

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

Service Level Agreement

ITEM NO	DETAILS REQUIRED	DETAILS PROVIDED
1	Project Name	Upgrade of CBD Park and Council Chamber Garden
2	The Service Provider/Service Provider	Mdzuritos Catering and Trading 11
3	Contract Number	8/2/1/326.
4	Service Provider's Active Postal Address	Ibisi P.O. BOX 98792 UMZIMKHULU 3297
5	Commencement Date Termination Date	22 February 2022 21 May 2022
6	.1 Service Provider's Active Fax No.	086 612 5557
	.2 Telephone Numbers	060 367 8573
	.3 Service Provider's E-mail Address	mncedisimoorosi@gmailcom
7	Contract Amount	R 425 890.00
8	Annexures	(a) Tender Document ;

ZS T.J
S-4

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

		(b) Appointment Letter; (c) Acceptance Letter;
--	--	---

Approval

(By signing below, all Approvers agree to all terms and conditions outlined in this Agreement.) Please not however that the document to be signed will read along together with the document that will be marked "Annexure A" - Tender Document (the document marked Annexure A "shall there in have all the obligations, schedules and other documents that is relevant for the Service Provider to render service successfully. In case where the signed documents contradicts any of the terms to this agreement the proposal document shall be then be used as a guiding document to this agreement

Approvers	Role
Mdzuritos Catering and Trading 11	Service Provider
UMZIMKHULU LOCAL MUNICIPALITY	Client / Municipality

Agreement Overview

This Agreement represents a Service Level Agreement ("SLA" or "Agreement") between Mdzuritos Catering and Trading 11 herein represented Cyprian Mncedisi Kraai in his capacity as the Director of the company. and UMzimkhulu Local Municipality represented by Mr. ZS Sikhosana in his capacity as the municipal Manager. This Agreement remains valid until superseded by a revised agreement mutually endorsed by the stakeholders. This Agreement outlines the parameters of Upgrade of CBD Park and Council Chamber Garden .The Service Provider responded to the advert / invitation of the 26th of July 2021, to a tender no ULM-INFR 023/21 for Upgrade of CBD Park and Council Chamber Garden , and the closing date for the advert was on the 20 August 2021. UMzimkhulu Local Municipality thereto appointed Mdzuritos Catering and Trading 11 Wherefore Mdzuritos Catering and Trading 11 was appointment by the UMzimkhulu Local Municipality and the duration of the contract is (3 Months) from the date 22/02/ 2022 and ending on the 21/05/2022.

Z.S.T.J
S-1

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulum.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

1. Goals & Objectives

The purpose of this Agreement is for the provision of Upgrade of CBD Park and Council Chamber Garden. All the objectives are clearly defined in the schedule marked "Annexure A" (Terms of Reference) wherein the Service Provider will provide the Upgrade of CBD Park and Council Chamber Garden as it is stated in terms of the tender document.

The municipality shall advise the Service Provider in writing whenever there is change that is to be added or to be taken out of this agreement.

Conditions of the contract

1. The Municipality and the Service Provider shall act as stated in the contract and in the spirit of mutual trust and cooperation
2. The Parties
 - I. The Municipality and the Service Provider
 - II. To provide the goods and to do the work necessary to supply the goods in accordance with the contract including all the incidental work, services, and actions which this contract requires.
 - III. Goods information is information which either specifies and describes the goods and either, in the document called "Scope of Work" or, in instruction given in terms and in accordance with this contract as in terms of the tender document.
 - IV. Delivery location is the delivery location and any surrounding space provided by the Municipality, unless later changed in accordance with this contract.
 - V. Materials are items to be included in the goods
 - VI. Equipment is the items provided by the Service Provider and used by him to Provide the goods
 - VII. The completion date is the completion date unless later changed in accordance with the contract
 - VIII. Completion is when the goods have been supplied and the Service Provider has corrected notified Defects which would prevent the Municipality either from using the goods or from carrying out any other intention stated in the goods information
 - IX. A Defect is a part of the goods which is not in accordance with the goods information
 - X. The prices are the amounts stated in the price column of the price list, where a quantity is stated for an item in the price list.

