

PROCUREMENT PLAN

Basic Data

Project Name: Northern and Central Regions Water Supply and Sanitation Sector Project	
Country: Lao PDR	Executing Agency: MPWT (DHUP)
Loan Amount: \$10.0m	Loan (Grant) Number: G0016-LAO
Date of First Procurement Plan: August 2005	Date of this Procurement Plan: 31 st March 2011

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

1. Project Procurement Thresholds

1. Except as the Asian Development Bank (ADB) may otherwise agree, the following process thresholds shall apply to procurement of goods and works.

Procurement of Goods and Works	
Method	Threshold
International Competitive Bidding (ICB) for Works	Above \$1,000,000
Limited International Bidding	Below \$500,000
National Competitive Bidding (NCB) for Works	\$100,000 - \$1,000,000
Shopping for Goods	Below \$100,000

2. ADB Prior or Post Review

2. Except as ADB may otherwise agree, the following prior or post review requirements apply to the various procurement and consultant recruitment methods used for the project.

Procurement Method	Prior or Post	Comments
Procurement of Goods and Works		
ICB Works	Prior	
Limited International Bidding	Prior	
NCB Works	Prior/Post	First contract under Prior review, and subsequently Post-review
Shopping for Goods	Prior/Post	
Recruitment of Consulting Firms		
Quality- and Cost-Based Selection (QCBS)	Prior	
Recruitment of Individual Consultants		
Individual Consultant Selection (ICS)	Prior	

3. Goods and Works Contracts Estimated to Cost More Than \$1 Million

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

General Description	Contract Value	Procurement Method	Prequalification of Bidders (y/n)	Advertisement Date	Comments
Water Supply Civil Works, Viengphouka	\$1,100,000	ICB	N	02/05/2011	

4. 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	International or National Assignment	Advertisement Date (dd-mmm-yy)	Comments
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5. Goods and Works Contracts Estimated to Cost Less than \$1 Million and Consulting Services Contracts Less than \$100,000

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

General Description	Value of Contracts (cumulative)	Number of Contracts	Procurement / Recruitment Method	Advertisement Date	Comments
Goods					
Community Health & Awareness and Sanitation Grants	\$50,000	4	Shopping	10/09/2011 [2] 10/12/2011 [2]	Regular procurement
Equipment O&M – UEI, VEI	\$50,000	8	Shopping	10/09/2011 [4] 10/12/2011 [4]	Regular procurement
Office & Equipment for Viengphouka	\$10,000	1	Shopping	03/10/2011	
Civil works					
UEI-Viengphouka	\$40,000	1	NCB	02/05/2011	
VEI - Viengphouka	\$50,000	1	NCB	02/05/2011	
Recruiting of Consultant Services					
External Monitor - Resettlement	\$4,000	1	Individual	16/08/2011	

B. 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 life of the project. Contracts financed by the Borrower and others should also be indicated, with an appropriate notation in the comments section.

General Description	Estimated Value (cumulative)	Estimated Number of Contracts	Procurement Method	Domestic Preference Applicable	Comments
Goods					
Water Meters	\$50,000	1	LIB		Completed
Equipment for O&M – UEI, VEI	\$50,000	8	Shopping	n.a	To be procured

Community Health and Awareness	\$90,000	4	Shopping	n.a	4 contracts to be procured
Office Equipment	\$300,000	4	Shopping	n.a	1 contract to be procured
Water meters	\$150,000	3	LIB	n.a	2 Contract on-going, 1 contract to be procured
Vehicles	\$140,000	3	Shopping	n.a	Completed

Civil Works

Water Supply Civil Works, Viengphouka	\$1,100,000	1	ICB	Y	To be procured
UEI-Viengphouka	\$40,000	1	NCB	n.a	To be procured
VEI - Viengphouka	\$50,000	1	NCB	n.a	To be procured
UEI – Phase I	\$340,000	3	NCB	n.a	Completed
UEI – Phase II	\$430,000	5	NCB	n.a	Completed
VEI – Phase I	\$190,000	3	NCB	n.a	Completed
VEI – Phase II	\$310,000	5	NCB	n.a	Completed
Water Supply Civil Works – Phase I	\$1,300,000	3	ICB	Y	Completed
Water Supply Civil Works – Phase II	\$2,500,000	5	ICB	Y	Completed

General Description	Estimated Value (cumulative)	Estimated Number of Contracts	Recruitment Method	Type of Proposal	Comments
External Monitor-Resettlement	\$20,000	4	Individual		To be recruited
Project Implementation	\$3,600,000	1	QCBS [80:20]	FTP	Completed

C. National Competitive Bidding

1. General

7. The procedures to be followed for National Competitive Bidding (NCB) shall be those set forth for "Public Bidding" in Prime Minister's Decree No. 03/PM of the Lao People's Democratic Republic, effective 09 January 2004, and Implementing Rules and Regulations effective 12 March 2004, with the clarifications and modifications described in the following paragraphs required for compliance with the provisions of the Procurement Guidelines.

2. Application

8. Contract packages subject to NCB procedures will be those identified as such in the project Procurement Plan. Any changes to the mode of procurement from those provided in the Procurement Plan shall be made through updating of the Procurement Plan, and only with prior approval of ADB.

3. Eligibility

9. Bidders shall not be declared ineligible or prohibited from bidding on the basis of barring procedures or sanction lists, except individuals and firms sanctioned by ADB, without prior approval of ADB.

4. Advertising

10. Bidding of NCB contracts estimated at \$500,000 or more for goods and related services or \$1,000,000 or more for civil works shall be advertised on ADB's website via the posting of the Procurement Plan.

5. Procurement Documents

11. The standard procurement documents provided with Ministry of Finance, Procurement Monitoring Office shall be used to the extent possible. The first draft English language version of the procurement documents shall be submitted for ADB review and approval, regardless of the estimated contract amount, in accordance with agreed review procedures (post and prior review). The ADB-approved procurement documents will then be used as a model for all procurement financed by ADB for the project, and need not be subjected to further review unless specified in the procurement plan.

6. Preferences

- (i) No preference of any kind shall be given to domestic bidders or for domestically manufactured goods.
- (ii) Suppliers and contractors shall not be required to purchase local goods or supplies or materials.

7. Rejection of all Bids and Rebidding

12. Bids shall not be rejected and new bids solicited without ADB's prior concurrence.

8. National Sanctions List

13. National sanctions lists may be applied only with prior approval of ADB.

9. Corruption Policy

14. A bidder declared ineligible by ADB, based on a determination by ADB that the bidder has engaged in corrupt, fraudulent, collusive, or coercive practices in competing for or in executing an ADB-financed contract shall be ineligible to be awarded ADB-financed contract during the period of time determined by ADB

10. Disclosure of Decisions on Contract Awards

15. At the same time that notification on award of contract is given to the successful bidder, the results of the bid evaluation shall be published in a local newspaper or well-known freely accessible website identifying the bid and lot numbers and providing information on (i) name of each Bidder who submitted a Bid, (ii) bid prices as read out at bid opening, (iii) name of bidders whose bids were rejected and the reasons for their rejection, (iv) name of the winning Bidder, and the price it offered, as well as the duration and summary scope of the contract awarded. The executing agency/implementing agency shall respond in writing to unsuccessful bidders who seek explanations on the grounds on which their bids are not selected.

11. Member Country Restrictions

16. Bidders must be nationals of member countries of ADB, and offered goods, works and services must be produced in and supplied from member countries of ADB.