanised) components erected for the transmission, distribution and/or reticulation of electrical power from the power station through to the consumer. At every transition between power generation, power transmission and power distribution there is a need for the erection of a substation which serves as a facility for the stepping up or down of power in preparation for the requirements of the next phase of the power transfer process. Substations are erected using steel structures which are fabricated by way of cutting, punching and galvanising.

3.2 Depending on the procuring entity's design requirements, galvanised steel monopole structures can be specified for the transfer of power from the power station through to reticulation to the end user. Galvanised steel monopoles are fabricated following a cutting, bending, welding and galvanising process.

3.3 In the construction of power pylons, a variety of auxiliary components are used to fulfil such requirements as providing stability to the power pylon structures, attachment and fastening of components, provision of platforms and foundations etc. They are made in a variety of metals including cast aluminium, galvanised steel and brass. These components are collectively referred to as powerline hardware.

3.4 The structures are classified under the harmonisation system as follows:

- H730890: Structures and parts of structures iron/steel (Including Steel Powerlines Hardware)
- H730820: Towers and Lattice Masts (including Monopole Pylons and Street Lighting Poles)
- H761090 : Aluminium structures and parts for construction (Including Aluminium Powerlines Hardware)

3.5 To ensure that local production and content is discharged on manufacturing activities, the following *steel structures* have been designated and must be included in bid invitations:

Product for designation	Minimum local content
Steel Power Pylons	100%
Monopole Pylons	100%
Steel Substation Structures	100%
Powerline Hardware (listed in Appendix A)	100%
Street Lighting Steel Poles	100%
Steel Lattice Towers and Masts	100%

3.6 All primary steel related products: flat products (plates and coils) and long products (rounds, angles, sections and wire related products) and secondary aluminium ingots

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are included in this designation and must be manufactured and sourced locally. This is to support and sustain the existing local steelmaking and aluminium secondary smelting capacities respectively.

- 3.7 In this designation, imported input raw materials (aluminium extrusion billets for the manufacture of aluminium components; and zinc ingots used for galvanising powerline, street lighting and substation structure components) are deemed as locally manufactured input materials. These inputs should be imported in raw material form for further fabrication in South Africa.
- 3.8 The imported input raw materials indicated in 3.7 for fabrication of steel power pylons and monopole pylons, steel substation structures, powerline hardware, street lighting steel poles and steel lattice towers and masts will be deemed to have been sourced locally for the purposes of calculating local content.
- 3.9 Organs of State may contact **the dti** in instances where the stipulated minimum threshold for local content cannot be met in order for **the dti** to verify and in consultation with the AO/AA provide directives in this regard.
- 3.10 Subject to market changes, National Treasury in consultation with **the dti** reserves the right to reintroduce deeming of primary steel as locally produced.
- 3.11 For further information, bidders and procuring state organs may contact the Metals Fabrication, Capital and Rail Transport unit within **the dti** at telephone 012 394 4522 or email Muzi Manzi MManzi@thedti.gov.za.
- 3.12 Bid specifications for the designated products in this instruction may be done in collaboration with **the dti**.

4. INVITATION OF BIDS FOR:

- 4.1 Bids in respect of Steel Power Pylons, Monopole Pylons; Steel Substation Structures; Powerline Hardware; Street Lighting Poles and Lattice Towers and Masts must contain a specific bidding condition which states that:
- 4.1.1 Only locally produced or locally manufactured products with a stipulated threshold for local production and content will be considered;
- 4.1.2 If the quantity; input materials; and/or components of steel power pylons, monopole pylons, steel substation structures, power line hardware, street lighting steel poles, and lattice towers and masts required cannot be wholly sourced from South African (SA) based manufacturers to achieve the designated local content threshold at any particular time, bidders should request and obtain written exemption from the dti. Such exemption applications should be submitted and approvals should be obtained prior to the closure of the bid(s) concerned. The dti, in consultation with the procuring Organ of State and the local industry, will consider the exemption applications on a case-by-case basis and will consider the following:
- Required volumes in the particular bid;
 - Available collective SA industry manufacturing capacity at that time;
 - Delivery times;
 - Availability of input materials and components;
 - Technical considerations including operating conditions; and
 - Materials of construction.
- 4.1.3 Bidders must clearly indicate in their bids the quantities to be supplied and the level of local content for each product.
- 4.2 AOs/AAs must stipulate in bid invitations that:

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- 4.2.1 The exchange rate to be used for the calculation of local production and content must be the exchange rate published by the South African Reserve Bank (SARB) on the date of advertisement of the bid.
- 4.2.2 Only the South African Bureau of Standards (SABS) approved technical specification number SATS 1286:2011 must be used to calculate local content.
- 4.3 The local content (LC) expressed as a percentage of the bid price must be calculated in accordance with the following formula which must be disclosed in the bid documentation:

$$LC = \left(1 - \frac{x}{y}\right) * 100$$

Where

x is the imported content in Rand

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

Prices referred to in the determination of x must be converted to Rand (ZAR) by using the exchange rate published by SARB on the date of advertisement of the bid.

