

PROCUREMENT PLAN

A. Project Information

Country	Republic of Armenia
Name of Borrower	Republic of Armenia
Project Name	Rural Road Sector Project (the Project)
Loan or TA Reference	
Date of Effectiveness of Procurement Plan	25 May 2007 (on approval of advance action and contacting at the management review meeting)
Amount	Total estimates cost of the Project is \$41.4 million, of which \$30.6 million is financed from the Asian Development Bank (ADB).
Of Which Committed	\$0
Executing Agency	Ministry of Transport and Communications (MOTC)
Approval Date of Original Procurement Plan	This is the first procurement plan
Approval of Most Recent Procurement Plan	
Publication for Local Advertisements ¹	State and national newspapers
Period Covered by This Plan	Period up to November 2010, including the contractors' liability for the repair of defects and maintenance.

TA = technical assistance.

B. Process Thresholds, Review, and 18-Month Procurement Plan

1. Project Procurement Thresholds

1. The following process thresholds shall apply to procurement of goods and works:

Procurement of Goods and Works	
Procurement Method	Threshold
International Competitive Bidding for Works	Above \$1,000,000
International Competitive Bidding for Goods	Above \$500,000
National Competitive Bidding for Works	Less than or equivalent to \$1,000,000
National Competitive Bidding for Goods	Less than or equivalent to \$500,000
Shopping for Works	Less than or equivalent to \$100,000
Shopping for Goods	Less than or equivalent to \$100,000
Other methods of procurement approved for use	None envisaged

2. ADB Prior or Post Review

2. The following prior or post review requirements apply to the various procurement and consultant recruitment methods used for the Project.

¹ General procurement notice, invitations to bid, and calls for expression of interest.

Procurement of Goods and Works		
Procurement Method	Prior or Post	Comments
International Competitive Bidding (ICB) Works	Prior	All bidding documents
ICB Goods	Prior	All bidding documents
Limited International Bidding	Prior (if any)	
National Competitive Bidding (NCB) Works	Prior	All bidding documents
NCB Goods	Prior	All bidding documents
Shopping for Works	Post	All bidding documents
Shopping for Goods	Post	All bidding documents
Direct Contracting (if any)		

Recruitment of Consulting Firms		
Quality and Cost-Based Selection (QCBS)	Prior	
Quality-Based Selection	Prior	Based on full technical proposals for supervision and design consultancy services
Other selection methods: Consultants' Qualifications Selection (CQS), Least Cost Selection (LCS), Fixed Budget Selection (FBS), and Single Source Selection (SSS)	Prior	
Recruitment of Individual Consultants		
Individual Consultants	Prior	Based on curriculum vitae

3. Eighteen-Month Procurement Plan

3. The following table lists goods and works contracts for which procurement activity is either ongoing or expected to commence within the next 18 months.

a. Goods and Works Contracts Estimated to Cost More Than \$1 million

General Description	Contract Value (\$ million)	Procurement Method	Prequalification Of Bidders (yes or no)	Advertisement Date (quarter/year)	Comments
Gegharkunik		ICB	No	January 2009	One bid document: 6 packages (Bid 1)
Link 1: 7.0 km	0.920				
Link 2: 17.9 km	2.689				
Link 3: 8.7 km	1.879				
Link 6: 4.9 km	0.900				
Link 7: 5.8 km	1.253				
Link 9: 9.3 km	2.009				
Total: 53.5 km	Total: 9.650				
Gegharkunik		ICB	No	January 2008	One bid document: 4 packages (Bid 2)
Link 10: 12.1 km	1.591				
Link 11: 3.0 km	0.446				
Link 12: 5.3 km	0.947				
Link 13: 2.6 km	0.562				
Total: 23.0 km	Total: 3.546				

General Description	Contract Value (\$ million)	Procurement Method	Prequalification Of Bidders (yes or no)	Advertisement Date (quarter/year)	Comments
Kotayk Link 14: 10.2 km Link 15: 13.0 km Link 16: 5.3 km Link 24: 8.0 km Link 25: 8.0 km Link 26: 8.5 km Link 27: 9.1 km Total: 62.1 km	1.150 2.322 0.947 1.232 0.901 1.518 1.196 Total: 9.266	ICB	No	January 2009	One bid document: 7 packages (Bid 3)
Ararat Link 17: 12.4 km Link 20: 2.9 km Link 19: 8.5 km Link 18: 4.2 km Link 21: 9.2 km Armavir Link 30: 20.2km Total: 57.4 km	1.397 0.750 0.958 0.326 1.037 2.285 Total: 6.753	ICB	No	January 2008	One bid document: 6 packages (Bid 4)
Ararat Link 23: 26.8 km	5.789	ICB	No	January 2008	One bid document: 1 package (Bid 5)

ICB = international competitive bidding, km = kilometer.

b. Consulting Services Contracts Estimated to Cost More Than \$100,000

4. The following table lists consulting services contracts for which procurement activity is either ongoing or expected to commence within the next 18 months.

General Description	Contract Value	Recruitment Method ¹	Advertisement Date (quarter/year)	International or National Assignment	Comments
Subproject Preparation and Construction Supervision	\$1.4 million	QCBS	Q2 2007	International	Surveys and detailed design (2007 and 2008) are included. ADB approved advance contracting and retroactive financing. ^a
Auditing	\$100,000	QCBS or CQS	Q4 2008 Q4 2009 Q4 2010 Q4 2011	International or national	

ADB = Asian Development Bank, CQS = consultants' qualifications selection, Q = quarter, QCBS = quality and cost-based selection.

^a The Government asked ADB to carry out selection of the consultants. Once selected by ADB, the Government will negotiate with the selected consultants to finalize the consulting contracts and will retain the responsibility to supervise the consultants.

c. Goods and Works Contracts Estimated to Cost Less than \$1 million and Consulting Services Contracts Less than \$100,000

5. The following table lists smaller value goods, works, and consulting services contracts for which procurement activity is either ongoing or expected to commence within the next 18 months.

General Description	Value of Contracts (cumulative)	Number of Contracts	Procurement/ Recruitment Method	Comments
Software and Hardware	\$100,000	1	Shopping, Goods	

C. Indicative List of Packages Required Under the Project

6. The following table provides an indicative list of all procurement (goods, works, and consulting services) over the project implementation period.

General Description	Estimated Value (cumulative)	Estimated Number of Contracts	Procurement Method	Domestic Preference Applicable	Comments
Goods	\$100,000	1	Shopping	Not Applicable	
Works	\$35.00 million	5	ICB	Applicable	
General Description	Estimated Value (cumulative)	Estimated Number of Contracts	Recruitment Method	Type of Proposal	Comments
Consulting Services (Subproject Preparation and Construction Supervision)	\$1.40 million	1	QCBS	Full	International and national consultants
Consulting Services (Auditing)	\$0.10 million	1	QCBS or CQS	Biodata	International and/or national consultants

ICB = international competitive bidding, QCBS = quality and cost-based selection.