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01 October 2020

Bid: ESTABLISHMENT OF A PANEL OF SERVICE PROVIDERS TO RENDER RESEARCH AND FACILITATION SERVICES TO THE NATIONAL AGRICULTURAL MARKETING COUNCIL (NAMC) FOR A PERIOD OF THREE YEARS

Bid Number	:	NAMC-T01-MP-2020
Closing Date	:	23 October 2020
Closing Time	:	11:00 am
Place of Submission	:	National Agricultural Marketing Council
		Block A, 4th Floor, Meintjiesplein Building
		536 Francis Baard Street
		Arcadia
		Pretoria

Briefing session: No briefing session in compliance with COVID-19 regulations

Contact person for clarity: For technical enquiries - Mr Matsobane Mpyana, <u>MMpyana@namc.co.za and for SCM enquiries - Mr Evans Khosa, ekhosa@namc.co.za</u>

Validity period: 21 days

FORMAT OF PROPOSAL

Sections	Title	Guideline	
Section 1	Annexure A Selection of sub-sector	Bidder to select subsector or group commodity relevant to the proposal	
Section 2	Annexure B Proposal per subsector <i>Minimum 2 pages and</i> <i>maximum 5 pages</i>	Subsectors or commodity group to be INDEXED clearly: e.g. Grains or Red Meat Bidder must illustrate the degree to which the methodology proposed is sound, professional, realistic, perspiratory and logical in line with functional areas of the scope and commodity selected. This means proposal must illustrate the Bidders experience and knowledge in the selected subsector focusing: • Commodity value chain research • Market and industry structures • Concentration and competitive issues • Identifying investable opportunities • Identifying enabling policy environment	
Section 3	Mandatory Requirements	Mandatory returnables for compliance purposes	

DEFINITIONS AND ABBREVIATIONS

- 1.1 **B-BBEE** means black broad-based economic empowerment;
- 1.2 **B-BBEE** status level of contributor means the B-BBEE status received by a measured entity based on its overall performance using the relevant scorecard contained in the Codes of good practice on Black Economic Empowerment, issues in terms of section 9(1) of the Broad-Based Black Economic Empowerment Act;
- 1.3 **Bid** means a written offer in a prescribed or stipulated form in response to an invitation by NAMC for the provision of goods and services, through price quotations, advertised competitive tendering processes or proposals;
- 1.4 **BBBEE Act** means the Broad Based Black Economic Empowerment Act, 2003 (Act No. 53 of 2003), as amended;
- 1.5 **Consortium or joint venture** means an association of persons for the purpose of combining their expertise, property, capital, skill and knowledge in an activity for the execution of a contract or bid advertised by the NAMC;
- 1.6 **Contract** means the agreement that results from the written acceptance of a bid by the NAMC and successful negotiation and signature of same by both parties delegated authorities;
- 1.7 **Functionality** means the measurement according to predetermined norms, as set out in the bid documents, of a service or commodity that is designed to be practical and useful, working or operating, taking into account among other
- 1.8 **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;
- 1.9 **Ownership** means the percentage ownership and control, exercised by individuals within an enterprise;
- 1.10 **Validity Period** means the time period for which price quotation for the provision of goods and services shall remain valid, in this case, being a period of 21 (twenty-one) days;
- 1.11 **PPPFA** means the Preferential Procurement Policy Framework Act, 2000 (Act No 5 of 2000);

INTRODUCTION AND BACKGROUND

The National Agricultural Marketing Council (NAMC) was established in terms of sections 3 and 4 of the Marketing of Agricultural Products Act, No. 47 of 1996 (hereinafter referred to as the MAP Act), as amended by Act No. 59 of 1997 and Act No. 52 of 2001. The mandate, as spelled out in the MAP Act, reads as follows:

"The NAMC shall, when requested by the Minister or of its own accord, investigate the establishment, continuation, amendment or revocation of statutory measures and other regulatory measures affecting the marketing of agricultural products, evaluating the desirability, necessity or efficiency of the measures and, if necessary, proposing alternatives to the establishment, continuation, amendment or repeal of a statutory measure or other regulatory measure and report to and advise the Minister accordingly".

Furthermore, section 9 (1) (e) of the MAP Act stipulates that the NAMC may undertake investigations and advise the Minister regarding:

- a) Agricultural marketing policy and its application
- b) The coordination of agricultural marketing policy in relation to national economic, social and development policies and international trends and developments
- c) The effect that the marketing of products has on the objectives mentioned in section 2 (2) of the MAP Act.

PURPOSE AND OBJECTIVES OF THE PROJECT

Additional to the aforementioned functions, the NAMC has been tasked by the Minister of Agriculture, Land Reform and Rural Development (DALRRD) to coordinate the research and formulation of the agriculture and agro-processing master plan (AAMP). The specific roles of the NAMC in coordinating the AAMP included:

- a) Coordinate the development of an economic recovery and growth plan for the agriculture and agro-processing sectors;
- b) Facilitate the development of the AAMP in compliance with the framework developed by the Department of Trade, Industry and Competition (DTIC);
- c) Engage with relevant DALRRD and provincial departments to develop a detailed implementation and monitoring and evaluation framework for the afore-mentioned agro-food economic recovery and growth plan;
- d) Coordinate consultations with all sector stakeholders including provincial and local government, business, labour and civil society with the purpose of soliciting their respective contributions and commitments towards the implementation of the AAMP.

