



NEC3 Term Service Contract (TSC3)

Between **ESKOM HOLDINGS SOC Ltd**
(Reg No. 2002/015527/30)

and **[Insert at award stage]**
(Reg No. _____)

For The Provision for service and maintenance of existing fire equipment,
as well the supply and delivery of new units at various sites at Mthatha and
Aliwal North zone in Cape Coastal Cluster - Eastern Cape.

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CONTRACT No.

PART C1: AGREEMENTS & CONTRACT DATA

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| [to be inserted from Returnable Documents at award stage] | |

C1.1 Form of Offer & Acceptance

Offer

The Employer, identified in the Acceptance signature block, has solicited offers to enter into a contract for the procurement of:

The Provision for service and maintenance of existing fire equipment, as well the supply and delivery of new units at various sites at Mthatha and Aliwal North zone in Cape Coastal Cluster - Eastern Cape.

The tenderer, identified in the Offer signature block, has examined the documents listed in the Tender Data and addenda thereto and by submitting this Offer has accepted the Conditions of Tender.

By the representative of the tenderer, deemed to be duly authorised, signing this part of this Form of Offer and Acceptance the tenderer offers to perform all of the obligations and liabilities of the *Contractor* under the contract including compliance with all its terms and conditions according to their true intent and meaning for an amount to be determined in accordance with the *conditions of contract* identified in the Contract Data.

| | | |
|----------------|--|-----------------------|
| Options A or C | The offered total of the Prices exclusive of VAT is | Rates contract |
| Option E | exclusive of VAT is The first forecast of the total Defined Cost plus the Fee | Rates contract |
| | Sub total | Rates contract |
| | Value Added Tax @ 15% is | Rates contract |
| | The offered total of the amount due inclusive of VAT is ¹ | Rates contract |
| | (in words) Rates based contract | |

This Offer may be accepted by the Employer by signing the Acceptance part of this Form of Offer and Acceptance and returning one copy of this document including the Schedule of Deviations (if any) to the tenderer before the end of the period of validity stated in the Tender Data, or other period as agreed, whereupon the tenderer becomes the party named as the *Contractor* in the *conditions of contract* identified in the Contract Data.

Signature(s)

Name(s)

Capacity

For the tenderer:

(Insert name and address of organisation)

Name &
signature of
witness

Date

Tenderer's CIDB registration number:

¹ This total is required by the *Employer* for budgeting purposes only. Actual amounts due will be assessed in terms of the *conditions of contract*.

Acceptance

By signing this part of this Form of Offer and Acceptance, the Employer identified below accepts the tenderer's Offer. In consideration thereof, the Employer shall pay the Contractor the amount due in accordance with the *conditions of contract* identified in the Contract Data. Acceptance of the tenderer's Offer shall form an agreement between the Employer and the tenderer upon the terms and conditions contained in this agreement and in the contract that is the subject of this agreement.

The terms of the contract, are contained in:

| | |
|---------|--|
| Part C1 | Agreements and Contract Data, (which includes this Form of Offer and Acceptance) |
| Part C2 | Pricing Data |
| Part C3 | Scope of Work: Service Information |

and drawings and documents (or parts thereof), which may be incorporated by reference into the above listed Parts.

Deviations from and amendments to the documents listed in the Tender Data and any addenda thereto listed in the Returnable Schedules as well as any changes to the terms of the Offer agreed by the tenderer and the Employer during this process of offer and acceptance, are contained in the Schedule of Deviations attached to and forming part of this Form of Offer and Acceptance. No amendments to or deviations from said documents are valid unless contained in this Schedule.

The tenderer shall within two weeks of receiving a completed copy of this agreement, including the Schedule of Deviations (if any), contact the Employer's agent (whose details are given in the Contract Data) to arrange the delivery of any securities, bonds, guarantees, proof of insurance and any other documentation to be provided in terms of the *conditions of contract* identified in the Contract Data at, or just after, the date this agreement comes into effect. Failure to fulfil any of these obligations in accordance with those terms shall constitute a repudiation of this agreement.

Notwithstanding anything contained herein, this agreement comes into effect on the date when the tenderer receives one fully completed and signed original copy of this document, including the Schedule of Deviations (if any).

Signature(s)

Name(s)

Capacity

**for the
Employer**

(Insert name and address of organisation)

Name &
signature of
witness

Date

Note: If a tenderer wishes to submit alternative tenders, use another copy of this Form of Offer and Acceptance.

Schedule of Deviations to be completed by the *Employer* prior to contract award.

Note:

1. This part of the Offer & Acceptance would not be required if the contract has been developed by negotiation between the Parties and is not the result of a process of competitive tendering.
2. The extent of deviations from the tender documents issued by the Employer prior to the tender closing date is limited to those permitted in terms of the Conditions of Tender.
3. A tenderer's covering letter must not be included in the final contract document. Should any matter in such letter, which constitutes a deviation as aforesaid be the subject of agreement reached during the process of Offer and Acceptance, the outcome of such agreement shall be recorded here and the final draft of the contract documents shall be revised to incorporate the effect of it.

| No. | Subject | Details |
|-----|---------|---------|
| 1 | | |
| 2 | | |
| 3 | | |
| 4 | | |
| 5 | | |

By the duly authorised representatives signing this Schedule of Deviations below, the Employer and the tenderer agree to and accept this Schedule of Deviations as the only deviations from and amendments to the documents listed in the Tender Data and any addenda thereto listed in the Tender Schedules, as well as any confirmation, clarification or changes to the terms of the Offer agreed by the tenderer and the Employer during this process of Offer and Acceptance.

It is expressly agreed that no other matter whether in writing, oral communication or implied during the period between the issue of the tender documents and the receipt by the tenderer of a completed signed copy of this Form shall have any meaning or effect in the contract between the parties arising from this Agreement.

For the tenderer:**For the Employer**

Signature

Name

Capacity

On behalf
of*(Insert name and address of organisation)**(Insert name and address of organisation)*Name &
signature
of witness

Date

C1.2 TSC3 Contract Data

Part one - Data provided by the *Employer*

| Clause | Statement | Data |
|----------|---|--|
| 1 | General | |
| | The <i>conditions of contract</i> are the core clauses and the clauses for main Option: | |
| | | A: Priced contract with price list |
| | dispute resolution Option | W1: Dispute resolution procedure |
| | and secondary Options | |
| | | X1: Price adjustment for inflation |
| | | X2: Changes in the law |
| | | X17: Low service damages |
| | | X18: Limitation of liability |
| | | X19: Task Order |
| | | Z: <i>Additional conditions of contract</i> |
| | of the NEC3 Term Service Contract April 2013 ¹ (TSC3) | |
| 10.1 | The <i>Employer</i> is (name): | Eskom Holdings SOC Ltd (reg no: 2002/015527/30), a state owned company incorporated in terms of the company laws of the Republic of South Africa |
| | Address | Registered office at Megawatt Park, Maxwell Drive, Sandton, Johannesburg |
| 10.1 | The <i>Service Manager</i> is (name): | Noxolo Mabula |
| | Address | Eskom Holdings SOC Ltd Sunilaws Office Park, Bonza Bay Road, Beacon Bay, East London |
| | Tel | +27 13 755 9154 |
| | Fax | [•] |
| | e-mail | mabulan@eskom.co.za |
| 11.2(2) | The Affected Property is | Cape Coastal Cluster - Eastern Cape |
| 11.2(13) | The <i>service</i> is | Provision For Service and Maintenance Of Existing Fire Equipment, As Well The Supply |

