

TENDER OFFICE



Ekurhuleni
METROPOLITAN MUNICIPALITY

BID ADJUDICATION COMMITTEE 08 MAY 2017

Our ref: **P-EE 01/2017**
Enquiries: **Shandre Daniels**
Tel. no.: (011) 999-6557

Head Office
Finance Department

Sanburn Building
68 Woburn Avenue
BENONI
1501

Date: 31 May 2017

Private Bag X 65
BENONI
1500

FIKILE PROPERTY PROJECTS (PTY) LTD
110 PEENZ STREET
PETIT
BENON
1510

Tel: (011) 999 6568
Fax: (011) 999 7200
www.ekurhuleni.gov.za

Fax no.: 086 555 8893
Tel. no.: 011 965 0038 / 060 447 5043

Sir

CONTRACT NUMBER P-EE 01/2017: REQUEST FOR PROPOSAL: EKURHULENI ENERGY GENERATION PROGRAM THROUGH A POWER PURCHASE AGREEMENT FOR A PERIOD OF AT LEAST 20 YEARS

You are hereby advised that the Acting City Manager in terms of his delegated powers, when considering Item P-EE 01-2017 (T), resolved on 11 May 2017 inter alia as follows:

"2. That bid 52, Fikile Property Projects (Pty) Ltd, 110 Peenz Street, Petit, Benoni, 1510, Tel. 011 965 0038, Cel. 060 447 5043, Fax: 086 555 8893 for Solar PV Technology for Contract P-EE 01/2017: Request for proposal: Ekurhuleni Energy Generation Program through a power purchase agreement for a period of at least 20 years, **BE ACCEPTED AND APPROVED for a total of **262 MW** with a plant being within the boundaries of Ekurhuleni Metropolitan Municipality at the offered discount rate on Eskom Megaflex tariff, as set out here under and that the award of this bid **BE SUBJECT** to compliance with Section 33 process: signing of PPA and acquiring of generation license from NERSA.**

NOTES: This technology involves utilizing the unlimited solar resources

Year	1	2	3	4	5	6	7	8	9	10	Average %discount over 20yrs
%Discount	0	0	0	0.8	1.58	2.37	3.27	4.16	5.04	6.06	8.7
	11	12	13	14	15	16	17	18	19	20	
	7.07	8.07	9.23	10.31	11.53	12.87	14.20	15.51	17.07	18.61	

BID	COMPANY	OFFERED PLANT SIZE IN MW
52	Fikile Property Projects (Pty) Ltd	10

- "6. That bid 52, **Fikile Property Projects (Pty) Ltd**, 110 Peenz Street, Petit, Benoni, 1510, Tel. 011 965 0038, Cel. 060 447 5043, Fax:086 555 8893 for **Gas Technology** for Contract P-EE 01/2017: Request for proposal: Ekurhuleni Energy Generation Program through a power purchase agreement for a period of at least 20 years, **BE ACCEPTED AND APPROVED** for a total of **195 MW** with a plant being within the boundaries of Ekurhuleni Metropolitan Municipality at the offered discount rate on Eskom Megaflex tariff, as set out here under and that the award of this bid **BE SUBJECT** to compliance with Section 33 process; signing of PPA and acquiring of generation license from NERSA..

NOTES: This technology involves utilizing the unlimited gas resources

Year	1	2	3	4	5	6	7	8	9	10	Average %discount over 20yrs
%Discount	0	0	0	10	10	10	10	10	10	12	12.4
	11	12	13	14	15	16	17	18	19	20	
	12	12	12	12	15	15	15	15	15	15	

BID	COMPANY	OFFERED PLANT SIZE IN MW
52	Fikile Property Projects (Pty) Ltd	5

10. That the rates in 2 and 6 *supra* **BE SUBJECT** to the following escalations:
- Escalation be linked to an annual percentage increment that is approved by NERSA to Eskom."

Your attention is drawn to the following conditions which must be adhered to within fourteen (14) days from the date of receipt of this letter:

- A copy of your latest Municipal Account/s, to confirm payment for services rendered by the relevant Local Authority/s are not in arrears for more than 30 days must **BE SUBMITTED** to the Finance Department.
- The necessary Contractor's All Risks and Public Liability Insurance as prescribed by the Council's Insurers for the contract must **BE OBTAINED AND MAINTAINED** by you as contractor at your own cost throughout the contract period and a copy thereof must **BE SUBMITTED** to the Finance Department **PRIOR** to commencement of the works, but not later than 14 days after having been informed of the acceptance of this bid.
- Your current valid original Tax Clearance Certificate must **BE RE-SUBMITTED** to the Finance Department.
- You will **NOT BE ALLOWED** to commence with this contract **PRIOR** to the submission of documents referred in conditions 1, 2 and 3 above.

A COPY OF THIS LETTER AND THE RELEVANT DOCUMENTS MUST BE SUBMITTED TO THE SUPPLY CHAIN MANAGEMENT UNIT: ADMINISTRATION SECTION, TENDER OFFICE, GROUND FLOOR, SANBURN BUILDING, 68 WOBURN AVENUE, BENONI, 1501, FOR ATTENTION, SENIOR ADMINISTRATIVE OFFICER: TENDER ADMINISTRATION

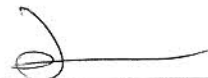
Your attention is further drawn to the following conditions from Payments Section:

1. A copy of your latest Municipal Account/s, to confirm payment for services rendered by the relevant Local Authority/s must **BE ATTACHED** to each payment certificate when submitting to the payment section.
2. In terms of the amendment of Section 20 of the Value Added Tax Act 89 of 1991, by the Revenue Laws Amendment Act 45 of 2003, it would be compulsory for all vendors to display the **VAT registration** number of debtors to whom an invoice is issued, with effect from 01 March 2005. The Council's VAT registration number **4280193493** **must** therefore appear on all invoices issued to Council.
3. Please note that your monthly creditor statement must be attached to your invoice/s within 7 days of the following month. For any enquiries please contact one of the following officials at the Finance Expenditure Reconciliation section: **Helga van Heerden (011) 999-6468.**
4. **PLEASE TAKE NOTE AFTER AN AWARD OF A TENDER TO CONTACT THE FOLLOWING OFFICIALS FOR THE REGISTRATION ON THE SUPPLIER DATABASE**
 - Mandla Nkosi (011) 999-8943 Mandla.Nkosi@ekurhuleni.gov.za
 - Itumeleng Mokhele (011) 999-0234 Itumeleng.Mokhele@ekurhuleni.gov.za
 - Elvis Matji (011) 999-3476 Elvis.Matji@ekurhuleni.gov.za
 - Thembakazi Mazibukwana (011) 999-4055 Thembakazi.Mazibukwana@ekurhuleni.gov.za**Documents to be submitted to: Central Procurement Office, 5 Junction Road, Driehoek, Germiston.**

Should you have any further enquiries, please do not hesitate to contact **APRIL DLAMINI** at Telephone number (011) 999 6890.



Senior Manager Acquisitions: Supply Chain Management
SIPHOKAZI XOKOZELA
EKURHULENI METROPOLITAN MUNICIPALITY



Divisional Head: Supply Chain Management
KAGISO LERUTLA
EKURHULENI METROPOLITAN MUNICIPALITY