

PROCUREMENT PLAN

Basic Data

Project Name: Water Supply and Sanitation Sector Project	
Project Number: 45301-002	Approval Number: 3041
Country: Lao People's Democratic Republic	Executing Agency: Ministry of Public Works and Transport
Project Procurement Classification: Category B	Implementing Agency: Department of Public Works and Transport
Project Procurement Risk: Low	
Project Financing Amount: US\$ 40,600,000 ADB Financing: US\$ 35,000,000 Cofinancing (ADB Administered): Non-ADB Financing: US\$ 5,600,000	Project Closing Date: 31 March 2022
Date of First Procurement Plan: 9 October 2013	Date of this Procurement Plan: 24 November 2017, Version 6

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

1. Procurement and Consulting Methods and Thresholds

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	Comments
International Competitive Bidding for Goods	US\$ 500,001 and Above	
National Competitive Bidding for Goods	Between US\$ 100,001 and US\$ 500,000	The first NCB is subject to prior review, thereafter post review. Harmonized NCB Bidding Documents.
Shopping for Goods	Up to US\$ 100,000	
International Competitive Bidding for Works	US\$ 3,000,001 and Above	
National Competitive Bidding for Works	Between US\$ 100,001 and US\$ 3,000,000	The first NCB is subject to prior review, thereafter post review. Harmonized NCB Bidding Documents.
Shopping for Works	Up to US\$ 100,000	

Consulting Services	
Method	Comments
Consultant's Qualification Selection for Consulting Firm	for service contracts, e.g., website administration
Quality- and Cost-Based Selection for Consulting Firm	None
Single Source Selection for Consulting Firm	refers to Government initiated or provided services, e.g., audit, MOU
Individual Consultants Selection for Individual Consultant	Prior approval

2. Goods and Works Contracts Estimated to Cost \$1 Million or More

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

Package Number	General Description	Estimated Value	Procurement Method	Review (Prior/Post)	Bidding Procedure	Advertisement Date (quarter/year)	Comments
WS-CW26	Rehabilitation and expansion of water supply systems in New Namtha rebidding	3,800,000.00	ICB	Prior	1S1E	Q3 / 2017	Prequalification of Bidders: N Domestic

							Preference Applicable: N Bidding Document: Large Works
WS-CW29	Rehabilitation and expansion of water supply system in Paksan	3,800,000.00	ICB	Prior	1S1E	Q4 / 2017	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Large Works
WS-CW30	Development of new water supply sytem and public sanitation in Pakkading	2,200,000.00	NCB	Prior	1S1E	Q4 / 2017	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works
WS-CW31	Rehabilitation and expansion of water supply sytem in Xayabury	4,500,000.00	ICB	Prior	1S1E	Q4 / 2017	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Large Works
WS-CW32	Development of new water supply sytemand public sanitation in Botene	1,600,000.00	NCB	Prior	1S1E	Q4 / 2017	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works

3. Consulting Services Contracts Estimated to Cost \$100,000 or More

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

Package Number	General Description	Estimated Value	Recruitment Method	Review (Prior/Post)	Advertisement Date (quarter/year)	Type of Proposal	Comments
CS-03-TR	Training courses in computer, English language, financial management specialized services, etc. Batch I & II.	158,000.00	CQS	Prior	Q4 / 2017	BTP	Assignment: National
FA	Independent Audit of PNPs	112,000.00	CQS	Prior	Q1 / 2018	BTP	Assignment: National Comments: National Accounting Firm for independent audit of PNPs as in original PAM/procurement plan
RE	Resource experts for PNPs' operational staff O&M training	150,000.00	ICS	Prior	Q2 / 2018		Assignment: National Expertise: Engineering

4. Goods and Works Contracts Estimated to Cost Less than \$1 Million and Consulting Services Contracts Less than \$100,000 (Smaller Value Contracts)

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

Goods and Works								
Package Number	General Description	Estimated Value	Number of Contracts	Procurement Method	Review (Prior/Post)	Bidding Procedure	Advertisement Date (quarter/year)	Comments
COM1	Community consultation events and hygiene awareness campaigns	40,000.00	2	SHOPPING	Post		Q2 / 2016	Comments: Q2 2016-Q2 2017; 1 package per province
HHM 1	Supply and delivery of household Class C water meters Batch I	270,000.00	3	SHOPPING	Post		Q3 / 2017	
HHM 2	Supply and delivery of household Class	356,000.00	4	SHOPPING	Post		Q2 / 2018	