¹ Available from Engineering Contract Strategies Tel 011 803 3008 Fax 086 539 1902 www.ecs.co.za

| | | And Delivery Of New Units At Various Sites In Cape Coastal Cluster - Eastern Cape |
|----------|--|--|
| 11.2(14) | The following matters will be included in the Risk Register | As part of the FDP |
| 11.2(15) | The Service Information is in | Part 3: Scope of Work and all documents and drawings to which it makes reference. |
| 12.2 | The <i>law of the contract</i> is the law of | the Republic of South Africa |
| 13.1 | The <i>language of this contract</i> is | English |
| 13.3 | The <i>period for reply</i> is | Five (5) working days |
| 2 | The Contractor's main responsibilities | Data required by this section of the core clauses is also provided by the <i>Contractor</i> in Part 2 and terms in italics used in this section are identified elsewhere in this Contract Data |
| 21.1 | The <i>Contractor</i> submits a first plan for acceptance within | One (1) weeks of the Contract Date |
| 3 | Time | |
| 30.1 | The <i>starting date</i> is. | To be advised |
| 30.1 | The <i>service period</i> is | Thirty-six (36) months |
| 4 | Testing and defects | There is no reference to Contract Data in this section of the core clauses and terms in italics used in this section are identified elsewhere in this Contract Data |
| 5 | Payment | |
| 50.1 | The <i>assessment interval</i> is | At the end of each task |
| 51.1 | The <i>currency of this contract</i> is the | South African Rand |
| 51.2 | The period within which payments are made is | Depending on suppliers' status |
| 51.4 | The <i>interest rate</i> is | <p>the publicly quoted prime rate of interest (calculated on a 365 day year) charged by from time to time by the Standard Bank of South Africa Limited (as certified, in the event of any dispute, by any manager of such bank, whose appointment it shall not be necessary to prove) for amounts due in Rands and</p> <p>(ii) the LIBOR rate applicable at the time for amounts due in other currencies. LIBOR is the 6 month London Interbank Offered Rate quoted under the caption "Money Rates" in The Wall Street Journal for the applicable currency or if no rate is quoted for the currency in question then the rate for United States Dollars, and if no such rate appears in The Wall Street Journal then the rate as quoted by the Reuters Monitor Money Rates Service (or such service as may replace the Reuters Monitor Money Rates Service) on the due date for the payment in</p> |

question, adjusted *mutatis mutandis* every 6 months thereafter (and as certified, in the event of any dispute, by any manager employed in the foreign exchange department of The Standard Bank of South Africa Limited, whose appointment it shall not be necessary to prove.

| | | |
|---------|--|--|
| 6 | Compensation events | As per NEC TSC conditions |
| 7 | Use of Equipment Plant and Materials | As per NEC TSC conditions |
| 8 | Risks and insurance | |
| 80.1 | These are additional <i>Employer's</i> risks | 1. Fire 2. Chemicals |
| 9 | Termination | As per NEC TSC conditions |
| 10 | Data for main Option clause | |
| A | Priced contract with price list | |
| 20.5 | The <i>Contractor</i> prepares forecasts of the final total of the Prices for the whole of the service at intervals no longer than | Four (4) weeks. |
| 11 | Data for Option W1 | |
| W1.1 | <i>The Adjudicator</i> Address Tel No. Fax No. e-mail | the person selected from the ICE-SA Division (or its successor body) of the South African Institution of Civil Engineering Panel of Adjudicators by the Party intending to refer a dispute to him. (see www.ice-sa.org.za). If the Parties do not agree on an Adjudicator the Adjudicator will be appointed by the Arbitration Foundation of Southern Africa (AFSA). To be advised when a dispute arise |
| W1.2(3) | <i>The Adjudicator nominating body is:</i> | the Chairman of ICE-SA a joint Division of the South African Institution of Civil Engineering and the Institution of Civil Engineers (London) (see www.ice-sa.org.za) or its successor body. |
| W1.4(2) | <i>The tribunal is:</i> | arbitration |
| W1.4(5) | <i>The arbitration procedure is</i> The place where arbitration is to be held is | the latest edition of Rules for the Conduct of Arbitrations published by The Association of Arbitrators (Southern Africa) or its successor body. East London South Africa |

| | | | | |
|------------|---|--|---|--|
| | <p>The person or organisation who will choose an arbitrator</p> <ul style="list-style-type: none">- if the Parties cannot agree a choice or- if the arbitration procedure does not state who selects an arbitrator, is | <p>the Chairman for the time being or his nominee of the Association of Arbitrators (Southern Africa) or its successor body.</p> | | |
| 12 | Data for secondary Option clauses | | | |
| X1 | Price adjustment for inflation | | | |
| X1.1 | <p>The <i>base date</i> for indices is</p> <p>The proportions used to calculate the Price Adjustment Factor are:</p> | <p>CPI</p> <p>proportion</p> <p>Activities</p> | <p>linked to index for</p> <p>Rates</p> | <p>Index prepared by</p> <p>Treasury</p> |
| X2 | Changes in the law | As per NEC TSC conditions | | |
| X17 | Low service damages | | | |
| X17.1 | <p>The <i>service level table</i> is in</p> | Task order | | |
| X18 | Limitation of liability | | | |
| X18.1 | <p>The <i>Contractor's</i> liability to the <i>Employer</i> for indirect or consequential loss is limited to</p> | R0.0 (zero Rand) | | |
| X18.2 | <p>For any one event, the <i>Contractor's</i> liability to the <i>Employer</i> for loss of or damage to the <i>Employer's</i> property is limited to</p> | the amount of the deductibles relevant to the event | | |
| X18.3 | <p>The <i>Contractor's</i> liability for Defects due to his design of an item of Equipment is limited to</p> | <p>The greater of</p> <ul style="list-style-type: none">• the total of the Prices at the Contract Date and• the amounts excluded and unrecoverable from the <i>Employer's</i> insurance (other than the resulting physical damage to the <i>Employer's</i> property which is not excluded) plus the applicable deductibles | | |
| X18.4 | <p>The <i>Contractor's</i> total liability to the <i>Employer</i>, for all matters arising under or in connection with this contract, other than the excluded matters, is limited to</p> | <p>the total of the Prices other than for the additional excluded matters.</p> <p>The <i>Contractor's</i> total liability for the additional excluded matters is not limited.</p> <p>The additional excluded matters are amounts for which the <i>Contractor</i> is liable under this contract for</p> <ul style="list-style-type: none">• Defects due to his design, plan and specification,• Defects due to manufacture and fabrication outside the Affected Property, | | |

| | | |
|------------|---|--|
| | | <ul style="list-style-type: none"> • loss of or damage to property (other than the <i>Employer's</i> property, Plant and Materials), • death of or injury to a person and • infringement of an intellectual property right. |
| X18.5 | The end of liability date is | 52 months after the end of the <i>service period</i> . |
| X19 | Task Order | |
| X19.5 | The <i>Contractor</i> submits a Task Order programme to the <i>Service Manager</i> within | Fourteen (14) days of receiving the Task Order |
| Z | The additional conditions of contract are | Z1 to Z14 always apply. |