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

XI. Interpretation

In this contract except where the context shows otherwise, words in the singular also mean in the plural and the other way around and words in the masculine also mean in the feminine and neuter.

XII. Communication

- a) Every communication which this contract requires is in writing
- b) A communication has effect when it is received at the last address notified by the recipient for receiving communication s
- c) If this contract requires the Municipality or the Service Provider to reply to the communication, unless otherwise stated in the contract, he replies within the period for reply.
- d) The Municipality may give instruction to the Service Provider which changes the Goods information or the delivery location
- e) The Municipality acceptance of communication from the Service Provider or his work does not change the Service Provider's responsibility to provide the goods

XIII. Access to delivery location

The Municipality gives access to and use of the delivery location to the Service Provider on the dates stated or as later agreed between them

XIV. Early Warning

- a) The Service Provider or the Municipality gives an early warning by notifying the other as soon as either becomes aware of any matter which could increase the total of the price , delay , completion or impair the performance of the good

XV. The law

The RSA governing laws are the laws applicable to this contract are the laws of the country where the delivery location is.

It is therefore agreed between the parties that all product offered items shall comply with the latest relevant code of South African National, Provincial Regulations and Legislations

C.M. 25 T.J. S.Y.

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

2. Stakeholders

The following Service Provider Mdzuritos Catering and Trading 11 and Customer(s)/ Client Umzimkhulu Local Municipality will be used as the basis of the Agreement and represent the primary stakeholders associated with this SLA

Service Provider (s): Mdzuritos Catering and Trading 11

Having its head office at: ,ibisi Umzimkhulu, 3297

Telephone 060 367 8573

Fax number

Customer(s): UMzimkhulu Local Municipality ("Client")

Having its office at 169 Main Street, Private Bag 53, UMzimkhulu, 3297

C.M. 2.5 T.J
5.4

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

3. Periodic Review

This Agreement is valid from the Effective Date outlined herein and is valid until further notice (This agreement is valid from the effective date till the time when the intended objectives are met / or This Agreement should be reviewed any time whilst the Service Provider is still rendering the services to the client; however, in lieu of a review during any period specified, the current Agreement will remain in effect.

The end user department manager ("Document Owner") is responsible for facilitating regular reviews of this document. Contents of this document may be amended as required, provided mutual agreement is obtained from the primary stakeholders and communicated to all affected parties.

The Document Owner will incorporate all subsequent revisions and obtain mutual agreements / approvals as required.

The Service Provider must report and submit monthly progress report covering all aspects of the project in detail to the end user department manager.

The report must be submitted to the manager not later than 5 days before the end of each month.

All the pro forma that may be given to the Service Provider must be used as the basis of submitting these reports

4. Definitions

The following terms shall be interpreted as indicated:

- "Acceptable bid" means any bid, which, in all respects, complies with the specifications and conditions of the bid as set out in the bid document.
- "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 goods, works or services.
- "Black enterprise" means an enterprise that is 50, 1% owned by black persons and where there is substantial management control. Ownership refers to economic interest while management refers to the membership of any board or similar governing body of the enterprise.

C.M. 2.5 T.J. 2.4

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 436

- "Black empowered enterprise" means an enterprise that is at least 25, 1% owned by black persons and where there is substantial management control. Ownership refers to economic interests. Management refers to executive directors. This is whether the black enterprise has control or not.
- "Black people" includes all African, Coloured or Indian persons who are South African citizens by birth or by descent or who were naturalized prior to the commencement of the constitution in 1993. In addition, the term also includes black people who became South African citizens after the constitution's commencement but who would have been able to be naturalized prior to this, were it not for the Apartheid laws which prohibited naturalization of certain persons. This means that an African, Coloured or Indian person who was not a South African citizen before the commencement of the constitution in 1993 but who would have been entitled to apply to be naturalized prior to 1993, will also be considered a black person and therefore a beneficiary of BEE.
- "Black woman-owned enterprise" means an enterprise with at least 25, % representation of black women within the black equity and management portion.
- "Closing time" means the date and hour specified in the bidding documents for the receipt of bids.
- "Comparative price" means the price after the factors of a non-firm price and all unconditional discounts that can be utilized have been taken into consideration.
- "Community or broad-based enterprise" means an enterprise that has an empowerment shareholder who represents a broad base of members such as a local community or where the benefits support a target group, for example black women, people living with disabilities, the youth and workers. Shares are held via direct equity,

C.M. 2-5

T.J. S

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

non-profit organizations and trusts.

