

# NEFCO

## GENERAL PROCUREMENT NOTICE

**Project name:** Financial and environmental optimisation of a part of the water supply system (Non-revenue water project for selected area of Mykolaiv city)

**Country:** Ukraine

**Sector:** Water & Wastewater

**Funding sources:** The Danida Sustainable Infrastructure Finance (DSIF), with the support of the Nordic Environment Finance Corporation (NEFCO) as fund manager of the DSIF funded project\*

**Procurement:** Works, goods and services

**Notice type:** General Procurement Notice

**Issue date:** 1 August 2024

*\*DSIF and NEFCO by entering into trust fund agreement have agreed to cooperate in order to co-finance sustainable infrastructure projects in Ukraine and to establish a trust fund for the provision of DSIF project support for sustainable infrastructure projects in Ukraine ("Fund") and assign NEFCO as a fund Manager for the purpose of administering the Fund and the further disbursement of the funds grants to final recipients*

Part of grant funds of the Fund was allocated for rehabilitation of war damaged water infrastructure in the **Mykolaiv city, Ukraine**. **Mykolaiv city council** is planning to announce competitive tendering for the works, goods and services defined and financed under the Project "Financial and environmental optimisation of a part of the water supply system (Non-revenue water project for selected area of Mykolaiv city)".

Due to the constant shelling caused by Russian military invasion, Mykolaiv's municipal and critical infrastructure has been significantly damaged. **Critical water facilities**, including treatment plants and pumping stations, have suffered from **severe damage**, affecting Mykolaiv and other regions. In particular, the water sector is currently requiring extensive repairs. This led to difficulties with the service of centralised and stable drinking water. Additionally, the Buh Estuary, which supplies technically sound water, has a high salinity level. As a result, the frequency of leaks has doubled due to pipe damage.

The overall objective of this project is to implement water and energy efficiency measures to decrease non-revenue water level, decrease of water losses, improve water consumption savings and energy efficiency of water supply as well as CO<sub>2</sub> emissions reductions. Furthermore, the project will improve the water supply services for more than seventy thousand residents and internally displaced persons using the water system.

The project envisages repair of critical water supply systems due to the damage caused by the Russian invasion, specifically:

- Pipe replacement,
- installation of wells,
- installation of water meters and
- all other necessary works for reconstruction of water supply systems, and
- repair of booster pumping stations including replacement of main technological equipment.

It is expected that approximately EUR 6.16 million will be spent to finance of the project. It is expected to conclude contracts and start works in the fourth quarter of 2024. Works are expected to be completed in second quarter of 2026.

DSIF provides a grant funds through the Nordic Environment Finance Corporation (NEFCO) as Fund Manager under the Project “Financial and environmental optimisation of a part of the water supply system (Non-revenue water project for selected area of Mykolaiv city)”. The Beneficiary of the grant funds is the **Mykolaiv City Council**.

The tender and further Contract (-s) to be financed with the proceeds of the grant funds via NEFCO as Fund Manager will be subject to the NEFCO Procurement Policy and Procedures. The tender will be open for companies and individuals from all countries. The specific procurement notice for international open competitive tendering will be announced as soon as it is available.