Z1 Cession delegation and assignment

- Z1.1 The *Contractor* does not cede, delegate or assign any of its rights or obligations to any person without the written consent of the *Employer*.
- Z1.2 Notwithstanding the above, the *Employer* may on written notice to the *Contractor* cede and delegate its rights and obligations under this contract to any of its subsidiaries or any of its present divisions or operations which may be converted into separate legal entities as a result of the restructuring of the Electricity Supply Industry.

Z2 Joint ventures

- Z2.1 If the *Contractor* constitutes a joint venture, consortium or other unincorporated grouping of two or more persons or organisations then these persons or organisations are deemed to be jointly and severally liable to the *Employer* for the performance of this contract.
- Z2.2 Unless already notified to the *Employer*, the persons or organisations notify the *Service Manager* within two weeks of the Contract Date of the key person who has the authority to bind the *Contractor* on their behalf.
- Z2.3 The *Contractor* does not alter the composition of the joint venture, consortium or other unincorporated grouping of two or more persons without the consent of the *Employer* having been given to the *Contractor* in writing.

Z3 Change of Broad Based Black Economic Empowerment (B-BBEE) status

- Z3.1 Where a change in the *Contractor's* legal status, ownership or any other change to his business composition or business dealings results in a change to the *Contractor's* B-BBEE status, the *Contractor* notifies the *Employer* within seven days of the change.
- Z3.2 The *Contractor* is required to submit an updated verification certificate and necessary supporting documentation confirming the change in his B-BBEE status to the *Service Manager* within thirty days of the notification or as otherwise instructed by the *Service Manager*.
- Z3.3 Where, as a result, the *Contractor's* B-BBEE status has decreased since the Contract Date the *Employer* may either re-negotiate this contract or alternatively, terminate the *Contractor's* obligation to Provide the Service.
- Z3.4 Failure by the *Contractor* to notify the *Employer* of a change in its B-BBEE status may constitute a reason for termination. If the *Employer* terminates in terms of this clause, the procedures on termination are P1, P2 and P4 as stated in clause 92, and the amount due is A1

and A3 as stated in clause 93.

Z4 Confidentiality

- Z4.1 The *Contractor* does not disclose or make any information arising from or in connection with this contract available to Others. This undertaking does not, however, apply to information which at the time of disclosure or thereafter, without default on the part of the *Contractor*, enters the public domain or to information which was already in the possession of the *Contractor* at the time of disclosure (evidenced by written records in existence at that time). Should the *Contractor* disclose information to Others in terms of clause 25.1, the *Contractor* ensures that the provisions of this clause are complied with by the recipient.
- Z4.2 If the *Contractor* is uncertain about whether any such information is confidential, it is to be regarded as such until notified otherwise by the *Service Manager*.
- Z4.3 In the event that the *Contractor* is, at any time, required by law to disclose any such information which is required to be kept confidential, the *Contractor*, to the extent permitted by law prior to disclosure, notifies the *Employer* so that an appropriate protection order and/or any other action can be taken if possible, prior to any disclosure. In the event that such protective order is not, or cannot, be obtained, then the *Contractor* may disclose that portion of the information which it is required to be disclosed by law and uses reasonable efforts to obtain assurances that confidential treatment will be afforded to the information so disclosed.
- Z4.4 The taking of images (whether photographs, video footage or otherwise) of the Affected Property or any portion thereof, in the course of Providing the Service and after the end of the *service period*, requires the prior written consent of the *Service Manager*. All rights in and to all such images vests exclusively in the *Employer*.
- Z4.5 The *Contractor* ensures that all his subcontractors abide by the undertakings in this clause.

Z5 Waiver and estoppel: Add to core clause 12.3:

- Z5.1 Any extension, concession, waiver or relaxation of any action stated in this contract by the Parties, the *Service Manager* or the *Adjudicator* does not constitute a waiver of rights, and does not give rise to an estoppel unless the Parties agree otherwise and confirm such agreement in writing.

Z6 Health, safety and the environment: Add to core clause 27.4

- Z6.1 The *Contractor* undertakes to take all reasonable precautions to maintain the health and safety of persons in and about the execution of the *service*. Without limitation the *Contractor*:
- accepts that the *Employer* may appoint him as the "Principal Contractor" (as defined and provided for under the Construction Regulations 2014 (promulgated under the Occupational Health & Safety Act 85 of 1993) ("the Construction Regulations") for the Affected Property;
 - warrants that the total of the Prices as at the Contract Date includes a sufficient amount for proper compliance with the Construction Regulations, all applicable health & safety laws and regulations and the health and safety rules, guidelines and procedures provided for in this contract and generally for the proper maintenance of health & safety in and about the execution of the *service*; and
 - undertakes, in and about the execution of the *service*, to comply with the Construction Regulations and with all applicable health & safety laws and regulations and rules, guidelines and procedures otherwise provided for under this contract and ensures that his Subcontractors, employees and others under the *Contractor's* direction and control, likewise observe and comply with the foregoing.
- Z6.2 The *Contractor*, in and about the execution of the *service*, complies with all applicable environmental laws and regulations and rules, guidelines and procedures otherwise provided

for under this contract and ensures that his Subcontractors, employees and others under the *Contractor's* direction and control, likewise observe and comply with the foregoing.

Z7 Provision of a Tax Invoice and interest. Add to core clause 51

- Z7.1 Within one week of receiving a payment certificate from the *Service Manager* in terms of core clause 51.1, the *Contractor* provides the *Employer* with a tax invoice in accordance with the *Employer's* procedures stated in the Service Information, showing the amount due for payment equal to that stated in the payment certificate.
- Z7.2 If the *Contractor* does not provide a tax invoice in the form and by the time required by this contract, the time by when the *Employer* is to make a payment is extended by a period equal in time to the delayed submission of the correct tax invoice. Interest due by the *Employer* in terms of core clause 51.2 is then calculated from the delayed date by when payment is to be made.
- Z7.3 The *Contractor* (if registered in South Africa in terms of the companies Act) is required to comply with the requirements of the Value Added Tax Act, no 89 of 1991 (as amended) and to include the *Employer's* VAT number 4740101508 on each invoice he submits for payment.

