



Clarifications: MFT.

SDL&I Evaluations

October 2022

Zwelethu Xundu



We have a mandate to contribute positively to the development of the country

Our mandate is to achieve maximum and sustainable local development impact through leveraging Eskom's procurement spend in a manner that allows flexibility within the business in order to accommodate government local development initiatives and policies

Supplier Development & Localization (SD&L) measures impact along these key performance areas

Key performance area	Definition
Skills development	<ul style="list-style-type: none">Increasing the skill base (number and skill level) of South African workers in areas relevant to the energy sector and where there is a national scarcity of skills
Local content	<ul style="list-style-type: none">Utilisation of Eskom and suppliers' spend to develop South African based suppliers relevant to the energy sector (focusing primarily on BBB-EE and Black Owned suppliers)
Industrialisation	<ul style="list-style-type: none">Utilisation of Eskom and suppliers' spend to foster the establishment of new competitive industries in the energy sector
Job creation and Employment	<ul style="list-style-type: none">Creation of new jobs by suppliers as a direct result of Eskom business
Supplier development	<ul style="list-style-type: none">Providing a platform to develop emerging suppliers, and further opportunities for national and international suppliers

NIPP: In line with DTI requirements on imported content that is above \$5million, the National Industrial Participation Programme has to be applied in order to stimulate local manufacturing capability and job creation. International manufactures have to commit on minimum thirty percent local participation programme through formalized DTI NIPP obligations agreements. Therefore, in line with NIPP requirements, once the contract is awarded, the international company has to complete SBD 5 form as an undertaking to DTI.

Note: In an event the contract placed does not exceed the stipulated minimum threshold of \$5 million, SDL&I Initiatives will therefore be implemented.

- As a tender returnable suppliers will be required to submit a signed letter of undertaking in their company letter heads indicating compliance to NIPP.

- **Mr Abiel Mohlahlo** Amohlahlo@thedtic.gov.za
- **Ms Yvonne Nematswerani** Ynematswerani@thedtic.gov.za

.

- **The 90:10 rule will apply in this project:**
- **B-BBEE = 10**
- **Price = 90**

.

Preference Points B-BBEE

B-BBEE Status Level of Contributor	Number of points (90/10 system)	Number of points (80/20 system)
1	10	20
2	9	18
3	6	14
4	5	12
5	4	8
6	3	6
7	2	4
8	1	2
Non-compliant contributor	0	0

- The certificate must be valid.
- Verification Agency must be SANAS accredited.
- There should be a logo of SANAS on the certificate.
- QSEs and EMEs – Sworn affidavit is acceptable

Validity of Affidavit

Validity of Affidavit & B-BBEE Certificate

The following must be considered when it comes to validity of Affidavits;

- a) Name/s of deponent as they appear in the identity document and the identity number.
- b) Designation of the deponent as the director, owner or member must be indicated in order to know that person is duly authorized to depose of an affidavit. (Underline or circle Whichever is applicable).
- c) Name of enterprise as per enterprise registration documents issued by the CIPC, where applicable, and enterprise business address.
- d) Percentage of black ownership, black female ownership and designated group. In the case of specialized enterprises as per Statement 004, the percentage of black beneficiaries must be reflected. (No blank spaces to be left).
- e) Indicate total revenue for the year under review and whether it is based on audited financial statements or management account. (Underline the applicable option).
- f) Financial year end as per the enterprise's registration documents, which was used to determine the total revenue. (Financial year end to be stipulated by day/month/year).
- g) B-BBEE Status level. An enterprise can only have one status level.
- h) Empowering supplier status must be indicated. For QSEs, the deponent must select the basis for the empowering supplier status.
- i) Date deponent signed and date of Commissioner of Oath must be the same. (The sworn Affidavit must be signed in the presence of the Commissioner of Oath).
- j) Commissioner of Oath cannot be an employee or ex officio of the enterprise because, a person cannot by law, commission a sworn affidavit in which they have an interest
- K) Sworn Affidavits attested / signed by a Commissioner of Oaths as a true copy stamp will not be accepted

Skills Development

Category	Eskom Target	Proposal
Technician	10	

Job Creation

Number of Jobs to be created	Number of Jobs to be retained

Sub - contracting

Targeted Group	Proposal
EME 1&2 / QSE 1&2 5%	

Note: The above will be applicable in an event where the imported content does not exceed the \$5million NIPP threshold.

- Implementation schedule to be submitted within a month of contract signing.
- Quarterly or monthly reports on progress of implementation of SD&L to be submitted to the PM.
- SDL&I penalty (2.5% retention / Performance Bond)

.



Thank You