	C water meters Batch II							
IEC 1	IEC Materials for community subproject information and hygiene awareness Batch I	54,000.00	2	SHOPPING	Post		Q2 / 2018	Comments: Batch I; 1 contract per province
IEC 2	IEC Materials for community subproject information and hygiene awareness	72,000.00	2	SHOPPING	Post		Q4 / 2018	Comments: Batch II; 1 contract per province
NRW-G01	Leak detection equipment (electronic listening stick and ground microphone) and portable flow meter PCU and PIA	20,000.00	1	SHOPPING	Post		Q1 / 2018	
NRW-G02	Leak detection equipment (electronic listening stick and ground microphone) and meter test bench for Batch I&II PNPs	150,000.00	2	NCB	Post	1S1E	Q1 / 2018	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Goods
	Lot 1: Batch I	75,000.00						
	Lot 2: Batch II	75,000.00						
OFCCW 1-7	Office modifications for PCU, PIA and PIUs (Batch I&II)	40,000.00	1	SHOPPING	Post		Q1 / 2017	Comments: Q1 2017 to Q4 2018
VI-CW26 to 28	Civil works for village environmental improvements Batch I	500,000.00	3	NCB	Post	1S1E	Q1 / 2018	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works

	Lot 1: Long	166,667.00						
	Lot 2: Pha Oudom	166,667.00						
	Lot 3: New Namtha	166,666.00						
VI-CW29-3 2	Civil works for village environmental improvements Batch II	700,000.00	4	NCB	Post	1S1E	Q1 / 2018	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works
	Lot 1: Pakxan	175,000.00						
	Lot 2: Pakkading	175,000.00						
	Lot 3: Xayabury	175,000.00						
	Lot 4: Botene	175,000.00						
VI-G01 to 3	Small scale O&M equipment for OPWT (for VEI Batch I)	50,000.00	1	SHOPPING	Post		Q1 / 2018	Comments: Batch I 3 subprojects
VI-G04 to 5	Small Scale O&M equipment for OPWT for VEI Batch II	105,000.00	2	SHOPPING	Post		Q4 / 2018	Comments: Batch II ; 1 package per province
WS-REHA B 1	Rehabilitation of water supply facilities and public sanitation in Pakxan Batch II	300,000.00	1	NCB	Post	1S1E	Q1 / 2018	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works
WS-REHA B 2	Rehabilitation of water supply facilities and public sanitation in Pakxan Batch II	300,000.00	1	NCB	Post	1S1E	Q2 / 2018	Prequalification of Bidders: N Domestic Preference

								Applicable: N Bidding Document: Small Works
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Consulting Services								
Package Number	General Description	Estimated Value	Number of Contracts	Recruitment Method	Review (Prior/Post)	Advertisement Date (quarter/year)	Type of Proposal	Comments
CS-02-TP	Test pumping of existing boreholes in Pakxan	20,000.00	1	ICS	Prior	Q1 / 2018		Assignment: National Expertise: Engineering Comments: Biodata
EXTMON	External monitor for Resettlement	90,000.00	1	ICS	Prior	Q2 / 2016		Assignment: National Expertise: Resettlement Comments: CVs

B. Indicative List of Packages Required Under the Project

The following table provides an indicative list of goods, works and consulting services contracts over the life of the project, other than those mentioned in previous sections (i.e., those expected beyond the current period).

Goods and Works							
Package Number	General Description	Estimated Value (cumulative)	Estimated Number of Contracts	Procurement Method	Review (Prior/Post)	Bidding Procedure	Comments
None							

Consulting Services							
Package Number	General Description	Estimated Value (cumulative)	Estimated Number of Contracts	Recruitment Method	Review (Prior/Post)	Type of Proposal	Comments
None							

C. List of Awarded and On-going, and Completed Contracts

The following tables list the awarded and on-going contracts, and completed contracts.