Benefits from the shareholding should in a measurable sense be directed towards the uplifting of the community through job creation, welfare, skills development, entrepreneurship and human rights. At the same time, directors and management of groups should significantly comprise black persons.

These arrangements are appropriate in situations where the activities or operations of an enterprise or industry directly impact on a community or are located in a community, or may benefit a community. Notable examples are large industrial projects, mining and tourism. Other instances, which do assist in broadening the shareholder base, are employee share ownership schemes; these are a viable empowerment shareholder option. In this and other circumstances, these arrangements should not detract from the ability of the shareholder to exercise significant influence or control over the operations of the business.

- "Consortium or joint venture" means an association of persons for the purpose of combining their expertise, property, capital, efforts, skills and knowledge in an activity for the execution of a contract.
- "Contract" means the written agreement entered into between the Municipality and the Service Provider, this shall also mean (Service Provider and Customer), as recorded in the contract form signed by the parties, including all attachments and appendices thereto and all documents incorporated by reference therein.
- "Contract price" means the price payable to the Service Provider under the contract for the full and proper performance of his contractual obligations.
- "Control" means the possession and exercise of legal authority and power to manage the assets, goodwill and daily operations of a business and the active and continuous exercise of appropriate managerial authority and power in determining the policies and directing the operations of the business.

C.M 25 T.J 54

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

- "Co-operative or collective enterprise" is an autonomous association of persons who voluntarily join together to meet their economic, social and cultural needs and aspirations through the formation of a jointly-owned enterprise and democratically controlled enterprise.
- "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.
- "Countervailing duties" are imposed in cases where an enterprise abroad is subsidized by its government and encouraged to market its products internationally.
- "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.
- "Day" means calendar day.
- "Delivery" means delivery in compliance with the conditions of the contract or order.
- "Delivery ex stock" means immediate delivery directly from stock actually on hand.
- "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 Service Provider bearing all risks and charges involved until the supplies are so delivered and a valid receipt is obtained.
- "Disability" means, in respect of a person, a permanent impairment

C.M. 25 T.J. S.A.

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

of a physical, intellectual, or sensory function, which results in restricted, or lack of, ability to perform an activity in the manner, or within the range, considered normal for a human being.

- "Dumping" occurs when a private enterprise abroad markets its goods on own initiative in the RSA at lower prices than that of the country of origin and which have the potential to harm the local industries in the RSA.
- "Equity Ownership" means the percentage ownership and control, exercised by individuals within an enterprise.
- "Force majeure" means an event beyond the control of the Service Provider and not involving the Service Provider's fault or negligence and not foreseeable. Such events may include, but is not restricted to, acts of the Municipality in its sovereign capacity, wars or revolutions, fires, floods, epidemics, quarantine restrictions and freight embargoes.
- "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.
- "GCC" means the General Conditions of Contract.
- "Goods" means all of the equipment, machinery, and/or other materials that the Service Provider is required to supply to the Municipality under the contract.
- "Historically Disadvantaged Individual (HDI)" means a South African citizen -
- who, due to the Apartheid policy that had been in place, had no

C.M. 25 T.J. 5-4

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

franchise in national elections prior to the introduction of the Constitution of the Republic of South Africa, 1983 (Act 110 of 1983) or the Constitution of the Republic of South Africa, 1993, (Act 200 of 1993) ("the interim Constitution"); and/or

- who is a female; and/or
- who has a disability:

provided that a person who obtained South African citizenship on or after the coming to effect of the Interim Constitution, is deemed not to be a HDI.

- "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 Service Provider or his sub service Provider s) 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.
- "Local content" means that portion of the bidding price which is not included in the imported content provided that local manufacture does take place.
- "Management" means an activity inclusive of control and performed on a daily basis, by any person who is a principal executive officer of the company, by whatever name that person may be designated, and whether or not that person is a director.
- "Manufacture" means the production of products in a factory using labor, materials, components and machinery and includes other related value-adding activities.
- "Order" means an official written order issued for the supply of goods

C.M. 25 T.J. S.M.