Z8 Notifying compensation events

- Z8.1 Delete the last paragraph of core clause 61.3 and replace with:
- If the *Contractor* does not notify a compensation event within eight weeks of becoming aware of the event, he is not entitled to a change in the Prices.

Z9 *Employer's limitation of liability*

- Z9.1 The *Employer's* liability to the *Contractor* for the *Contractor's* indirect or consequential loss is limited to R0.00 (zero Rand)
- Z9.2 The *Contractor's* entitlement under the indemnity in 82.1 is provided for in 60.1(12) and the *Employer's* liability under the indemnity is limited to compensation as provided for in core clause 63 and X19.11 if Option X19 Task Order applies to this contract.

Z10 Termination: Add to core clause 91.1, at the second main bullet point, fourth sub-bullet point, after the words "against it":

- Z10.1 or had a business rescue order granted against it.

Z11 Ethics

For the purposes of this Z-clause, the following definitions apply:

Affected Party means, as the context requires, any party, irrespective of whether it is the *Contractor* or a third party, such party's employees, agents, or Subcontractors or Subcontractor's employees, or any one or more of all of these parties' relatives or friends,

Coercive Action means to harm or threaten to harm, directly or indirectly, an Affected Party or the property of an Affected Party, or to otherwise influence or attempt to influence an Affected Party to act unlawfully or illegally,

Collusive Action means where two or more parties co-operate to achieve an unlawful or illegal purpose, including to influence an Affected Party to act unlawfully or illegally,

- Committing Party** means, as the context requires, the *Contractor*, or any member thereof in the case of a joint venture, or its employees, agents, or Subcontractors or the Subcontractor's employees,
- Corrupt Action** means the offering, giving, taking, or soliciting, directly or indirectly, of a good or service to unlawfully or illegally influence the actions of an Affected Party,
- Fraudulent Action** means any unlawfully or illegally intentional act or omission that misleads, or attempts to mislead, an Affected Party, in order to obtain a financial or other benefit or to avoid an obligation or incurring an obligation,
- Obstructive Action** means a Committing Party unlawfully or illegally destroying, falsifying, altering or concealing information or making false statements to materially impede an investigation into allegations of Prohibited Action, and
- Prohibited Action** means any one or more of a Coercive Action, Collusive Action Corrupt Action, Fraudulent Action or Obstructive Action.

Z11.1 A Committing Party may not take any Prohibited Action during the course of the procurement of this contract or in execution thereof.

Z11.2 The *Employer* may terminate the *Contractor's* obligation to Provide the Services if a Committing Party has taken such Prohibited Action and the *Contractor* did not take timely and appropriate action to prevent or remedy the situation, without limiting any other rights or remedies the *Employer* has. It is not required that the Committing Party had to have been found guilty, in court or in any other similar process, of such Prohibited Action before the *Employer* can terminate the *Contractor's* obligation to Provide the Services for this reason.

Z11.3 If the *Employer* terminates the *Contractor's* obligation to Provide the Services for this reason, the amounts due on termination are those intended in core clauses 92.1 and 92.2.

Z11.4 A Committing Party co-operates fully with any investigation pursuant to alleged Prohibited Action. Where the *Employer* does not have a contractual bond with the Committing Party, the *Contractor* ensures that the Committing Party co-operates fully with an investigation.

Z12 Insurance

Z 12 .1 Replace core clause 83 with the following:

Insurance cover 83

83.1 When requested by a Party, the other Party provides certificates from his insurer or broker stating that the insurances required by this contract are in force.

83.2 The *Contractor* provides the insurances stated in the Insurance Table A from the *starting date* until the earlier of Completion and the date of the termination certificate.

INSURANCE TABLE A

| Insurance against | Minimum amount of cover or minimum limit of indemnity |
|---|--|
| Loss of or damage caused by the <i>Contractor</i> to the <i>Employer's</i> property | The replacement cost where not covered by the <i>Employer's</i> insurance. |
| | The <i>Employer's</i> policy deductible as at Contract |

| | |
|---|--|
| | Date, where covered by the <i>Employer's</i> insurance. |
| Loss of or damage to Plant and Materials | The replacement cost where not covered by the <i>Employer's</i> insurance. The <i>Employer's</i> policy deductible as at Contract Date, where covered by the <i>Employer's</i> insurance. |
| Loss of or damage to Equipment | The replacement cost where not covered by the <i>Employer's</i> insurance. The <i>Employer's</i> policy deductible as at Contract Date, where covered by the <i>Employer's</i> insurance. |
| The <i>Contractor's</i> liability for loss of or damage to property (except the <i>Employer's</i> property, Plant and Materials and Equipment) and liability for bodily injury to or death of a person (not an employee of the <i>Contractor</i>) arising from or in connection with the <i>Contractor's</i> Providing the Service | <u>Loss of or damage to property</u> The replacement cost <u>Bodily injury to or death of a person</u> The amount required by the applicable law. |
| Liability for death of or bodily injury to employees of the <i>Contractor</i> arising out of and in the course of their employment in connection with this contract | The amount required by the applicable law |

Z 12.2 Replace core clause 86 with the following:

Insurance 86
by the
Employer

86.1 The *Employer* provides the insurances stated in the Insurance Table B

INSURANCE TABLE B

| Insurance against or name of policy | Minimum amount of cover or minimum limit of indemnity |
|---|---|
| Assets All Risk | Per the insurance policy document |
| Contract Works insurance | Per the insurance policy document |
| Environmental Liability | Per the insurance policy document |
| General and Public Liability | Per the insurance policy document |
| Transportation (Marine) | Per the insurance policy document |
| Motor Fleet and Mobile Plant | Per the insurance policy document |
| Terrorism | Per the insurance policy document |
| Cyber Liability | Per the insurance policy document |
| Nuclear Material Damage and Business Interruption | Per the insurance policy document |
| Nuclear Material Damage Terrorism | Per the insurance policy document |

Z13 Nuclear Liability

- Z13.1 The *Employer* is the operator of the Koeberg Nuclear Power Station (KNPS), a nuclear installation, as designated by the National Nuclear Regulator of the Republic of South Africa, and is the holder of a nuclear licence in respect of the KNPS.
- Z13.2 The *Employer* is solely responsible for and indemnifies the *Contractor* or any other person against any and all liabilities which the *Contractor* or any person may incur arising out of or resulting from nuclear damage, as defined in Act 47 of 1999, save to the extent that any liabilities are incurred due to the unlawful intent of the *Contractor* or any other person or the presence of the *Contractor* or that person or any property of the *Contractor* or such person at or in the KNPS or on the KNPS site, without the permission of the *Employer* or of a person acting on behalf of the *Employer*.
- Z13.3 Subject to clause Z13.4 below, the *Employer* waives all rights of recourse, arising from the aforesaid, save to the extent that any claims arise or liability is incurred due or attributable to the unlawful intent of the *Contractor* or any other person, or the presence of the *Contractor* or that person or any property of the *Contractor* or such person at or in the KNPS or on the KNPS site, without the permission of the *Employer* or of a person acting on behalf of the *Employer*.
- Z13.4 The *Employer* does not waive its rights provided for in section 30 (7) of Act 47 of 1999, or any replacement section dealing with the same subject matter.
- Z13.5 The protection afforded by the provisions hereof shall be in effect until the KNPS is decommissioned.

