



Bid Notice

REQUEST FOR BIDS FOR THE USE AND MANAGEMENT OF APPROXIMATELY 500 HECTARES HORSESHOE FARM 9288 FOR AGRICULTURAL PURPOSES ON ARABLE LAND AND NON-AGRICULTURAL DISTRICT ECONOMIC PRIORITY PURPOSES ON NON-AGRICULTURAL LAND FOR A PERIOD OF NINE (09) YEARS AND ELEVEN (11) MONTHS

Contract no: UGU-08-1725-2026

Ugu District Municipality seeks to solicit proposals from suitably qualified service providers to submit bids for the use, control and management of 500 hectares of a Municipal Capital Asset: Farm A and B Horseshoe Number 9288 for commercial agriculture production purposes for a period of nine (9) years and eleven (11) months.

Bid documents are obtainable from the Ugu District Municipality office in Port Shepstone at No. 28 Connor Street as from **Tuesday, 07 July 2026**, at a non-refundable payment of R1000.00 (No cheques will be accepted). The bid will also be advertised on the municipality's website and the e-tender portal. Bid documents can be downloaded from the websites, free of charge.

Bids completed in accordance with the conditions indicated in documents, must be sealed and endorsed with the relevant contract number and be deposited in the official tender box at the foyer of Ugu District Municipality on 96 Marine Drive, Phase 2 Building, Oslo Beach not later than **12h00 on Friday, 07 August 2026**, at which time bids will be opened in public. Bids that are submitted late, incomplete, unsigned or by facsimile, electronically, couriered or not completed in black ink will be rejected and not accepted for further evaluation. Bids submitted must be valid for a period of **90 days**

There will be a Compulsory Briefing session held on **Friday, 10 July 2026 at Ugu District Municipality Offices Oslo Beach Phase 2, Building Boardroom 1 at 10h00.**

All bid enquiries are to be directed to Mr Sihle Mbatha on **telephone 039 688 5896 or emailed to Sihle.Mbatha@ugu.gov.za**

Functionality, Proposal and Preference will be used for evaluation.

Minimum points of 60% must be obtained for eligibility. Bids scoring less than 60% will not be evaluated further. The following, will form criteria utilised for functionality assessment:

Functionality Criteria	Points
Agriculture experience and Skills	45
Evidence of Market Demand Alignment.	10
Evidence of Contribution Towards Non-Agricultural Economic Development District Priorities.	15
A clear and cogent agricultural business plan.	15
Evidence of Support from relevant Departments.	15

Ugu District Municipality subscribes to the Preferential Procurement Regulations **2022**, pertaining to the Preferential Procurement Policy Framework Act (PPPFA) principles whereby a bidder's submission will be evaluated according to the sum of the award of points in respect of the tender value and **Specific Goals**.

Price and Preference will be used for evaluation. The 80/20 preferential point system will be applicable, with 80 points for price and 20 points for Specific Goals (*See below table*), in terms of revised Preferential Procurement Regulation in effect from **16 January 2023 Gazette Notice No. 47452 dated 04 November 2022.**

Points to be allocated as follows:

	Categories	Weight	80 20	Supporting Documents
1	Ownership	60%	12	
2	Reconstruction & Development Programme	30%	6	
3	Other Specific Goals-	10%	2	
		100%	20	
#	Specific Goal(s)	Weight	80 20 PP	
	Ownership Categories:			
1.	1. an EME or QSE which is at least 100% owned by black people;	100%	12	CIPC: Shareholders Certificate and Sworn Affidavit confirming QSE/EME
	2. an EME or QSE which is at least 51% owned by black people;	66.67%	8	CIPC: Shareholders Certificate and Sworn Affidavit confirming QSE/EME
2	Promotion of Local Business(s)			
	1. Enterprise Located within the District Municipality - Rural	100%	6	CSD & Utilities: POR*: SAPS Affidavit
	2. Enterprise Located within the District Municipality - Urban	66.67%	4	CSD & Utilities: POR*: SAPS Affidavit
	3. Enterprise Located within the Province	33.3%	2	CSD & Utilities: POR*: SAPS Affidavit
3	Other Specific Goals			
	1. Enterprise 100% owned by Youth/Women/Disabled	100%	2	CIPC: Shareholders Certificate and Directors ID

The Council reserves the right not to accept the lowest bid or any bid and reserves the right to accept the whole or part of the bid, or to reject all bids and cancel the notice to tender.

Kindly note: Regulation 44 of Municipal Supply Chain Management Regulations states that the Municipality may not make any award to a person who is in the service of the state

VO MAZIBUKO
MUNICIPAL MANAGER
UGU DISTRICT MUNICIPALITY