

## PROCUREMENT PLAN

### Basic Data

<b>Project Name:</b> Yunnan Chuxiong Urban Environment Improvement Project	
<b>Project Number:</b> 45507-003	<b>Approval Number:</b> 3115
<b>Country:</b> China, People's Republic of	<b>Executing Agency:</b> Chuxiong Prefecture Government
<b>Project Procurement Classification:</b>	<b>Implementing Agency:</b>
<b>Project Procurement Risk:</b>	N/A
<b>Project Financing Amount:</b> US\$ 410,400,000 <b>ADB Financing:</b> US\$ 150,000,000 <b>Cofinancing (ADB Administered):</b> <b>Non-ADB Financing:</b> US\$ 260,400,000	<b>Project Closing Date:</b> 30 June 2019
<b>Date of First Procurement Plan:</b> 8 September 2014	<b>Date of this Procurement Plan:</b> 3 May 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\$ 3,000,000 and Above	
National Competitive Bidding for Goods	Between US\$ 100,001 and US\$ 2,999,999	The first NCB is subject to prior review, thereafter post review.
Shopping for Goods	Up to US\$ 100,000	
International Competitive Bidding for Works	US\$ 40,000,000 and Above	
National Competitive Bidding for Works	Between US\$ 200,001 and US\$ 39,999,999	The first NCB is subject to prior review, thereafter post review.
Shopping for Works	Up to US\$ 200,000	

Consulting Services	
Method	Comments
Quality- and Cost-Based Selection for Consulting Firm	Quality-cost ratio: 80:20
Individual Consultants Selection for Individual Consultant	

#### 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
CCX2&3	[Re-bid 01] No. 10 road (1.4km), No. 49 road (1.6km) and related infrastructures	12,500,000.00	NCB	Prior	1S1E	Q2 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Others  Comments: NCB documents for

							Works
CCX5	No. 17 road Section 2 (No. 11 to no. 41 roads)	8,200,000.00	NCB	Post	1S1E	Q1 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Others  Comments: To be financed by domestic fund.
CCXR3	Landscaping	7,900,000.00	NCB	Post	1S1E	Q2 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Others  Comments: NCB documents for Works
CLF2	No. 1 road and Jin Shan Nan road and related infrastructures (3.1 km)	23,800,000.00	NCB	Prior	1S1E	Q3 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Others  Comments: NCB documents for Works
CLF3&4	Shji avenue extension, No.2 Road, No.3 Road and related infrastructure (3.3 km)	21,000,000.00	NCB	Prior	1S1E	Q3 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Others  Comments: NCB documents for Works
CLF5	Storm water detention pond	4,600,000.00	NCB	Post	1S1E	Q2 / 2017	Prequalification of Bidders: N  Domestic Preference

							Applicable: N  Bidding Document: Others  Comments: NCB documents for Works
CLFR2	Landscaping	14,500,000.00	NCB	Prior	1S1E	Q2 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Others  Comments: NCB documents for Works, Q3/2017
EWD1	Traffic signals and equipment	1,300,000.00	ICB	Prior	1S1E	Q2 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Goods

### 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
None							

### 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
ECX2-2	Municipal solid waste equipment	700,000.00	1	NCB	Post	1S1E	Q3 / 2017	Prequalification of

	(mobile toilets and garbage bins)							Bidders: N Domestic Preference Applicable: N  Bidding Document: Goods
ECXR1	Flood warning system	430,000.00	1	NCB	Post	1S1E	Q2 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Goods
ELFR1	Flood early warning system	380,000.00	1	NCB	Post	1S1E	Q3 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Goods
EWD2	Municipal solid waste equipment (inc. street cleaning vehicle, waste collection vehicle)	540,000.00	1	NCB	Prior	1S1E	Q2 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Goods  Comments: First NCB goods.
EWDR1	Flood early warning system	370,000.00	1	NCB	Post	1S1E	Q3 / 2017	Prequalification of Bidders: N  Domestic Preference Applicable: N  Bidding Document: Goods

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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
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 Award	Comments
CWD1	Beicheng road and related infrastructure (1.5 km)	9,000,000.00	5,647,845.52	NCB	Q2 / 2015	28-OCT-15	0005. CNY35,887,540.00
CWD3	Chengbei road with related infrastructure (1.2 km)	7,500,000.00	7,408,518.61	NCB	Q1 / 2016	15-APR-16	0007. CNY49,581,510.81
CCXR1&2	Longchuan River rehabilitation Sections 1, 2 and 3	9,400,000.00	2,754,350.00	NCB	Q4 / 2016	08-FEB-17	CNY19,098,115.11
CWD4-2	Mudan, Caiyuan and Binhe roads and related infrastructures (3.12 km)	15,800,000.00	11,601,480.98	NCB	Q2 / 2016	17-OCT-16	0012. CNY78,971,281.00
CCX1	No. 11 road and related infrastructure (2.9 km)	15,200,000.00	9,254,556.22	NCB	Q3 / 2016	17-OCT-16	0014. CNY64,170,167.39
CCX4	No. 17 road Section 1 (No. 9	8,000,000.00	4,716,420.92	NCB	Q3 / 2015	11-DEC-15	0006. CNY30,266,688.00