Z14 Asbestos

For the purposes of this Z-clause, the following definitions apply:

AAIA means approved asbestos inspection authority.

| | |
|------------------------------|--|
| ACM | means asbestos containing materials. |
| AL | means action level, i.e. a level of 50% of the OEL, i.e. 0.1 regulated asbestos fibres per ml of air measured over a 4 hour period. The value at which proactive actions is required in order to control asbestos exposure to prevent exceeding the OEL. |
| Ambient Air | means breathable air in area of work with specific reference to breathing zone, which is defined to be a virtual area within a radius of approximately 30cm from the nose inlet. |
| Compliance Monitoring | means compliance sampling used to assess whether or not the personal exposure of workers to regulated asbestos fibres is in compliance with the Standard's requirements for safe processing, handling, storing, disposal and phase-out of asbestos and asbestos containing material, equipment and articles. |
| OEL | means occupational exposure limit. |
| Parallel Measurements | means measurements performed in parallel, yet separately, to existing measurements to verify validity of results. |
| Safe Levels | means airborne asbestos exposure levels conforming to the Standard's requirements for safe processing, handling, storing, disposal and phase-out of asbestos and asbestos containing material, equipment and articles. |
| Standard | means the <i>Employer's</i> Asbestos Standard 32-303: Requirements for Safe Processing, Handling, Storing, Disposal and Phase-out of Asbestos and Asbestos Containing Material, Equipment and Articles. |
| SANAS | means the South African National Accreditation System. |
| TWA | means the average exposure, within a given workplace, to airborne asbestos fibres, normalised to the baseline of a 4 hour continuous period, also applicable to short term exposures, i.e. 10-minute TWA. |

Z14.1 The *Employer* ensures that the Ambient Air in the area where the *Contractor* will Provide the Services conforms to the acceptable prescribed South African standard for asbestos, as per the regulations published in GNR 155 of 10 February 2002, under the Occupational Health and Safety Act, 1993 (Act 85 of 1993) ("Asbestos Regulations"). The OEL for asbestos is 0.2 regulated asbestos fibres per millilitre of air as a 4-hour TWA, averaged over any continuous period of four hours, and the short term exposure limit of 0.6 regulated asbestos fibres per millilitre of air as a 10-minute TWA, averaged over any 10 minutes, measured in accordance with HSG248 and monitored according to HSG173 and OESSM.

Z14.2 Upon written request by the *Contractor*, the *Employer* certifies that these conditions prevail. All measurements and reporting are effected by an independent, competent, and certified occupational hygiene inspection body, i.e. a SANAS accredited and Department of Employment and Labour approved AAIA. The *Contractor* may perform Parallel Measurements and related control measures at the *Contractor's* expense. For the purposes of compliance the results generated from Parallel Measurements are evaluated only against South African statutory limits as detailed in clause Z14.1. Control measures conform to the requirements stipulated in the AAIA-approved asbestos work plan.

Z14.3 The *Employer* manages asbestos and ACM according to the Standard.

Z14.4 In the event that any asbestos is identified while Providing the Services, a risk assessment is conducted and if so required, with reference to possible exposure to an airborne concentration of above the AL for asbestos, immediate control measures are implemented and relevant air monitoring conducted in order to declare the area safe.

Z14.5 The *Contractor's* personnel are entitled to stop working and leave the contaminated area forthwith until such time that the area of concern is declared safe by either Compliance Monitoring or an AAIA approved control measure intervention, for example, per the emergency asbestos work plan,

it applicable.

- Z14.6** The *Contractor* continues to Provide the Services, without additional control measures presented, on presentation of Safe Levels. The contractually agreed dates to Provide the Services, including the Completion Date, are adjusted accordingly. The contractually agreed dates are extended by the notification periods required by regulations 3 and 21 of the Asbestos Regulations, 2001.
- Z14.7** Any removal and disposal of asbestos, asbestos containing materials and waste, is done by a registered asbestos contractor, instructed by the *Employer* at the *Employer's* expense, and conducted in line with South African legislation.

C1.2 Contract Data

Part two - Data provided by the *Contractor*

| Clause | Statement | Data |
|----------|---|--|
| 10.1 | The <i>Contractor</i> is (Name): Address Tel No. Fax No. | |
| 11.2(8) | The <i>direct fee percentage</i> is The <i>subcontracted fee percentage</i> is | % % |
| 11.2(14) | The following matters will be included in the Risk Register | |
| 11.2(15) | The Service Information for the <i>Contractor's</i> plan is in: | |
| 21.1 | The plan identified in the Contract Data is contained in: | |
| 24.1 | The key people are: 1 Name: Job: Responsibilities: Qualifications: Experience: 2 Name: Job: Responsibilities: Qualifications: Experience: | |
| | | CV's (and further key person's data including CVs) are in _____. |
| A | Priced contract with price list | |
| 11.2(12) | The <i>price list</i> is in | C2.2 Pricing list |
| 11.2(19) | The tendered total of the Prices is | Rates based contract |

PART 2: PRICING DATA**TSC3 Option A**

| Document reference | Title | No of pages |
|---------------------------|-------------------------------|--------------------|
| C2.1 | Pricing assumptions: Option A | 2 |
| C2.2 | The <i>price list</i> | [•] |

C2.1 Pricing assumptions: Option A

1. How work is priced and assessed for payment

Clause 11 in NEC3 Term Service Contract (TSC3) core clauses and Option A states:

| | | |
|------------------------------|------|--|
| Identified and defined terms | 11 | |
| | 11.2 | (12) The Price List is the <i>price list</i> unless later changed in accordance with this contract. |
| | | (17) The Price for Services Provided to Date is the total of <ul style="list-style-type: none"> the Price for each lump sum item in the Price List which the <i>Contractor</i> has completed and where a quantity is stated for an item in the Price List, an amount calculated by multiplying the quantity which the <i>Contractor</i> has completed by the rate. |
| | | (19) 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, the Price is calculated by multiplying the quantity by the rate. |

This confirms that Option A is a priced contract where the Prices are derived from a list of items of service which can be priced as lump sums or as expected quantities of service multiplied by a rate or a mix of both.

2. Function of the Price List

Clause 54.1 in Option A states: "Information in the Price List is not Service Information". This confirms that instructions to do work or how it is to be done are not included in the Price List but in the Service Information. This is further confirmed by Clause 20.1 which states, "The *Contractor* Provides the Service in accordance with the Service Information". Hence the *Contractor* does **not** Provide the Service in accordance with the Price List. The Price List is only a pricing document.