SCOPE OF WORK

The NAMC is coordinating the agriculture and agro-processing master plan which entails conducting research, economic modelling and analysis of agriculture and food value chains, policy evaluation, project monitoring and evaluation and facilitating engagements with industries, labour, civil society and all three spheres of government to ensure the master plan is made up of strategic and technical inputs from all stakeholders. The NAMC invites written proposals from suitably qualified service providers to render research, economic analytical tools and facilitation services to the NAMC.

REQUIRED COMPETENCIES

The services providers must demonstrate the following expertise and experience:

- * Knowledge and experience in agriculture and food value chains research;
- Practical knowledge or lived experience of rural and smallholder farming;
- Understanding of agriculture and food policy and trade environment;
- Understanding and knowledge of agricultural marketing and investment climate;
- Experience in facilitation of stakeholder engagements and policy formulation;
- Experience in project management and evaluation, in particular in the agricultural sector;
- * Knowledge of economic assessment tools to evaluate policy and strategies

FACILITATION SERVICES

Bidders that have experience in providing facilitation services to guide the multi-stakeholder engagements and strategy formulation are requested to submit their bids. During the execution of the facilitation services, the following would be required:

- ✤ Facilitate the engagement amongst government, labour, business and civil society
- ✤ Assist stakeholders to reach consensus on reforms and interventions;
- Assist multi-stakeholder to reach consensus on targets and commitment of growing the commodity value chains in an inclusive, competitive and sustainable manner.

RESEARCH SERVICES

Bidders that have experience in conducting research and economic modelling in the agriculture and food sectors are requested to submit their bids. During the execution of research services, the following would be required, in the relevant area of expertise:

Conduct research to unpack the structure, performance and conduct of various agriculture and food value chains;

- ✤ Build economic and forecasting models for agriculture and food sector
- Consideration of unique investable opportunities, given market competitive forces

EVALUATION CRITERIA

1 <u>General</u>

Proposals will be evaluated in the following Phases:

Phase	Description		
1	Compliance with Mandatory Requirements as listed in section 3		
2	 Meeting the minimum functionality criteria The proposals or bids will be evaluated in terms of functionality criteria. Bidders are expected to score a minimum of 70% to be considered for further evaluation. Only three (3) bidders will be shortlisted per subsector or commodity group aligned with the minimum threshold for functionality. The appointment letters will be awarded to three (3) bidders that will score the highest points for functionality as per subsector or commodity group. 		
3	 (Price and B-BBEE). After issuing the appointment letters, the NAMC will formulate a panel of shortlisted bidders per subsector or commodity group where quotations will be requested on a rotational basis (the preference point system and the scope of work will be disclosed through request for quotations (RFQs) for pricing purposes). Thereafter, the purchase order will be issued to the bidder who will score the highest points in terms of B-BBEE. The three (3) bidders that will score the highest points for functionality per subsector or commodity group will be considered for evaluation in terms of Price and B-BBEE. The bids evaluated further in accordance with the 80/20 preference point system, as contemplated in the Preferential Procurement Policy Framework Act 5 of 2000. 		

Section 3: Mandatory Requirements

1. Mandatory Requirements phase

No tender will be evaluated further for approval without the following documentations:

- Completion of Annexure A: Bidders must select a subsector or commodity group of their choice, *failure to adhere to this instruction will result in automatic disqualification*.
- Application form to be registered on NAMC database (*complete and sign*)
- Original Tax Clearance or Tax Compliance Status Pin Issued Certificate
- Original BEE certificate or certified copy
- Central Supplier Database (CSD) Summary Report
- Copy of company registration (Companies and Intellectual Property Commission) (CK1)
- Certified ID Copies of Company Directors/Partners / Trustees (whichever is applicable).
- SBD 4, SBD 6.1, SBD 8, SBD 9 (All documents to be completed and signed)
- General Condition of contract (*All pages to be initialised and the last page should be signed*)
- NB! All bidders are required to submit one original proposal and four copies of their proposal (In total there must be 5, a single proposal will not be accepted therefore; bidders will be disqualified automatically)

Functionality

Criteria	Weighting
Three years' experience of the bidder in the agriculture and food sector. A minimum of three reference letters.	10
 Understanding of the agricultural or subsector – evaluation of Annexure B two (minimum)-five (maximum) pager proposal illustrating bidders experience and understanding of the selected subsector in agriculture and food 	40
Practical knowledge and/ or lived experience in rural and smallholder farming and developmental issues. List three previous projects that included smallholder farming.	20
Black Ownership of company	20
Black Female or Youth Ownership of company	10
Total	100

2. Non-Commitment

- 2.1 The NAMC reserves the right to withdraw or amend these terms of reference by notice in writing to all parties who have received the terms of reference prior to the closing date.
- 2.2 The cost of preparing of bids will not be reimbursed.