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

or works or the rendering of a service.

- "Owned" means having all the customary elements of ownership, including the right of decision-making and sharing all the risks and profits commensurate with the degree of ownership interests as demonstrated by an examination of the substance, rather than the form of ownership arrangements.
- "Parliament" means Parliament of the Republic of South Africa as set out in Chapter Four of the Constitution.
- "Person" includes reference to a juristic person.

"Project site" where applicable, means the place indicated in bidding documents.

- "Municipality" means the organization purchasing the goods.
- "Rand value" means the total estimated value of a contract in Rand denomination that is calculated at the time of the bid invitations, and includes all applicable taxes and excise duties.
- "Republic" or "RSA" means the Republic of South Africa.
- "RFP" means Request for Proposal.
- "RFT" means Request for Tender.
- "RFQ" means Request for Quotation.
- "SCC" means the Special Conditions of Contract.
- "Secretary" means the Secretary to Parliament.
- "Services" means those functional services ancillaries to the supply of the goods, such as transportation and any other incidental services, such as installation,

2.5 T.J
C.M. 54

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
ICZN 435

commissioning, provision of technical assistance, training, catering, gardening, security, maintenance and other such obligations of the Service Provider covered under the contract.

- "Specific contract participation goals" means the goals as stipulated in the Preferential Procurement Regulations, 2001. In addition to above-mentioned goals, the Regulations [12. (1)] also make provision for organs of State to give particular consideration to procuring locally manufactured products.
- "Small, Medium and Micro Enterprises (SMMEs) bears the same meaning assigned to this expression in the National Small Business Act, 1996 (Act 102 of 1996).
- "Sub-contracting" means the primary Service Provider's assigning or leasing or making out work to or employing another person to support such a primary Service Provider in the execution of part of a project in terms of the contract.
- "Trust" means the arrangement through which the property of one person is made over or bequeathed to a trustee to administer such property for the benefit of another person.
- "Trustee" means any person, including the founder of a trust, to whom property is bequeathed in order for such property to be administered for the benefit of another person.
- "Written" or "in writing" means handwritten in ink or any form of electronic or mechanical writing.

5. Application

- 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.

C.M. 2.9 T.J. 54

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

- Where applicable, special conditions of contract are also laid down to cover specific supplies, services or works.

Where such special conditions of contract are in conflict with these general conditions, the special conditions shall apply.

7. Standards

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

8. Use of contract documents and information; inspection

- The Service Provider shall not, without the Municipality'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 Municipality in connection therewith, to any person other than a person employed by the Service Provider 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.
- The Service Provider shall not, without the Municipality's prior written consent, make use of any document or information mentioned in GCC clause 5.1 except for purposes of performing the contract.
- Any document, other than the contract itself mentioned in GCC clause 5.1 shall remain the property of the Municipality and shall be returned (all copies) to the Municipality on completion of the Service Provider's performance under the contract if so required by the Municipality.

The Service Provider shall permit the Municipality to inspect the Service Provider's records relating to the performance of the Service Provider and to have them audited by auditors appointed by the Municipality, if so required by the Municipality

C.M. Z-S T.J
S-4

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

9. Patent rights

- The Service Provider shall indemnify the Municipality 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 Municipality.

10. Performance security

- Within thirty (30) days of receipt of the notification of contract award, the successful bidder shall furnish to the Municipality the performance security of the amount specified in SCC.
- The proceeds of the performance security shall be payable to the Municipality as compensation for any loss resulting from the Service Provider's failure to complete his obligations under the contract.
- The performance security shall be denominated in the currency of the contract or in a freely convertible currency acceptable to the Municipality and shall be in one of the following forms:
 - (a) a bank guarantee or an irrevocable letter of credit issued by a reputable bank located in the Municipality's country or abroad, acceptable to the Municipality, in the form provided in the bidding documents or another form acceptable to the Municipality; or
 - (b) a cashier's or certified cheque
- The performance security will be discharged by the Municipality and returned to the Service Provider not later than thirty (30) days following the date of completion of the Service Provider's performance obligations under the contract, including any warranty obligations, unless otherwise specified in SCC.