3. Link to the *Contractor's* plan

Clause 21.4 states "The *Contractor* provides information which shows how each item description on the Price List relates to the operations on each plan which he submits for acceptance". Hence when compiling the *price list*, the tendering contractor needs to develop his first clause 21.2 plan in such a way that operations shown on it can be priced in the *price list* and result in a satisfactory cash flow in terms of clause 11.2(17).

4. Preparing the *price list*

Before preparing the *price list*, both the *Employer* and tendering contractors should read the TSC3 Guidance Notes pages 14 and 15. In an Option A contract, either Party may have entered items into the *price list* either as a process of offer and acceptance (tendering) or by negotiation depending on the nature of the *service* to be provided. Alternatively the *Employer*, in his Instructions to Tenderers or in a Tender Schedule, may have listed some items that he requires the *Contractor* to include in the *price list* to be prepared and priced by him.

It is assumed that in preparing or finalising the *price list* the *Contractor*:

- Has taken account of the guidance given in the TSC3 Guidance Notes relevant to Option A;
- Understands the function of the Price List and how work is priced and paid for;
- Is aware of the need to link operations shown in his plan to items shown in the Price List;
- Has listed and priced items in the *price list* which are inclusive of everything necessary and incidental to Providing the Service in accordance with the Service Information, as it was at the time of tender, as well as correct any Defects not caused by an *Employer's* risk;
- Has priced work he decides not to show as a separate item within the Prices or rates of other listed items in order to fulfil the obligation to complete the *service* for the tendered total of the Prices.
- Understands there is no adjustment to items priced as lump sums if the amount, or quantity, of work within that item later turns out to be different to that which the *Contractor* estimated at time of tender. The only basis for a change to the (lump sum) Prices is as a result of a compensation event.

4.1. Format of the *price list*

(From the example given in an Appendix within the TSC3 Guidance Notes)

Entries in the first four columns in the *price list* in section C2.2 are made either by the *Employer* or the tendering contractor.

If the *Contractor* is to be paid an amount for the item which is not adjusted if the quantity of work in the item changes, the tendering contractor enters the amount in the Price column only, the Unit, Expected Quantity and Rate columns being left blank.

If the *Contractor* is to be paid an amount for an item of work which is the rate for the work multiplied by the quantity completed, the tendering contractor enters the rate which is then multiplied by the Expected Quantity to produce the Price, which is also entered.

If the *Contractor* is to be paid a Price for an item proportional to the length of time for which a service is provided, a unit of time is stated in the Unit column and the expected length of time (as a quantity of the stated units of time) is stated in the Expected Quantity column.

C2.2 the *price list*

| Item nr | Description | Unit | Expected Quantity | Rate | Price |
|---------|---|------|-------------------|------|-------|
| 1 | Pressure Testing – All units (all areas) | Each | | | |
| 2 | 1kg Dry powder | Each | | | |
| 3 | 1.5kg Dry Powder | Each | | | |
| 4 | 2.5kg Dry Powder | Each | | | |
| 5 | 4.5kg Dry powder | Each | | | |
| 6 | 9kg Dry powder | Each | | | |
| 7 | 2kg CO2 | Each | | | |
| 8 | 2.5kg CO2 | Each | | | |
| 9 | 4.5kg CO2 | Each | | | |
| 10 | 5kg CO2 | Each | | | |
| 11 | 6.8kg CO2 | Each | | | |
| 12 | 7kg CO2 | Each | | | |
| 13 | 9kg CO2 | Each | | | |
| 14 | 22.5kg CO2 | Each | | | |
| 15 | 25kg CO2 | Each | | | |
| 16 | 25kg DCP Trolley | Each | | | |
| 17 | 9L Water Extinguisher | Each | | | |
| 18 | Hose Reels | Each | | | |
| 19 | Hydrant | Each | | | |
| 20 | 9kg Fire extinguisher boxes | Each | | | |
| 21 | Spares (mark-up) | % | | | |
| | | | | | |
| 22 | Refill / Recharge (All Areas) | | | | |
| 23 | 1kg Dry Powder | Each | | | |
| 24 | 1.5kg Dry Powder | | | | |
| 25 | 2.5kg Dry Powder | | | | |
| 26 | 4.5kg Dry Powder | | | | |
| 27 | 9kg Dry Powder | | | | |

| Item nr | Description | Unit | Expected Quantity | Rate | Price |
|---------|--------------------------------------|------|-------------------|------|-------|
| 28 | Refill / Recharge (All Areas) | | | | |
| 29 | 2.5kg CO2 | | | | |
| 30 | 4kg CO2 | | | | |
| 31 | 5kg CO2 | | | | |
| 32 | 7kg CO2 | | | | |
| 33 | 25kg CO2 | | | | |
| | 50kg DCO Trolley Unit | | | | |
| 34 | 50kg CO2 Trolley Unit | | | | |
| 35 | | | | | |
| 36 | New Units (All areas) | | | | |
| 37 | 1kg Dry powder | | | | |
| 38 | 1.5kg Dry Powder | | | | |
| 39 | 2.5kg Dry Powder | | | | |
| 40 | 4.5kg Dry powder | | | | |
| 41 | 9kg Dry powder | | | | |
| 42 | Hose Reels | | | | |
| 43 | Installation of Cabinets | | | | |
| 44 | Heavy Duty Brackets | | | | |
| | | | | | |
| 45 | Travelling – All Areas | | | | |
| 46 | Rate per KM | Km | | | |
| | | | | | |
| 47 | Accommodation | | | | |
| 48 | (One person only per night) | P/N | | | |

Contract will be established for a period 36 months, Prices are fixed and firm for the first 12 months period and thereafter will be escalated in accordance with relevant Consumer Price Index (CPI)

Accommodation to be agreed with Eskom Service Manager. It will only be paid if approval is given prior to any work being done.

Note:

Eskom Office base for East London will be Eskom Sunnilaws Office Park. For Mthatha the base will be Eskom Zimbane Complex. For Aliwal North the base will be Eskom Aliwal North CNC. For Port Elizabeth the base will be Eskom Uitenhage Complex.

The contractor is to consolidate all trips to save on travelling costs.
Any overtime or week – End work must be agreed by the Service Manager.

The above is subject to the following:

A request for services/works will be given to the Consultant/Contractor by the Employer, in its total discretion and on an as and when needed basis, in the form of a Task Order / Instruction. Signatories of both parties on the Task Order/ Instruction are required prior to any Obligation being created for Commencement of or payment for Services/works.

A Task Order/Instruction is an order/instruction by the Employer to perform services/works as nominated by the Employer from the skills and services/works category, in terms of the above Price List, for which the Consultant/Contractor has been found by the Employer, in its total discretion, to have the relevant and present competency and capacity and no serious misconducts by key persons of the Consultant/Contractor, alleged or otherwise."

The Consultant/Contractor should not commence with any services/works regarding any Task Order/Instruction without receiving the purchase order number (45# number) from the contract custodian.