3 <u>Reasons for rejection</u>

3.1 The NAMC reserves the right to reject bids that are not according to specification/Terms of Reference. Bidders must clearly indicate compliance or non-compliance with specification/Terms of Reference.

- 3.2 Bidders shall not contact the NAMC on any matter pertaining to their bid from the time the bids are closed to the time the bid has been adjudicated. Any effort by a bidder to influence the bid evaluation, bid comparisons or bid award decisions in any matter, may result in rejection of the bid concerned.
- 3.3 The NAMC shall reject a submission if the Bidder has committed a proven corrupt or fraudulent act in competing for a particular contract.
- 3.4 The NAMC may disregard any submission if that Bidder, or any of its directors -
 - have abused the Supply Chain Management (SCM) system of any Government Department/institution;
 - have committed proven fraud or any other improper conduct in relation to such system;
 - have failed to perform on any previous contract and the proof thereof exists; and/or
 - Is restricted from doing business with the public sector if such a bidder obtained preferences fraudulently or if such bidder failed to perform on a contract based on the specific goals.

4 <u>Cancellation of Bid</u>

- 4.1 The NAMC may prior to the award of a bid, cancel a bid for the following reasons -
 - due to changed circumstances, there is no longer a need for the goods or services requested;
 - funds are no longer available to cover the total envisaged expenditure;
 - no acceptable bids are received.
- 4.2 The NAMC may after award of the tender but before conclusion of a contract, cancel a bid for the following reasons-
 - due to change of circumstances, there is no longer a need for the goods or services requested;
 - funds are no longer available to cover the total envisaged expenditure.

5. <u>Clarifications</u>

Any clarification required by a bidder regarding the meaning or interpretation of the document, or any other aspect concerning the submission, is to be requested in writing e-mail to <u>MMpyana@namc.co.za</u>

6. <u>Receipt of Bids</u>

Each bid shall be in writing using non-erasable ink and shall be submitted on the official document of Bid issued with the bid documents. The bid shall be submitted in a separate sealed envelope with the name and address of the bidder, the bid number and title, the bid box number (where applicable), and the closing date indicated on the envelope. The envelope shall not contain documents relating to any bid other than that shown on the envelope.

The onus shall be on the bidder to place the sealed envelope in the official marked locked bid box provided for this purpose, at the designated venue, not later than

the closing date and time specified in the bid notice.

Postal bids will be accepted for consideration only if they are received in sufficient time to be lodged in the appropriate bid box by the closing time for such bids, it being understood that NAMC disclaims any responsibility for ensuring that such bids are in fact lodged in the bid box. Proof of posting of a bid will not be accepted as proof

of delivery to the appropriate place for the receipt of bids.

Documents submitted on time by bidders shall not be returned and shall remain the property of the NAMC.

7. <u>Late Bids</u>

Bids received late shall not be considered. A bid will be considered late if arrived only one second after 11h00 or any time thereafter. The tender box shall be locked at exactly 11h00.

Bids received late shall be returned unopened. Bidders are therefore strongly advised to ensure that bids be dispatched allowing enough time for any unforeseen events that may delay the delivery of the bid.

8. <u>Presentations</u>

The NAMC might require presentations at a stipulated date and time from short-listed bidders as part of the bid process.

9. <u>Service Level Agreement (SLA)</u>

The SLA will set out the administration processes, service levels and timelines.

The award of a tender shall always be subject too successful negotiation and conclusion of an SLA / contract. There will be no binding agreement between the parties if a contract has not been concluded.

10. <u>Contracting</u>

Bidders are advised that a valid contract will only come into existence between the NAMC and the successful bidder after conclusion of successful negotiations and signature of the Contract by both parties' respective delegated authorities.

I understand that:

NAMC may:

- Disqualify the bidder from the bidding process;
- Recover all costs, losses or damages it has incurred or suffered as a result of the bidder's conduct
- Cancel the contract and claim any damages which has suffered as a result of having less favourable arrangements due to cancellation
- Restrict the bidder, its shareholders and directors or only shareholders and directors who acted on fraudulent basis, from obtaining business from any organ or state for a period not exceeding 10 years after audi alteram partem (hear the other side) rule has been applied; and
- Forward the matter for criminal prosecution

Thus signed and accepted on this	_ ^{st / nd / rd / th} day of,	20
at		

Name of the bidder

Section 1 - Annexure A: Selection of subsector or commodity group

Commodity Group	Facilitation Service	Research Service
Grains		
Oilseeds		
Industrial Crops		
Fibre		
Red Meat		
White Meat		
Fruits and wine		
Vegetables		
Agro-processing		
Overall agriculture and agro-		
processing		
Government relations		

Section 2 - Annexure B: Research Proposal

- Subsector or commodity group value chain profile
- Subsector or commodity group market and industry structure
- Concentration and competitive analysis
- Identifying investable opportunities
- Identifying enabling policy environment

Research proposal length: minimum 2 pages and maximum of 5 pages