- 4.4 AOs/AAs must clearly stipulate in the bid documentation that the SABS approved technical specification number SATS 1286:2011 and the Guidance on the Calculation of Local Content together with the Local Content Declaration Template [Annex C (Local Content Declaration: Summary Schedule), D(Imported Content Declaration: Supporting Schedule to Annex C) and E (Local Content Declaration: Supporting Schedule to Annex C)] are accessible to all potential bidders on the dti's official website <http://www.thedti.gov.za/industrialdevelopment/ip.jsp> at no cost.
- 4.5 For the purpose of paragraphs 4.1, 4.2 and 4.3 above, the attached Declaration Certificates for Local Production and Content (SBD/MBD 6.2) must form part of the bid documentation. The SBD 6.2 is for use by all National and Provincial Departments, Constitutional Institutions and Public Entities listed in Schedules 2, 3A, 3B, 3C and 3D to which the Public Finance Management Act apply, whilst the MBD 6.2 is for use by all Municipalities and Municipal Entities to which the Municipal Finance Management Act (MFMA) apply.
- 4.6 AOs/AAs must stipulate in the bid documentation that:
- 4.6.1 The Declaration Certificate for Local Production and Content (SBD/MBD 6.2) together with the **Annex C** (Local Content Declaration: Summary Schedule) must be completed, duly signed and submitted by the bidder at the closing date and time of the bid; and
- 4.6.2 The rate of exchange quoted by the bidder in paragraph 4.1 of the Declaration Certificate will be verified for accuracy.

5. EVALUATION OF BIDS FOR:

- **STEEL POWER PYLONS**
- **MONOPOLE PYLONS;**
- **SUBSTATION STRUCTURES;**
- **POWERLINE HARDWARE;**
- **STREET LIGHTING STEEL POLES; AND**
- **STEEL LATTICE TOWERS AND MASTS**

- 5.1 A two stage evaluation process must be followed to evaluate the bids received.

5.1.1 First stage: Evaluation in terms of the stipulated minimum threshold for local production and content

- (a) Bids must be evaluated in terms of the minimum threshold stipulated in the bid documents.
- (b) The declaration made by the bidder in the Declaration Certificate for Local Content (SBD / MBD 6.2) and Annex C (Local Content Declaration: Summary Schedule) must be used for this purpose. If the bid is for more than one product, the local content percentages for each product contained in Annex C must be used.
- (c) The amendment of the stipulated minimum threshold for local production and content is not allowed.
- (d) AOs/AAs must ensure that the **Declaration Certificate for Local Content** (SBD/MBD 6.2) and **Annex C** (Local Content Declaration: Summary Schedule) are submitted as part of the bid documentation.
- (e) AOs/AAs must verify the accuracy of the rates of exchange quoted by the bidder in paragraph 4.1 of the Declaration Certificate for Local Content (SBD/MBD 6.2).

5.1.2 Second stage: Evaluation in terms of the 80/20 or 90/10 preference point systems

- (a) Only bids that achieve the minimum stipulated threshold for local production and content must be evaluated further. The evaluation must be done in accordance with the 80/20 or 90/10 preference point systems prescribed in the Preferential Procurement Regulations, 2011.
- (b) AOs/AAs must ensure that bids for products that are designated in this Instruction are awarded at prices that are market related taking into account, among others, benchmarking prices, value for money and economies of scale.
- (c) Where appropriate, prices may be negotiated with short listed or preferred bidders. Such negotiations must not prejudice other bidders.

5.2 Benchmark/market related prices

5.2.1 AOs/AAs are required to ensure that reasonable or market related prices are secured for the products being procured taking into account factors such as benchmark prices, value for money and economies of scale.

5.2.2 For this purpose, AOs/AAs may approach **the dti** to assist, where possible, with benchmark prices. **The dti** will be in a position to provide price references for the different products that have been designated for local production and content.

6. EVALUATION OF BIDS BASED ON FUNCTIONALITY

Whenever it is deemed necessary to evaluate bids on the basis of functionality, the prescripts contained in Regulation 4 of the PPPFA regulation and paragraph 6 and 11 of the Implementation Guide must be followed.

7. POST AWARD AND REPORTING REQUIREMENTS

7.1. Once bids are awarded **the dti** must be:

7.1.1 Notified of all the successful bidders and the value of the contracts; and

7.1.2 Provided with copies of the contracts, the SBD/MBD 6.2 Certificates together with the Annex C submitted by the successful bidder(s).

- 7.2. The purpose of the requirements of paragraph 7.1 above is for **the dti** to, among others, conduct compliance audits with a view to monitor the implementation of industrial development strategies.
- 7.3. Contractors must not be allowed to sub-contract in such a manner that the local production and content of the overall value of the contract is reduced to below the stipulated minimum threshold.
- 7.4. Where, after the award of a bid, contractors experience challenges in meeting the stipulated minimum threshold for local content **the dti** must be informed accordingly in order for the department to verify and in consultation with the AO/AA provide directives in this regard.