	to no. 11 roads)						
CLFR1	West and East river rehabilitation (6.1 km)	6,800,000.00	3,195,412.41	NCB	Q3 / 2016	26-SEP-16	0011. CNY21,580,856.77
CWD2	Wuchan and Wuxu roads with related infrastructures (2.2 km)	7,600,000.00	5,891,478.96	NCB	Q1 / 2016	15-APR-16	0008. CNY39,322,087.17
CWDR1	Wulong river rehabilitation and stormwater detention pond	7,900,000.00	5,400,047.76	NCB	Q4 / 2016	22-FEB-17	CNY37,688,553.35
CWD4-1	Wuzheng roads and related infrastructures (0.93 km)	2,800,000.00	1,652,373.06	NCB	Q2 / 2015	24-JUL-15	0004. CNY10,500,004.59
CLF1	Zhuluoji avenue north extension and related infrastructure (1 km)	6,800,000.00	2,969,732.72	NCB	Q4 / 2016	16-MAR-17	CNY20,506,301.40
ECX1	ITS and traffic control	2,900,000.00	2,602,553.17	ICB	Q1 / 2016	09-MAY-16	0009. CNY17,390,000.00
ECX2-1	Municipal solid waste equipment (inc. street cleaning vehicles, waste collection vehicles)	4,300,000.00	2,203,913.50	ICB	Q3 / 2016	31-OCT-16	0013.
ELF1	Municipal solid waste equipment (inc. street cleaning vehicles, waste collection vehicles)	2,300,000.00	1,336,000.00	ICB	Q2 / 2016	01-SEP-16	0010.

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-1	Project management and capacity development	1,840,000.00	1,755,710.00	QCBS	Q1 / 2014	20-JAN-15	0003.
CS2a	Startup consulting service	40,000.00	18,425.14	ICS	Q4 / 2013	11-FEB-14	Resettlement and Social Development Expert, PCSS No. 0001
CS2b	Startup consulting service	160,000.00	132,854.93	ICS	Q4 / 2013	11-FEB-14	Procurement and Contract Management Expert, PCSS No. 0002

#### D. National Competitive Bidding

#### A. Regulation and Reference Documents

1. The procedures to be followed for national competitive bidding shall be those set forth in *The Government Procurement Law of People's Republic of China* approved on 29 June 2002 and *Law of the People's Republic of China on Bid Invitation and Bidding of the People's Republic of China* promulgated on August 30, 1999 with the clarifications and modifications described in the following paragraphs required for compliance with the provisions of the ADB Procurement Guidelines.

## **B. Procurement Procedures**

### **1. Competitive Bidding Procedure** (Procurement Law Art. 26 and Law on Bidding Art. 10).

2. Public tendering is the acceptable method of government procurement, and public invitation is the accepted bid invitation mode.

### **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. Advertising**

4. All invitations to prequalify or to bid shall be advertised in the national press (China Daily Newspaper) or a free and open access website ([www.chinabidding.com](http://www.chinabidding.com)). Such advertisement shall be made in sufficient time for prospective bidders to obtain prequalification or bidding documents and prepare and submit their responses. In any event, a minimum preparation period of twenty-eight (28) days shall be given. The preparation period shall count (a) from the date of advertisement, or (b) when the documents are available for issue, whichever date is later. The advertisement and the prequalification and bidding documents shall specify the deadline for such submission.

### **4. Bidding Period**

5. The minimum bidding period is 28 days prior to the deadline for the submission of bids.

### **5. Participation by Government-Owned Enterprises**

6. Government owned enterprises in the Borrower's country may be permitted to bid if they can establish that they (a) are legally and financially autonomous, (b) operate under commercial law and (c) are not a dependent agency of the Borrower/Project Executing Agency.

### **6. Rebidding**

7. Re-bidding shall not be allowed solely because the number of bids is less than three (3).

## **C. Bidding Documents**

### **7. Qualification requirements**

8. Qualification requirements of bidders and the method of evaluating the qualification of each bidder shall be specified in detail in the bidding documents, and in the prequalification documents if the bidding is preceded by a prequalification process.

## **8. Bid Submission and Opening**

9. Bidders shall be allowed to submit bids by mail or by hand.
10. All bids shall be opened in public; all bidders shall be afforded an opportunity to be present (either in person or through their representatives) at the time of bid opening, but bidders shall not be required to be present at the bid opening.

## **9. Bid Evaluation and Award**

11. No bid may be rejected solely on the basis that the bid price falls outside any standard contract estimate, or margin or bracket of average bids established by the Borrower/Project Executing Agency.
12. Each contract shall be awarded to the lowest evaluated responsive bidder, that is, the bidder who meets the appropriate standards of capability and resources and whose bid has been determined (a) to be substantially responsive to the bidding documents and (b) to offer the lowest evaluated cost. The winning bidder shall not be required, as a condition of award, to undertake responsibilities for work not stipulated in the bidding documents or otherwise to modify the bid as originally submitted.

## **10. ADB Policy Clauses**

13. Each contract financed with the proceeds of the Loan shall provide that the suppliers and contractors shall permit ADB, at its request, to inspect their accounts and records relating to the performance of the contract and to have said accounts and records audited by auditors appointed by ADB.
14. 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, coercive or obstructive practices in competing for the contract in question.
15. 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.