11. Warranty

- The Service Provider warrants that the goods supplied under the contract are new,

C.M. 25 T.J
S-1

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

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 Service Provider 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 Municipality's specifications) or from any act or omission of the Service Provider, that may develop under normal use of the supplied goods in the conditions prevailing in the country of final destination.

- 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.
- The Municipality shall promptly notify the Service Provider in writing of any claims arising under this warranty.
- Upon receipt of such notice, the Service Provider 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 Municipality.
- If the Service Provider, having been notified, fails to remedy the defect(s) within the period specified in SCC, the Municipality may proceed to take such remedial action as may be necessary, at the Service Provider's risk and expense and without prejudice to any other rights which the Municipality may have against the Service Provider under the contract.

12. Payment

- The method and conditions of payment to be made to the Service Provider under this contract shall be specified in SCC.
- The Service Provider shall furnish the Municipality with an invoice accompanied by a copy of the delivery note and upon fulfillment of other obligations stipulated in

C.M. 25 T.J
54

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

the contract.

- Payments shall be made promptly by the Municipality, but in no case later than thirty (30) days after submission of an invoice or claim by the Service Provider.

- Payment will be made in Rand unless otherwise stipulated in SCC

Subject with full compliance by the Service Provider with the provisions of this contract, uMzimkhulu Municipality will, in accordance with the provisions of this contract, pay to the Service Provider for all works satisfactorily completed to date:

- uMzimkhulu Municipality shall pay any sums due within 30 days subject to uMzimkhulu Municipality being satisfied with the following:
 - Receipt of claim between the 15th and 20th of every month unless stated otherwise by the Municipality.
 - Signed Delivery note shall be attached to the payment certificate failing which the claim will be deemed invalid.
 - Receipt of itemized invoice also reflecting the Date; Municipal VAT No: 4300156819.; Service Provider's VAT No and Service Provider's signature.
 - Invoice to clearly state TAX INVOICE;
 - All invoices should be addressed to the Municipal Manager, uMzimkhulu Municipality, P.O. Box 53, uMzimkhulu, 3297 and shall quote the Project Name and Number.

13. Prices

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

C.M. 25 T.J. 5-9

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

14. Contract amendments

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

15. Assignment

- The Service Provider / Service Provider shall not assign, in whole or in part, its obligations to perform under the contract, except with the Municipality's / Customer prior written consent.

16. Subcontracts

- The Service Provider shall notify the Municipality 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 Service Provider from any liability or obligation under the contract.

17. Delays in the Service Provider's performance / Service Provider

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

C.M. ZS T.J
S.M

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

amendment of contract.

- No provision in a contract shall be deemed to prohibit the obtaining of supplies or services from a national department, provincial department, or a local authority.
- The right is reserved to procure outside of the contract small quantities or to have minor essential services executed if an emergency arises, the Service Provider's point of supply is not situated at or near the place where the supplies are required, or the Service Provider's services are not readily available.
- Except as provided under this agreement, a delay by the Service Provider in the performance of its delivery obligations shall render the Service Provider liable to the imposition of penalties, as it shall be stipulated in terms of special conditions of contract, unless an extension of time is agreed upon pursuant to this agreement without the application of penalties.
- Upon any delay beyond the delivery period in the case of a supplies contract, the Municipality shall, without canceling the contract, be entitled to Municipality 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 Service Provider'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 Service Provider.

18. Penalties

- Subject to clauses relating to penalties under/ special conditions of contract, if the Service Provider fails to deliver any or all of the goods or to perform the services within the period(s) specified in the contract, the Municipality 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 Municipality may also

C.M. 2-S T.J
S.Y

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

consider termination of the contract pursuant to this agreement

19. Termination for default

- The Municipality, without prejudice to any other remedy for breach of contract, by written notice of default sent to the Service Provider, may terminate this contract in whole or in part:
 - (a) if the Service Provider fails to deliver any or all the goods within the period(s) specified in the contract, or within any extension thereof granted by the Municipality pursuant to the special conditions of agreement
 - (b) if the Service Provider fails to perform any other obligation(s) under the contract; or
 - (c) If the Service Provider, in the judgment of the Municipality, has engaged in corrupt or fraudulent practices in competing for or in executing the contract.

