

PROCUREMENT PLAN

Basic Data

Project Name: Northern Smallholder Livestock Commercialization Project	
Project Number: 47300-002	Approval Number: 3198
Country: Lao People's Democratic Republic	Executing Agency: Ministry of Agriculture and Forestry
Project Financing Amount: US\$ 31,500,000 ADB Financing: US\$ 21,000,000 Cofinancing (ADB Administered): Non-ADB Financing: US\$ 10,500,000	Implementing Agency: N/A
	Project Closing Date: 17 April 2017
Date of First Procurement Plan: 24 November 2014	Date of this Procurement Plan: 4 February 2016, Version 3

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\$ 1,000,000 and Above	Prior review.
National Competitive Bidding for Goods	Between US\$ 999,999 and US\$ 999,999	In view of the average-high risk highlighted in the PCA, all contracts will be subjected to ADB's prior review and approval. EA must commit to using the format of the documents reviewed and approved by ADB.
Shopping for Goods	Up to US\$ 99,999	The first 3 contracts will be subject to ADB's prior review and approval. Subsequent contracts for similar work will be subject to post-review. EA must commit to using the format of the documents reviewed and approved by ADB.
International Competitive Bidding for Works	US\$ 3,000,000 and Above	Prior review.
National Competitive Bidding for Works	Between US\$ 100,000 and US\$ 2,999,999	In view of the average-high risk highlighted in the PCA, all contracts will be subjected to ADB's prior review and approval. EA must commit to using the format of the documents reviewed and approved by ADB.
Shopping for Works	Up to US\$ 99,999	The first 3 contracts will be subject to ADB's prior review and approval. Subsequent contracts for similar work will be subject to post-review. EA must commit to using the format of the documents reviewed and approved by ADB.

Consulting Services	
Method	Comments

Least-Cost Selection for Consulting Firm	EA will recruit a firm for Financial Audit using LCS.
Quality- and Cost-Based Selection for Consulting Firm	EA will recruit Loan Implementation Consultant using full technical proposals.
Single Source Selection for Consulting Firm	EA will recruit a firm to audit the existing credit scheme under the Livestock Development Project (LDP).
Individual Consultants Selection for Individual Consultant	EA will recruit individual consultants for start-up, NPMO support and other consultants.

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
None							

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
Firm-01	Loan Implementation Consultant	3,508,888.00	QCBS	Prior	Q2 / 2015	FTP	Assignment: International Quality-Cost Ratio: 90:10 Comments: Procurement Plan approved on 24 November 2014.
Int-01	Project Management Specialist	180,000.00	ICS	Prior	Q1 / 2015		Assignment: International Expertise: Project management Comments: Start-up specialist
Nat-01	Project Management Specialist	130,000.00	ICS	Prior	Q1 / 2015		Assignment: National Expertise: Project management Comments: VPMO support consultant
Nat-02	Project Accountant	180,000.00	ICS	Prior	Q1 / 2015		Assignment: National Expertise:

							Accounting
							Comments: VPMO support consultant
Nat-03	Procurement Specialist	110,000.00	ICS	Prior	Q1 / 2015		Assignment: National
							Expertise: Procurement
							Comments: VPMO support consultant

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
G-01	Pick Ups (9 units) and Minibus (1 unit)	433,251.00	1	NCB	Prior	1S1E	Q2 / 2015	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Goods
G-02	Motorcycles (48 units)	96,000.00	1	SHOPPING	Prior		Q2 / 2015	Comments: Prior/Post Review
G-03	NAFC Equipment (1 unit)	71,000.00	1	SHOPPING	Prior		Q1 / 2016	Comments: Prior/Post Review
G-04	Office Equipment and Furniture for NPMO, DCUs/PAFOs/DA FOs	184,000.00	3	SHOPPING	Prior		Q3 / 2015	Comments: Prior/Post Review

