

## PROCUREMENT PLAN

### Basic Data

<b>Project Name:</b> Punjab Intermediate Cities Improvement Investment Project	
<b>Project Number:</b> 46526-007	<b>Approval Number:</b> 3562
<b>Country:</b> Pakistan	<b>Executing Agency:</b> Local Government and Community Development Department, Government of Punjab
<b>Project Procurement Risk:</b> High	<b>Implementing Agency:</b> N/A
<b>Project Financing Amount:</b> US\$ 250,000,000 <b>ADB Financing:</b> US\$ 200,000,000 <b>Cofinancing (ADB Administered):</b> <b>Non-ADB Financing:</b> US\$ 50,000,000	<b>Project Closing Date:</b> 30 June 2024
<b>Date of First Procurement Plan:</b> 19 September 2017	<b>Date of this Procurement Plan:</b> 11 May 2020, Version 4
<b>Advance Contracting:</b> No	<b>e-GP:</b> No

### 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\$ 2,000,000 and Above	Prior.
National Competitive Bidding for Goods	Between US\$ 100,000 and US\$ 1,999,999	The first NCB is subject to prior review, thereafter post review.
Shopping for Goods	Up to US\$ 99,999	The first RFQ is subject to prior review, thereafter post review.
International Competitive Bidding for Works	US\$ 15,000,000 and Above	Prior. ADB standard bidding document; Post-qualification.
National Competitive Bidding for Works	Between US\$ 100,000 and US\$ 14,999,999	The first NCB is subject to prior review, thereafter post review.
Shopping for Works	Up to US\$ 99,999	The first RFQ is subject to prior review, thereafter post review.

Consulting Services	
Method	Comments
Consultant's Qualification Selection for Consulting Firm	Prior. ADB standard request for proposal.
Fixed Budget Selection for Consulting Firm	TBD
Least-Cost Selection for Consulting Firm	Prior. ADB standard request for proposal.
Quality- and Cost-Based Selection for Consulting Firm	90:10; and 80:20 weightage. Prior. ADB standard request for proposal.
Quality-Based Selection for Consulting Firm	Prior. ADB standard request for proposal.
Individual Consultant Selection for Individual Consultant	Prior. Posted in the consultant management system.

#### 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/	Bidding Procedure	Advertisement Date	Comments
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				Post)		(quarter/year)	
PICIIP-03-Sahiwal-Water and Sanitation	Procurement of Water Supply and Sanitation: Water supply system, filtration plants, tubewells, OHRs and trunk main sewer, Effluent pumping station and allied works  Lot 1: Lot 1: North Zone (Water Supply) Water supply system, filtration plants, tubewells, OHRs, SCADA and allied works Lot 2: Lot 2: North Zone A (Sanitation) Trunk main sewer lines and allied works Lot 3: Lot 3: North Zone B (Sanitation) Trunk main sewer Conduit, Influent pumping station and allied works Lot 4: Lot 4: South Zone (Water Supply and Sanitation) Water supply system, filtration plants, tubewells, OHRs, SCADA and trunk main sewer, Effluent pumping station and allied works	55,000,000.00  14,200,000.00  14,200,000.00  13,400,000.00  13,200,000.00	NCB	Prior	1S2E	Q2 / 2020	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Large Works
PICIIP-04 A-Road Upgradation Sahiwal	Upgradation of existing roads, footpaths, signaling, green belts open spaces and Parks	2,000,000.00	NCB	Post	1S2E	Q3 / 2020	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Small Works
PICIIP-08-Sahiwal-STP	Construction of Sewage Treatment Plant (STP) in Sahiwal	16,500,000.00	ICB	Prior	1S2E	Q2 / 2020	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Large Works

PICIIP-11- Sialkot-Water and Sanitation	Procurement of Water Supply and Sanitation: Water supply system, filtration plants, tubewells, OHRs and trunk main sewer, Effluent pumping station and allied works	50,000,000.00	NCB	Prior	1S2E	Q2 / 2020	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Large Works
	Lot 1: lot-1	13,800,000.00					
	Lot 2: lot-2	13,000,000.00					
	Lot 3: lot-3	14,200,000.00					
	Lot 4: lot-4	9,000,000.00					
PICIIP-12- Sialkot-STP	Construction of Disposal Station and Sewage Treatment Plant (STP) in Sialkot	19,500,000.00	ICB	Prior	1S2E	Q2 / 2020	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Large Works
PICIIP-15- PLGA Lala Musa	Upgradation of Punjab Local Government Academy (PLGA) campus at Lala Musa	2,000,000.00	NCB	Post	1S2E	Q3 / 2020	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
PICIIP-Co	Individual Consultants	1,000,000.00	ICS	Prior	Q1 / 2020		Assignment:

ns_01A							National  Expertise: Project Management  Comments: Multiple contracts
PICIIP-Cos_03	Operational design and business model (ODBM) consultant	2,500,000.00	QCBS	Prior	Q4 / 2019	FTP	Assignment: International  Quality-Cost Ratio: 90:10
PICIIP-Cos_04	Audit and finance consultant	300,000.00	QCBS	Prior	Q2 / 2020	BTP	Assignment: National  Quality-Cost Ratio: 80:20
PICIIP-Cos_05A	Capacity building of Local Government and Community Development Department	3,500,000.00	QCBS	Prior	Q4 / 2020	FTP	Assignment: International  Quality-Cost Ratio: 80:20
PICIIP-Cos_05B	Urban Mobility (Preparation of land use plan, urban transport plan and urban mobility planning) Design and Supervision Consultant (Firm)	3,000,000.00	QCBS	Prior	Q2 / 2020	FTP	Assignment: International  Quality-Cost Ratio: 80:20
PICIIP-Cos_06B	Transaction advisory for Sewage Treatment Plant (STP) - Public Private Partnership (PPP)	500,000.00	QCBS	Prior	Q1 / 2021	BTP	Assignment: National  Quality-Cost Ratio: 80:20
PICIIP-Cos_07	Hiring of Consultants for Smart Cities Initiative	1,500,000.00	QCBS	Prior	Q4 / 2020	FTP	Assignment: International  Quality-Cost Ratio: 80:20

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**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
PICIIP-24-PMU Establishment	General Office, IT Equipment, Furniture and Fixtures, Office Repair and Communication & Media Equipment	450,000.00	6	SHOPPING	Post		Q1 / 2020	
PICIIP-25-Miscellaneous SWM & WSS Goods	Miscellaneous Goods for Water & Sanitation and SWM	150,000.00	3	SHOPPING	Prior		Q3 / 2020	
PICIIP-26-Miscellaneous Civil Works	Miscellaneous Civil Works for STP site Sahiwal (boundary wall, sheds etc)	100,000.00	1	SHOPPING	Post		Q3 / 2020	
PICIIP-27-Miscellaneous Civil Works	Miscellaneous Civil Works for SWM Site Sahiwal (parking sheds, stores etc)	150,000.00	1	SHOPPING	Prior		Q3 / 2020	
PICIIP-28-Miscellaneous Civil Works	Miscellaneous Civil Works for STP site Sialkot (boundary wall, sheds etc)	150,000.00	1	SHOPPING	Post		Q3 / 2020	
PICIIP-29-Miscellaneous Civil Works	Miscellaneous Civil Works for SWM Site Sialkot (parking sheds, stores etc)	150,000.00	1	SHOPPING	Post		Q3 / 2020	

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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
None								

## 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
PICIIP-04B-Road Upgradation-Sialkot	Upgradation of existing roads, footpaths, signaling, green belts open spaces and Parks	2,000,000.00	1	NCB	Post	1S2E	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Small Works
PICIIP-05-SCADA A	Installation of SCADA  Lot 1: Lot 1: Sahiwal DNI Zone: Installation of SCADA System Lot 2: Lot 2: Sialkot DNI Zone: Installation of SCADA System	2,000,000.00  1,000,000.00  1,000,000.00	2	ICB	Prior	1S2E	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Goods
PICIIP-06-Water Meters	Supply of postpaid and pre-paid meters	2,000,000.00	2	ICB	Prior	1S2E	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Goods

	Lot 1: Lot 1: Sahiwal: Supply of 6,400 postpaid, 600 prepaid meters Lot 2: Lot 2: Sialkot: Supply of 8,800 postpaid, 800 prepaid meters	1,000,000.00  1,000,000.00					
PICIIP-09-SKT-B us Terminal	Construction of Bus Terminal in Sialkot	1,900,000.00	1	ICB	Post	1S2E	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Large Works
PICIIP-10-SWL- Bus Terminal	Construction of Bus Terminal in Sahiwal	1,000,000.00	1	NCB	Post	1S2E	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Small Works
PICIIP-22-Estabi shment of Smart City	Establishment of Smart City Intervention, AMIS,MIS, City Central Control Room, Municipal Complaint Management and Re-address System, development of dashboards for monitoring & evaluation Lot 1: Lot 1: Establishment of Smart City Intervention in Sahiwal Lot 2: Lot 2: Establishment of Smart City Intervention in Sialkot	2,000,000.00  1,000,000.00  1,000,000.00	2	NCB	Prior	1S2E	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Small Works
PICIIP-23- Smart City Equipment	SMART City Equipment	2,000,000.00	2	ICB	Prior	1S1E	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding

	Lot 1: Lot 1: Sahiwal IT Equipment, Software etc	1,000,000.00					Document: Goods
	Lot 2: Lot 2: Sialkot IT Equipment, Software etc	1,000,000.00					

Consulting Services							
Package Number	General Description	Estimated Value	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 Award	Comments
PICIIP-02-SWM, Water and Sanitation Equipment	Solid Waste Management, Water & Sanitation Equipment	6,500,000.00	5,768,112.00	ICB	Q2 / 2019		
PICIIP-14-P LGA Lahore	Construction of Punjab Local Government Academy at Lahore	13,000,000.00	11,999,132.00	NCB	Q2 / 2019	27-NOV-19	
PICIIP-01-P UBLICSPA CES	Upgrading of Existing Parks in Sahiwal & Sialkot	5,500,000.00	2,982,522.00	NCB	Q2 / 2019		

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
PICIIP-Cons_02	Engineering, procurement, and construction management (EPCM) consultant	3,000,000.00	3,350,000.00	QCBS	Q3 / 2017	12-APR-18	PCSS 0001

### D. National Competitive Bidding



## **1. General**

The procedures to be followed for national competitive bidding shall be those set forth in the Public Procurement Rules 2004 [S. R. O. 432 (1)/2004] issued on the 9<sup>th</sup> June 2004 by the Public Procurement Regulatory Authority Ordinance 2002 (XXII of 2002) of the Islamic Republic of Pakistan with the clarifications and modifications described in the following paragraphs required for compliance with the provisions of the ADB Procurement Guidelines.

## **2. Registration**

- (i) Bidding shall not be restricted to pre-registered firms and such registration shall not be a condition for participation in the bidding process.
- (ii) Where registration is required prior to award of contract, bidders: (i) shall be allowed a reasonable time to complete the registration process; and (ii) shall not be denied registration for reasons unrelated to their capability and resources to successfully perform the contract, which shall be verified through post-qualification.

## **3. Prequalification**

Normally, post-qualification shall be used unless prequalification is explicitly provided for in the loan agreement/procurement plan. Irrespective of whether post qualification or prequalification is used, eligible bidders (both national and foreign) shall be allowed to participate.

## **4. Bidding Period**

The minimum bidding period is twenty-eight (28) days prior to the deadline for the submission of bids.

## **5. Bidding Documents**

Procuring entities shall use the applicable standard bidding documents for the procurement of goods, works and services acceptable to ADB.

## **6. Preferences**

No domestic preference shall be given for domestic bidders and for domestically manufactured goods.

## **7. Advertising**

Invitations to bid shall be advertised in at least one widely circulated national daily newspaper or freely accessible, nationally-known website allowing a minimum of twenty-eight (28) days for the preparation and submission of bids. NCB contracts estimated to cost \$500,000 or more for goods and related services and &1,000,000 or more for civil works will be advertised on ADB's website via the posting of the Procurement Plan.

## **8. Bid Security**

Where required, bid security shall be in the form of a bank guarantee from a reputable bank.

## **9. Bid Opening and Bid Evaluation**

- (i) Bids shall be opened in public.
- (ii) Evaluation of bids shall be made in strict adherence to the criteria declared in the bidding

documents and contracts shall be awarded to the lowest evaluated bidder.

- (iii) Bidders shall not be eliminated from detailed evaluation on the basis of minor, non-substantial deviations.
- (iv) No bidder shall be rejected on the basis of a comparison with the employer's estimate and budget ceiling without the ADB's prior concurrence.
- (v) A contract shall be awarded to the technically responsive bid that offers the lowest evaluated price and no negotiations shall be permitted.

#### **10. Rejection of all Bids and Rebidding**

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

#### **11. Participation by Government-owned enterprises**

Government-owned enterprises in the Islamic Republic of Pakistan shall be eligible to participate as bidders only if they can establish that they are legally and financially autonomous, operate under commercial law and are not a dependent agency of the contracting authority. Furthermore, they will be subject to the same bid and performance security requirements as other bidders.

#### **12. ADB Member Country Restrictions**

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