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

21. 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 favorable difference shall on demand be paid forthwith by the Service Provider to the State or the State may deduct such amounts from moneys

C.M 2-5 T.J
54

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

(if any) which may otherwise be due to the Service Provider 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.

22. Force Majeure

- Notwithstanding the provisions of Special conditions of contract, the Service Provider 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.
- If a force majeure situation arises, the Service Provider shall promptly notify the Municipality in writing of such condition and the cause thereof. Unless otherwise directed by the Municipality in writing, the Service Provider 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.

23. Termination for insolvency

- The Municipality may at any time terminate the contract by giving written notice to the Service Provider if the Service Provider becomes bankrupt or otherwise insolvent. In this event, termination will be without compensation to the Service Provider, provided that such termination will not prejudice or affect any right of action or remedy which has accrued or will accrue thereafter to the Municipality.
- This agreement shall terminate on occurrence of any of the following events:
- In the event that the service provider breaches any term of this Agreement and has failed to correct its breach within the time provided therefore, then and in that event the customer may proceed to cancel and terminate the agreement.
- In the event of termination of this Agreement for any reason whatsoever, irrespective of whether it is by agreement, breach or expiry of time. This agreement shall be considered as terminated;

24. Settlement of Disputes

C.M 2.5 T.J
S4

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

- If any dispute or difference of any kind whatsoever arises between the Municipality and the Service Provider 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.
- If, after thirty (30) days, the parties have failed to resolve their dispute or difference by such mutual consultation, then either the Municipality or the Service Provider 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.
- Should it not be possible to settle a dispute by means of mediation, it may be settled in a South African court of law.
- Mediation proceedings shall be conducted in accordance with the rules of procedure specified in the SCC.
- Notwithstanding any reference to mediation and/or court proceedings herein,
 - (a) the parties shall continue to perform their respective obligations under the contract unless they otherwise agree; and
 - (b) the Municipality shall pay the Service Provider any monies due the Service Provider.

25. Limitation of liability

- Except in cases of criminal negligence or willful misconduct, and in the case of infringement pursuant to Clause 6;
 - (a) the Service Provider shall not be liable to the Municipality, 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 Service Provider to pay penalties and/or damages to the Municipality; and

C.M 25
S.Y T.J

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

(b) the aggregate liability of the Service Provider to the Municipality, 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.

26. 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.

27. Applicable law

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

28. Notices

- Every written acceptance of a bid shall be posted to the Service Provider 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
- 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.

29. Taxes and duties

- A foreign Service Provider shall be entirely responsible for all taxes, stamp duties, license fees, and other such levies imposed outside the Municipality's country.

C.M. ²⁵ S.Y. T.J

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

- A local Service Provider shall be entirely responsible for all taxes, duties, license fees, etc., incurred until delivery of the contracted goods to the Municipality.
- No contract shall be concluded with any bidder whose tax matters are not in order. Prior to the award of a bid, Parliament must be in possession of a tax clearance certificate, submitted by the bidder. This certificate must be accompanied by SARS pin issued by the South African Revenue Services (SARS).

30. Ownership and Copyright

- Ownership of all products produced in terms of this agreement, of whatever nature, vest in Parliament.
- The copyright of products, of whatever nature, commissioned and produced in terms of this agreement, and that have been paid for by the Secretary are owned exclusively by Parliament.

31. Service Agreement

The service provider shall render services as stipulated therein in the scheduled marked "Annexure A" should there be conflict to the annexure bid proposal marked "Annexure B" (Request for provision for uMzimkhulu Upgrade of CBD Park and Council Chamber Garden shall serve as the guarding line to any conflicts arise out of this agreement.

32. Customer Requirements

Customer responsibilities and/or requirements in support of this Agreement include:

- Payment for all support costs at the agreed interval.
- Reasonable availability of customer representative(s) when resolving a service related incident or request.
- Shall provide any information necessary to help the service provider achieve outlined objectives in "Annexure A"
- Shall upon receipt of any relevant documentation on payments, pay the service provider as it prescribed by

C.M 2-5 T.J
51

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

the treasury regulations

33. Service Provider Requirements / Service Provider

- Upgrade of CBD Park and Council Chamber Garden

34. Service Expected from the Service Provider

Coverage parameters specific to the service(s) covered in this Agreement are as follows:

- The Service Provider will be required to render / provide the services as stipulated by "Annexure A", and drive the project in conjunction with the necessary stakeholders and all other relevant interested and affected groups.