8. CONTACT INFORMATION

8.1 Any enquiries in respect of Local Production and Content and all documents to be submitted to the dti in respect of paragraph 7.1 above must be directed as follows:

The Department of Trade and Industry
Private Bag X84
Pretoria
0001

For attention:

Dr Tebogo Makube
Chief Director: Industrial Procurement
Tel: (012) 394 3927
Fax: (012) 394 4927
Email: TMakube@thedti.gov.za

9. APPLICABILITY

This Instruction note applies to all National and Provincial Departments, Constitutional Institutions, public Entities listed in Schedule 2 and 3 to the PFMA and Municipalities and Municipal Entities to which MFMA apply.

10. DISSEMINATION OF INFORMATION CONTAINED IN THIS INSTRUCTION NOTE

- 10.1 Heads of Provincial Treasuries are requested to bring the contents of this Instruction note to the attention of Accounting Officers and Supply Chain Management Officials of their respective Provincial Departments.
- 10.2 Accounting Officers of National and Provincial Departments are requested to bring the contents of this Instruction note to the attention of Accounting Authorities and the Supply Chain Management Officials of Schedule 3A and 3C Public Entities reporting to their respective Executive Authorities.
- 10.3 Accounting Officers of Municipalities and Municipal Entities are requested to bring the contents of this Instruction Note to the attention of the Supply Chain Management Officials of their Municipalities and Municipal Entities.
- 10.4 Accounting Authorities of Schedule 2, 3B and 3C Public Entities are requested to bring the contents of this Instruction note to the attention of the Supply Chain Management Officials of their Public Entities.

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AND LATTICE TOWERS AND MASTS

11. NOTIFICATION TO THE AUDITOR-GENERAL

A copy of this Instruction will be forwarded to the Auditor-General for notification.

12. REPEAL OF INSTRUCTION DATED 28 SEPTEMBER 2015

This Instruction repeals Instruction on invitation and evaluation of bids based on a stipulated minimum threshold for local production and content for Solar Water Heater Components dated 28 September 2015 and effected on 21 October 2015.

13. AUTHORITY FOR THIS INSTRUCTION NOTE AND EFFECTIVE DATE

13.1 The Minister of Finance has approved the issuance of this Instruction in terms of Regulation 9(2) of the Preferential Procurement Regulations.

13.2 The Instruction takes effect on **27 July 2016**.



KENNETH BROWN
CHIEF PROCUREMENT OFFICER

DATE: 30/6/2016.

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APPENDIX A: DESIGNATED LINE HARDWARE COMPONENTS

The stipulated minimum threshold for local content is 100% for each of the items below

Designated Components		
Adaptor plates	Guy Grips	Termination bracket
Adjustable extension links	Helical line items	Threaded rods
Adjustable Stay rod,	Hip stay assembly	Tie strap
Adjustable U bolts	H-Pole Cross-arms	Triangle yokes
Adjustor plate	Insulator spindles & hardware	Trimble
A-Frame Cross-arms	Interim cross-arm	Turnbuckles
Anchor links	Joints & compression fittings	Vibration dampers
Ancillary materials - strain	Jumper terminals	X Arm – A Frames
Arcing horns	Light bracket	Yoke Plates
Armour rods	LV ancillary materials	
Ball clevis	Meter box bracket	
Ball hooks	Midspan joints	
Ball oval eyes	Non-Adjustable stay rod	
Ball tongues	PG clamps	
Base assembly	Pigtail	
Big guards	Pistol clamps	
Bird diverters	Pole clamps	
Bolted connectors	Pole top bracket	
Bolted strain clamps	Pole top make-offs	
Bonding clip	Repair sleeves	
Castings line hardware	Rigid spacers	
Composite/ Silicone Insulators	Rock anchor	
Compression strain clamps	Sag Adjustor	
Conductor clamps	Shackles	
Corona rings	S-Hook	
Counterweights	Socket clevis	
Crosby clamps	Socket tongues	
Cross-arm	Soil Anchors	
Curved washer	Spacer dampers	
Dampers	Spacer yokes	
D-Iron	Spindles	
Earth anchor	Stay bracket	
Earthing	Stay plate	
Equipment platform / Transformer platform	Stay steel components	
Equipment platform bracket	Stay Wire / Steel Wire	
Eye bolt	Steel Poles	
Eye nut	Steel rope terminal fittings	
Fasteners - threaded rods	Strain bracket	
Fasteners (Bolts, nuts, washers, threaded rod)	Strain cross-arm	
Fasteners bolt, nuts & washers	Strapping	
Fasteners strain nuts, strain bolts & forgings	Streetlight brackets	
Forging line hardware	Strut bracket	
Fuse Cut-out Brackets	Support cradle	
Fuse Holder brackets	Suspension cross-arm	
Galvanised pre-fabricated steel	Swivel bracket	