

# INVITATION FOR TENDERS

Ukraine

## **Refurbishment of pipelines of the centralised heating system of Communal Enterprise "Teplocomunenergo" of Chernihiv City Council in Chernihiv city**

### **Design, supply and installation works for replacement of District Heating pipelines and refurbishment of heat insulation of aboveground District Heating pipeline in Chernihiv, Chernihiv region**

(CHE-1, CHE-2)

This Invitation for Tenders follows the General Procurement Notice dated 01 May 2024 for the EU Programme "Repair of critical infrastructure, Ukraine" which was published on the Procurement Notices section of NEFCO's website (<https://www.nefco.int>).

**Communal Enterprise "Teplocomunenergo" of Chernihiv City Council** hereinafter referred to as "the Employer", intends to use part of the proceeds of financing from the European Union (hereinafter "EU") through the fund manager Nordic Environment Finance Corporation (NEFCO) towards the cost of the project "Refurbishment of pipelines of the centralised heating system of Communal Enterprise "Teplocomunenergo" of Chernihiv City Council in Chernihiv city". The Project is financed by the EU under the Programme "Repair of critical infrastructure, Ukraine".

#### **Estimated budget of:**

- LOT 1 is EUR 4.03 million excluding VAT.
- LOT 2 is EUR 0.88 million excluding VAT.

The Employer now invites sealed tenders for the following contracts:

***Lot 1: Replacement of DH pipelines by new pre-insulated pipes at Peremohy avenue and Kotsiubynskoho street and***

***Lot 2: Refurbishment of heat insulation of main aboveground DH pipeline from CHP plant to distribution point on Samokvasova street 7A***

to be financed by the EU Grant.

Tenders are invited for one or two lots. Each lot must be priced separately. Tenders for more than one lot may offer discounts and such discounts will be considered in the comparison of tenders.

Tendering for contracts that are to be financed by EU grant financing is open to firms/individuals from any country.

Based on the results of the Tender, the Employer will sign the Contract with the successful Tenderer which provided the most economically attractive price proposal that meets all qualification requirements.

Tenders shall be priced in Euro.

The Contract to be financed by EU Grant will be tax-exempt in accordance with the Resolution of Cabinet of Ministers of Ukraine No.153 (with changes), therefore, the respective amount of VAT will be excluded from this contract's price.

To be qualified for the award of a contract, tenderers must satisfy the following minimum criteria:

- Tenderers shall meet the eligibility requirements set forth in Instructions to Tenderers.

- Average annual turnover over the last 4 (four) years (2020-2023) exceeded:
  - for Lot 1: EUR 3,000,000 (three million) equivalent;
  - for Lot 2: EUR 680,000 (six hundred and eighty thousand) equivalent.

In case of a tenderer bidding for more than one Lot, average annual turnover over the last 4 (four) years shall exceed the total value set for the respective Lots above.

In case of a tender submitted by JVCA, the leading partner should demonstrate at least 50% compliance with this criterion.

- The Tenderer shall demonstrate that it has access to, or has available, liquid assets, unencumbered real assets, lines of credit, and other financial means sufficient to meet the production cash flow for the contract estimated as not less than:
  - **30%** of the Tender price proposed by the Tenderers, taking into account the Tenderer's commitments for other contracts. If the Tender is submitted by JVCA, the leading partner shall demonstrate at least fifty (50) percent compliance with this criterion.

The Tenderer has satisfactorily supplied and completed **for the period 2019-2023**<sup>1</sup>:

- **For Lot 1: at least four (4) contracts** with a total amount **at least EUR 3,000,000**
- **For Lot 2: at least two (2) contracts** with a total amount **at least EUR 1,000,000**

as a main Contractor which have been fully and successfully completed and which are similar to the proposed equipment and works.

- Non-performance of contract by the Tenderer (including members of JVCA, if appropriate) did not occur during the last **three (3) years (2021-2023)** based on information provided in Section III, Tender Forms (the Employer reserves the right to check the correctness of the reported information by using other sources).
- All pending litigations against the Tenderer (including members of JVCA, if appropriate) shall in total **not represent more than thirty (30) percent** of the Tenderer's net worth.
- The Tenderer (single legal entity or JVCA partner or designated subcontractor) shall demonstrate availability of all personnel for implementation of all necessary works under the Contract.
- The Tenderer must demonstrate that it has the personnel for the key positions that meet the Qualification requirements set forth in the Tender documents.
- The Tenderer must demonstrate that it or its designated subcontractor has equipment and machinery that meet the following requirements and quantity set forth in Tender documents.

The Employer reserves the right to cancel all tenders in the event of non-approval of Grant funding.

During the preparation of the tender, the Tenderers should take into account that works under this Contract will tentatively start in **September 2024** and should be completed not later than in **September 2025**.

Tender documents may be obtained from the office at the address below free of charge upon a written request from a prospective Tenderer.

Upon receiving the written request from a prospective Tenderer, the documents will be promptly dispatched electronically in PDF and MS Word format, however, no liability can be accepted for their non-delivery or late delivery. In case of discrepancies between the PDF and Word versions of the document, the PDF version shall prevail.

All tenders must be accompanied by a Tender-Securing Declaration. The form of Tender-Securing Declaration is provided in the Tender documents. The main purpose of providing Tender-Securing Declaration is to ensure that the tenderers are serious about their participation.

Tenders must be delivered to the office at the address below on or before **11:00 (Kyiv time) on 05 August 2024** at which time they will be opened in the presence of those Tenderers' representatives who choose to attend.

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<sup>1</sup> The works had to be completed (taking over certificate signed by the Employer) not earlier than 01.01.2018.

A Pre-Tender meeting for Tenderers with Employer representatives to discuss technical and procedural issues will be held onsite (55B Remesnychna str., Chernihiv city, 14000, Chernihiv region, Ukraine) at **11:00 a.m., on 16 July, 2024**. A site visit conducted by the Employer will be organized during the Pre-Tender meeting.

Given the current security situation, the Employer also organize the livestream of the Pre-Tender meeting. A link to the online platform will be provided in advance to all participants who have requested and received the Tender Document from the Employer and have pre-registered for participation in Pre-Tender meeting.

To pre-register for participation in Pre-Tender meeting please contact us.

Prospective tenderers may obtain further information from, and also inspect and acquire the tender documents at, the following office:

**Contact person:** Iryna Shtypa - leading specialist in international activities and investments of Communal Enterprise "Teplocomunenergo" of Chernihiv City Council, **Tel** + 38050 416 9922, **e-mail:** [ivshtypa@gmail.com](mailto:ivshtypa@gmail.com)

Date: **20 June 2024**