35. Service Requests

In support of services outlined in this Agreement, the Service Provider will respond to service related incidents and/or requests submitted by the Customer within the following time frames:

- 0-8 hours (during business hours) for issues classified as High priority.
- Within 48 hours for issues classified as Medium priority.
- Within 5 working days for issues classified as Low priority.

Remote assistance will be provided in-line with the above timescales dependent on the priority of the support request.

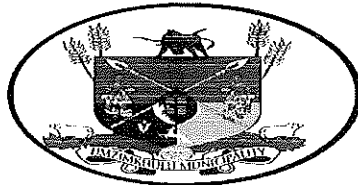
36. Breach

If the service provider commits;

- Commits a material breach of this Agreement and fail to remedy the breach within 10 (ten) Business Days after receipt from the customer of written notice calling upon it to do so;
- Commits or attends to commit an act of insolvency;
- Goes into liquidation whether provisionally or finally;
- Delegate, cedes or subcontracts this Agreement or part thereof in contravention of the provisions hereof;
- Offers, promises or gives a bribe or other gift or remuneration to any officer or employee in the service of the ULM in connection with the execution of this Agreement;

C.M Z.B T.J
S.Y

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

- Abandons or otherwise repudiates any of its obligation in terms of this Agreement;
- Consistently fails to observe any material provision of this Agreement;

Then the customer shall be entitled in addition to its step-in-rights to without prejudice to any other right it may have in law or in terms of this Agreement to enforce specific performance of the terms of this Agreement or to cancel this Agreement forthwith on notice to the service provider and in either event recover such damages as it may have sustained.

The customer;

- Commits a material breach of this Agreement and fails to remedy the breach within 10 (ten) Business Days of receipt from the service provider calling upon it to do so or;
- Commits a breach of any payment obligation in terms of this Agreement and fails to make payment within 30 (thirty) Business Days after receipt from the service provider of notice calling upon it to do so, then service provider will be entitled, in addition to and without prejudice to any other right it may have in law to enforce specific performance in the terms of this Agreement or to cancel the Agreement forthwith and in either event to recover such damages as it may have sustained.

38. General

No act of relaxation on the part of the customer in regard to the carrying out of any of the service providers obligations in terms of this Agreement shall prejudice or be deemed to be a waiver of any of the customers rights and terms hereof.

- No act of relaxation on the party of the service provider in regard to the carrying out of any of the customer's obligations in terms of this Agreement shall prejudice or be deemed to be a waiver of any of the service provider's rights in terms hereof.
- This agreement constitutes the entire contract between the parties to this Agreement and neither of them may rely on any representation, undertaking, term or condition that is not included in this Agreement.
- No agreement to vary, add or cancel this Agreement shall be of any force or effect unless reduced to writing and signed on behalf of the parties.

C.M. ZS FJ
S1

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435

- The service shall report to the Infrastructure department - manager in charge of the project on monthly basis. Unless otherwise indicated in the bidding documents, the Municipality 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.

SIGNED BY THE CUSTOMER "ULM" AT UMZIMKHULU THIS 18th DAY OF February 2022

Z.S. SIKHOSANA

Name

[Signature]
In his capacity as the ULM Municipal Manager

Witness

1. T. NGCemu

Name Signature

Witness

2. S. Domo

Name Signature

SIGNED BY THE Service Provider AT Umzimkhulu THIS 15 DAY OF

FEBRUARY 2022

[Signature]
Director

Director

MNCEDISI

Name

Witness

1. MOLUTHANDO

Name Signature

Witness

2. SYGNERIA

Name Signature

169 Main Street
Private Bag 53
Umzimkhulu
3297



Email: info@umzimkhulu.m.gov.za
Tel: (039) 259 5000/5300
Fax: (039) 259 0427

BUDGET & TREASURY DEPARTMENT

PROVINCE OF KWAZULU-NATAL
KZN 435