Contractor

Date

PART 3: SCOPE OF WORK

| Document reference | Title | No of pages |
|--------------------|---|-------------|
| | This cover page | 1 |
| C3.1 | <i>Employer's Service Information</i> | |
| C3.2 | <i>Contractor's Service Information</i> | |
| | Total number of pages | |

C3.1: EMPLOYER'S SERVICE INFORMATION

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1 Description of the *service*

1.1 Executive overview

The Provision for Service and Maintenance of existing fire equipment, as well the Supply and delivery of new units at various sites in Cape Coastal Cluster - Eastern Cape

1.2 *Employer's requirements for the service*

- The Supplier will be responsible for the servicing of fire extinguisher, fire hydrant, fire hydrant hose and hose reels as per government gazette 1475.
- Where the Supplier cannot service the fire extinguisher at the service site, the supplier must have enough dry powder CO2 cylinders in stock to loan to the site.
- The supplier will deliver enough loan units to the service sites a week in advance to allow for the exchange of these units with units at the substation and offices.
- Cape Coastal Cluster will then arrange to bring the units to the services sites to be serviced by the supplier.
- Only fire extinguishers that cannot be serviced at the service sites may be removed from the premises by the supplier. This will only be allowed if loan units are immediately made available by the supplier to Eskom, when required, of the same type as those that are to be removed.
- A service site representative listed below, will together with the service provider sign a separate register recording all firefighting equipment leaving the premises. This register will be kept by the Service site Representative listed to keep the record of the return of the above mentioned to Eskom and the return of the units to the service provider.
- The supplier will keep a register of all fire extinguishers and the necessary information associated with each fire extinguisher (i.e. Name, Serial numbers, service interval, when last serviced, next service date, type of service carried out, next pressure test, etc). A copy of this register will be provided to the Service site representative after each service carried out. Thus, Eskom and the service provider will always have the history of each fire extinguisher on hand.
- A register will also be kept for the servicing and inspection of fire hydrants (and their hoses) and those hose reels on the various premises. Similar information as specified in above is to be kept on register. A copy of this register will also be provided to the Service site Representative after the service is carried out.
- All service provider staff will be required to wear SAQCC identity cards, identifying the person, which company he or she represents, their qualifications and authorisation for the fire extinguisher service.
- Firefighting equipment will be serviced before the respective expiry date. The Service site Representative will therefore be required to submit a task order request at least two weeks prior to the need for such a service, The Employer representative is responsible for the issuing of the task orders and no service shall be rendered prior to such order being presented to the service provider.
- Pressure test certificates must be handed to the Team Leaders by the supplier no more than two weeks after all equipment has been pressure tested.
- The supplier will notify Eskom, in writing, of any abnormalities that occur, while rendering the service
- Equipment that was serviced and presser tested must be shown on the register together with their Serial and Eskom numbers.
- Eskom will only be liable for costs incurred as per price list. All extraordinary overhead expenses must be included in the prices quoted.

- Only one Tax invoices for each task order will be provided by the supplier after completion of the services. This Tax invoice will be accompanied by a detailed summary of all the expenses as per price list. Payment will be made to the supplier when the Service site Representative has confirmed that the service was carried out as per contract and that the quality of the service received is acceptable.
- Accommodation to be agreed with Eskom Service Manager. It will only be paid if approval is given prior to any work being done.

Note:

Eskom Office base for East London will be Eskom Sunnilaws Office Park. For Mthatha the base will be Eskom Zimbane Complex. For Aliwal North the base will be Eskom Aliwal North CNC. For Port Elizabeth the base will be Eskom Uitenhage Complex.

The contractor is to consolidate all trips to save on travelling costs.

Any overtime or week – End work must be agreed by the Service Manager.

1.3 Interpretation and terminology

List of abbreviations used and provide a full interpretation of each one.

The following abbreviations are used in this Service Information:

| Abbreviation | Meaning given to the abbreviation |
|--------------|--|
| ECOU | Eastern Cape Operating Unit |
| SM | Service Manager |
| SHEQ | Safety & Health, Environment Quality assurance |
| | |

2 Management strategy and start up.

2.1 The Contractor's plan for the service

- The Contractor is to observe the Occupational Health and Safety requirements to be met by Contractors and Sub-Contractors employed by Eskom Ref: 34-333 Rev0
- All safety requirements to be strictly adhered to by the Contractor.
- Protective clothing must be worn at all times.
- Immediately report to Eskom liaison person any difficulties or problems which are impeding the quick and smooth carrying out of the work.
- Adherence of Eskom Cardinal Rules as follows:
 - Rule 1 "Open, isolate, test, earth, bond and/or insulate before touch".
 - Rule 2 "Hook up at height"
 - Rule 3 "Buckle up"
 - Rule 4 "Be Sober"
 - Rule 5 "Ensure that you have permit to work".

2.2 Management meetings

The *conditions of contract* (e.g. Clause 16.2) and other sections of the Service Information (e.g. safety risk management) may require that a meeting shall be held. However the intention of all NEC contracts is that the Parties and their agents use the techniques of partnering to manage the contract by holding meetings designed to pro actively and jointly manage the administration of the contract with the objective of minimising the adverse effects of risks and surprises for both Parties.

Depending on the size and complexity of the *service*, it is probably beneficial for the *Service Manager* to hold a weekly risk register meeting (Clause 16.2). This could be used to discuss safety, compensation events, subcontracting, overall co-ordination and other matters of a general nature. Separate meetings for specialist activities such as planning and activities of a technical nature may also be warranted.

Describe here the general meetings and their purpose. Provide particulars of approximate times, days, location, and attendance requirements, stipulating that attendees shall have the necessary delegated authority to make decisions in respect of matters discussed at such meetings.

The following text could be used as a model for this section:

Regular meetings of a general nature may be convened and chaired by the *Supply Manager* as follows:

| Title and purpose | Approximate time & interval | Location | Attendance by: |
|--|-----------------------------|----------|---------------------------------------|
| Risk register and compensation events | Weekly on _____ at _____ | | |
| Overall contract progress and feedback | Monthly on _____ at _____ | | <i>Employer, Contractor and _____</i> |
| | | | |
| | | | |

Meetings of a specialist nature may be convened as specified elsewhere in this Service Information or if not so specified by persons and at times and locations to suit the Parties, the nature and the progress of the *service*. Records of these meetings shall be submitted to the *Service Manager* by the person convening the meeting within five days of the meeting.

All meetings shall be recorded using minutes or a register prepared and circulated by the person who convened the meeting. Such minutes or register shall not be used for the purpose of confirming actions or instructions under the contract as these shall be done separately by the person identified in the *conditions of contract* to carry out such actions or instructions.

2.3 *Contractor's* management, supervision and key people

Contractor's supervision and key people that are not already stated in other sections such as for Health and Safety. This section could be used to solicit an organogramme from the *Contractor* showing his people and their lines of authority / communication.

2.4 Provision of bonds and guarantees

N/a

2.5 Documentation control

All contractual communications will be in the form of properly compiled letters or forms attached to e mails and not as a message in the e mail itself.