W-01	New Office construction in Phaxay district	20,000.00	1	SHOPPING	Prior		Q3 / 2015	Comments: Prior Review
W-02	Office Renovation for VPMO	10,000.00	1	SHOPPING	Prior		Q4 / 2015	Comments: Prior Review
W-03	Office Renovation for PIUs/DIUs	157,000.00	4	SHOPPING	Prior		Q3 / 2015	Comments: Prior/Post Review
W-04	Office Renovation for DAEC, NAFRI and DLF	15,000.00	1	SHOPPING	Post		Q1 / 2016	Comments: Post Review
W-05	Office Renovation for NAFC	5,000.00	1	SHOPPING	Post		Q1 / 2016	Comments: Post Review

Consulting Services								
Package Number	General Description	Estimated Value	Number of Contracts	Recruitment Method	Review (Prior/Post)	Advertisement Date (quarter/year)	Type of Proposal	Comments
Firm-03	Audit Firm for the Existing Credit Scheme under LDP	45,000.00	1	SSS	Prior	Q2 / 2015	BTP	Assignment: National
INT-02	Rural Credit Specialist	60,000.00	1	ICS	Prior	Q1 / 2015		Assignment: International Expertise: Finance, Accounting Comments: Start-up Specialist
INT-03	M&E Specialist	70,000.00	1	ICS	Prior	Q1 / 2015		Assignment: International Expertise: Rural Development Comments: Start-up Specialist

INT-04	Accounting Specialist	81,000.00	1	ICS	Prior	Q3 / 2015		Assignment: International Expertise: Accounting
NAT-04	Rural Credit Specialist	15,000.00	1	ICS	Prior	Q1 / 2015		Assignment: National Expertise: Finance, Accounting Comments: Start-up Specialist
NAT-05	M&E Specialist	18,000.00	1	ICS	Prior	Q1 / 2015		Assignment: National Expertise: Rural Development Comments: Start-up Specialist
NAT-06	National Capacity Building Specialist	86,900.00	1	ICS	Prior	Q4 / 2015		Assignment: National Expertise: Governance

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
G-05	SLPMG Productive Equipment and Materials	2,811,000.00	29	SHOPPING	Prior		Comments: Prior/Post. Multiple contracts
W-06a	District Market Infrastructure Upgrading in LPB (3 districts)	107,500.00	1	NCB	Prior	1S1E	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works

							Comments: NPMO to procure.
W-06b	District Market Infrastructure Upgrading in XK (3 districts)	107,500.00	1	NCB	Prior	1S1E	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works Comments: NPMO to procure.
W-06c	District Market Infrastructure Upgrading in LNT (3 districts)	107,500.00	1	NCB	Prior	1S1E	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works Comments: NPMO to procure.
W-06d	District Market Infrastructure Upgrading in HP (3 districts)	107,500.00	1	NCB	Prior	1S1E	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works Comments: NPMO to procure.
W-07a	Slaughterhouse: Xieng Khouang	340,000.00	1	NCB	Prior	1S1E	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Small Works Comments: NPMO to procure.
W-07b	Slaughterhouse : Luang Prabang	340,000.00	1	NCB	Prior	1S1E	Prequalification of Bidders: N Domestic Preference

							Applicable: N Bidding Document: Small Works Comments: NPMO to procure.
W-08	Meat processing facility in LPB (for NAFC)	240,304.00	1	NCB	Prior	1S1E	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Large Works Comments: VPMPO to procure
W-09	Provincial market infrastructure upgrading in two provinces	300,000.00	2	NCB	Post	1S1E	Prequalification of Bidders: N Domestic Preference Applicable: N Bidding Document: Large Works Comments: VPMO to procure

Consulting Services							
Package Number	General Description	Estimated Value (cumulative)	Estimated Number of Contracts	Recruitment Method	Review (Prior/Post)	Type of Proposal	Comments
Firm-02	Financial Audit	175,000.00	1	LCS	Prior	BTP	Assignment: National
INT/NAT-01	Service contracts for policy support, project research and regulatory support	794,000.00	8	ICS	Prior		Assignment: International Expertise: Rural development, research Comments: Several contracts. International/National

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
None							

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
None							

D. National Competitive Bidding

1. General

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

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

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

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

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

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

8. National Sanctions List

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

9. Corruption Policy

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

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

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.