1. Awarded and Ongoing Contracts

Goods and Works							
Package Number	General Description	Estimated Value	Awarded Contract Value	Procurement Method	Advertisement Date (quarter/year)	Date of ADB Approval of Contract	Comments

						Award	
SPECVEH 2	1 Tonne flatbed truck (4) Batch II	60,000.00	70,000.00	SHOPPING	Q2 / 2017	20-APR-17	Isuzu LAO VSA
EQPT 6	Accounting software	35,000.00	32,195.12	SHOPPING	Q2 / 2017	12-JUN-17	Inter Computer Co., Ltd.
EQPT 4	Office equipment, computers, furniture for subsector working group on water supply and sanitation PIUs (4 subprojects) Batch II	30,000.00	28,942.61	SHOPPING	Q1 / 2017	05-APR-17	Data Com
EQPT 5	Office talbels and chairs for PCU	5,000.00	4,339.02	SHOPPING	Q1 / 2017	05-APR-17	Savang Trading Sole Co., Ltd.
VEH PIU 2	Vehicles PIU Batch II	960,000.00	78,656.52	SHOPPING	Q2 / 2017	19-APR-17	Isuzu LAO
WS-CW27	Rehabilitation and expansion of water supply systems in Long District	3,000,000.00	1,314,515.00	NCB	Q2 / 2016	30-DEC-16	0004 Viengkeo Construction Co. Ltd.
WS-CW28	Rehabilitation and expansion of water supply systems in Pha Oudom District town	1,800,000.00	1,822,184.83	NCB	Q4 / 2016	14-MAR-17	0006 Viengkeo Engineering Construction Co. Ltd.

Consulting Services							
Package Number	General Description	Estimated Value	Awarded Contract Value	Recruitment Method	Advertisement Date (quarter/year)	Date of ADB Approval of Contract Award	Comments
CS-01 IT	IT Support for Project and establishing and maintaining sector website for 7 years	63,000.00	62,254.83	CQS	Q2 / 2016	16-AUG-17	8801: Network Solution Service (NSS)
PIA	Project Implementation Assistance	8,144,400.00	7,968,654.23	QCBS	Q2 / 2014	15-JUL-15	0001: LCG in JV with Nippon Koei in association with SK Consultant Co.
PA	Project Accountant for PCU	150,000.00	183,540.00	ICS	Q2 / 2016	05-APR-17	0007: Daosavanh Phouangkhamsoo

D. National Competitive Bidding

A. Regulation and Reference Documents

1. 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 update 0861/MOF of 05 May 2009 entitled "Amendments of Some Articles of Implementing Rules and Regulations on Decree Of Government Procurement Of Goods, Works, Maintenance And Services", with the clarifications and modifications described in the following paragraphs required for compliance with the provisions of the Procurement Guidelines.

B. Procurement Procedures

1. Procurement Plan

2. Contract packages subject to NCB procedures will be those identified as such in the project Procurement Plan. Any changes to the method 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.

2. Eligibility

3. The eligibility of bidders shall be as defined under Section I of the Procurement Guidelines; accordingly, no bidder or potential bidder should be declared ineligible for reasons other than those provided in Section I of the Guidelines, as amended from time to time.

3. Preferences

4. No preference of any kind shall be given to domestic bidders or for domestically manufactured goods.

5. Suppliers and contractors shall not be required to purchase local goods or supplies or materials.

4. National Sanctions List

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

5. Advertising

7. The posting of NCB specific notices for contracts valued at less than \$1 million on ADB's website is not required but is highly recommended.

C. Procurement Documents

6. Use of Harmonized Documents

8. The harmonized standard bidding documents entitled "Procurement of Works, NCB-SBD, Harmonized Bidding Documents, December 2015" and "Procurement of Goods, NCB-SBD, Harmonized Bidding Documents, December 2015" approved by the Ministry of Finance through 3246/MOF dated 28 September 2015, and approved by ADB by *OSFMD/OSP2* dated 7 June 2016, shall be used for all procurement by NCB unless exceptions are specifically identified in the Procurement Plan.

7. Rejection of all Bids and Rebidding

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

8. Disclosure of Decisions on Contract Awards

10. 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.

9. ADB Policy Clauses

11. A provision shall be included in all NCB works and goods contracts financed by ADB requiring suppliers and contractors to permit ADB to inspect their accounts and records and other documents relating to the bid submission and the performance of the contract, and to have them audited by auditors appointed by ADB.

12. A provision shall be included in all bidding documents for NCB works and goods contracts financed by ADB stating that the Borrower shall reject a proposal for award if it determines that the bidder recommended for award has, directly or through an agent, engaged in corrupt, fraudulent, collusive, or coercive practices in competing for the contract in question.

13. A provision shall be included in all bidding documents for NCB works and goods contracts financed by ADB stating that ADB will declare a firm or individual ineligible, either indefinitely or for a stated period, to be awarded a contract financed by ADB, if it at any time determines that the firm or individual has, directly or through an agent, engaged in corrupt, fraudulent, collusive, coercive or obstructive practices or any integrity violation in competing for, or in executing, ADB-financed contract.