2.6 Invoicing and payment

Within one week of receiving a payment certificate from the *Service Manager* in terms of core clause 51.1, the *Contractor* provides the *Employer* with a tax invoice showing the amount due for payment equal to that stated in the *Service Manager's* payment certificate.

The *Contractor* shall address the tax invoice to

_____ and include on each invoice the following information:

- Name and address of the *Contractor* and the *Service Manager*;
- The contract number and title;
- *Contractor's* VAT registration number;
- The *Employer's* VAT registration number 4740101508;
- Description of service provided for each item invoiced based on the Price List;
- Total amount invoiced excluding VAT, the VAT and the invoiced amount including VAT;
- (add other as required)

2.7 Contract change management

Any additional requirements to the compensation event clauses in section 6 of the core clauses. Not the same thing as documentation control.

2.8 Records of Defined Cost to be kept by the *Contractor*

The *Contractor* is required to keep any other records. Include any other constraint which may be required in regard to format and filing of the records, and whether access for the *Service Manager* shall be provided in hard copy or electronically. The *Employer* may require some form of control over the *Contractor's* record keeping for the purpose of compensation event management.

2.9 Insurance provided by the *Employer*

See Annexure A: Insurance provided by the Employer.

2.10 Training workshops and technology transfer

N/a

2.11 Design and supply of Equipment

N/a

2.12 Things provided at the end of the *service period* for the *Employer's* use

2.12.1 Equipment

The *Employer* may wish to use some of the Equipment used by the *Contractor* after the end of the *service period*. If required it will be negotiated between the parties.

2.12.2 Information and other things

Any information and other things which the *Contractor* is to provide at the end of the *service period* will be communicated.

2.13 Management of work done by Task Order

The Users will confirm request by means of valid purchase order number.
A Task Order format is provided in an Annexure to this Service Information.

3 Health and safety, the environment and quality assurance

3.1 Health and safety risk management

The *Contractor* shall comply with the health and safety requirements.

3.2 Environmental constraints and management

The *Contractor* shall comply with the environmental criteria and constraints.

3.3 Quality assurance requirements

If required, the *Contractor's* QA documentation is to be submitted for acceptance and any conditions that need to be imposed relating to acceptance.

4 Procurement

4.1 People

4.1.1 Minimum requirements of people employed

Any constraints relating to people employed to Provide the Service; for example, permits for foreigners, training (other than H & S), use of labour from designated areas and industrial relations, will be specified in the Task Order.

4.1.2 BBBEE and preferencing scheme

The *Contractor* must comply with after contract award regarding any requirements required for Broad Based Black Economic Empowerment (B-BBEE) or preferencing scheme measures.

4.1.3 Accelerated Shared Growth Initiative – South Africa (ASGI-SA)

The *Contractor* (if required) complies with and fulfils the *Contractor's* obligations in respect of the Accelerated and Shared Growth Initiative - South Africa in accordance with and as provided for in the *Contractor's* ASGI-SA Compliance Schedule stated below

The *Contractor* shall keep accurate records and provide the *Service Manager* with reports on the *Contractor's* actual delivery against the above stated ASGI-SA criteria. [Elaborate on access to and format of records and frequency of submission etc.]

4.2 Subcontracting

4.2.1 Preferred subcontractors

This will only be required where specialist services need to be obtained from a particular supplier or group of suppliers in order to comply with operational standards. The contractor is to obtain Service Manager approval.

4.2.2 Subcontract documentation, and assessment of subcontract tenders

If subcontracting is required, the *Contractor* is to prepare subcontract documentation, the use of the NEC - TSC system is compulsory.

4.2.3 Limitations on subcontracting

The *Employer* may require that the *Contractor* must subcontract certain specialised work, or that the *Contractor* shall not subcontract more than a specified proportion of the whole of the contract.

4.2.4 Attendance on subcontractors

It will be discussed between the parties when required.

4.3 Plant and Materials

4.3.1 Specifications

The Service Provider shall advise Eskom where the supplier observes that Eskom is not adhering to the necessary legal or legislative requirements.

4.3.2 Correction of defects

Any defective repairs are carried out - can the item be fixed up or must it be replaced by a new one.

4.3.3 *Contractor's* procurement of Plant and Materials

If the *Contractor* is to order, codify, expedite, freight, import, transport to the Affected Property and any other requirements for delivery and storage before installation. The *Employer* may require warranties from suppliers to be in favour of the *Employer* and not just to the *Contractor*. The *Employer* may also need schedules of vendor data for his own use after the end of the *service period*.

4.3.4 Tests and inspections before delivery

New or loan goods may require to be inspected and tested before delivery, such tests and inspections are to be carried out witnessed by *Employer's representative*.

4.3.5 Plant & Materials provided "free issue" by the *Employer*

The Contractor provides all material required for the service.

4.3.6 Cataloguing requirements by the *Contractor*

Not required, if later required it will be discussed between the parties.

5 Working on the Affected Property

To adhere any constraints, facilities, services and rules applicable to the *Contractor* whilst he is doing work on the Affected Property.

5.1 *Employer's* site entry and security control, permits, and site regulations

The *Contractor* must comply with any entrance requirements.

5.2 People restrictions, hours of work, conduct and records

It is very important that the *Contractor* keeps records of his people working on the Affected Property, including those of his Subcontractors.

5.3 Health and safety facilities on the Affected Property

First Aid facilities are provided by the *Employer* on the affected properties, The contractor may request where located, and any other emergency arrangements.

5.4 Environmental controls, fauna & flora

These matters are dealt with in the general environmental requirements.

5.5 Cooperating with and obtaining acceptance of Others

This will be discussed between the parties once arise.

5.6 Records of *Contractor's* Equipment

If Required records are to be kept of Equipment on Site including whether it is owned or hired. .

5.7 Equipment provided by the *Employer*

No equipment's provided by the Employer.

5.8 Site services and facilities

5.8.1 Provided by the *Employer*

The *Employer* may provide in the way of power, water, waste disposal, telecomms, ablutions, and lighting on the Affected Property. And the *Contractor* shall provide everything else necessary for Providing the Service.

5.8.2 Provided by the *Contractor*

The *Contractor* is to provide any resources, materials, and equipment to execute the works.

5.9 Control of noise, dust, water and waste

When doing the work consideration should be contemplated

5.10 Hook ups to existing works

If required, the contractor to make assessment and get necessary approval.

5.11 Tests and inspections

5.11.1 Description of tests and inspections

The tests and inspections to be carried out by the *Contractor* and the *Service Manager/Representative*.

5.11.2 Materials facilities and samples for tests and inspections

If required, the parties will discuss and agree.

6 List of drawings

6.1 Drawings issued by the *Employer*

This is the list of drawings issued by the *Employer* at or before the Contract Date and which apply to this contract.

| Drawing number | Revision | Title |
|---------------------------|----------|-------|
| On request, if applicable | | |
| | | |
| | | |