

GOVERNMENT OF KARNATAKA

Karnataka Urban Infrastructure Development and Finance Corporation (KUIDFC)

KARNATAKA URBAN WATER SUPPLY MODERNIZATION PROJECT

(LOAN NO. 8601-IN, CREDIT NO.4955-IN)

INTERNATIONAL COMPETITIVE BIDDING

BID DOCUMENT

FOR

Design, improve/build; operate and maintain; and transfer bulk supply, distribution systems of the existing water supply system in Belagavi city of Karnataka State, India for cost effective and sustainable upscaling to continuous (24x7) pressurized water supply.

The Managing Director,
Karnataka Urban Infrastructure Development & Finance Corporation (KUIDFC),
Nagarabhivruddi Bhavan, # 22, 17th F Cross, Binnamangala, 2nd Stage,
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September 2018

PREFACE¹

This Bidding Document is based on the Model Bidding Document for DBOT contract for STP together with Sewerage Network which had been prepared for the use of Executing Agencies (EAs) of National Ganga River Basin Project and has been appropriately modified to suit this DBOT Contract. Since the bidders are not pre-qualified, Single Stage under two envelope (Techno-Commercial Bids in one envelope or Folder and Financial Bid in another envelope or Folder) system is adopted. E-Procurement system as prevalent in Karnataka State of India is adopted

The Contract Conditions of the Bidding Document provide that the Owner(KUIDFC) shall appoint the Design-Improve/Build-Operations Engineer who shall be responsible for day to day contract management and supervision during the Design-Improve/Build Period and the Operations and Maintenance Period. Accordingly, the selection of the Design-Build-Operations Engineer shall be carried out and concluded at the time of contract award to the Operator.

The Bidding Document comprises various sections, including Instructions to Bidders, Bid Data Sheet, Annexures to the Bidding Document containing Bid Form, Price Schedules, Qualification Criteria and other relevant Forms, Form of Contract, General Conditions of Contract and various Schedules attached to the Contract.

An Invitation for Bid (IFB) along with an abridged version for Press publicity has been added.

¹*This Preface shall be deleted in the final bid document to be uploaded on the e-procurement portal.*

INVITATION FOR BIDS

FOR THE CONTRACT

Design, improve/build; operate and maintain and transfer bulk supply, distribution systems of the existing water supply system in Belagavi city of Karnataka State, India for cost effective and sustainable upscaling to continuous (24x7) pressurized water supply.

(Single-Stage Two-Envelope)

NOTE: ALL THE FOOT NOTES IN ITALICS ARE FOR THE INFORMATION OF THE REVIEWING OFFICERS AND HENCE SHOULD BE DELETED IN THE FINAL DOCUMENT TO BE UPLOADED ON THE E-PROCUREMENT PORTAL.

GOVERNMENT OF KARNATAKA

Karnataka Urban Infrastructure Development and Finance Corporation (KUIDFC)

KARNATAKA URBAN WATER SUPPLY MODERNIZATION PROJECT

(Loan No.8601-IN, Credit No.4955-IN)

INVITATION FOR BIDS

INTERNATIONAL COMPETITIVE BIDDING

No: KUIDFC/KUWSMP/Operator/BGV/2018-19/309

Dt:

1. The invitation for Bid follows the General Procurement Notice for this Project that appeared in UNDB online on & updated last on .
2. The Karnataka Urban Infrastructure Development & Finance Corporation (KUIDFC) through Government of Karnataka has received financing from the World Bank toward the cost of the KARNATAKA URBAN WATER SUPPLY MODERNIZATION PROJECT (KUWSMP), and intends to apply part of the proceeds toward payments under the contract for Design, improve/build; operate and maintain and transfer bulk supply, distribution systems of the existing water supply system in Belagavi city of Karnataka State, India for cost effective and sustainable upscaling to continuous (24x7) pressurized water supply.
3. The Bidders are advised to note the minimum qualification criteria specified in Annexure A(b) of the Instruction to the Bidders. Some of the salient criteria is reproduced here under. However, the Bidders are advised to refer to the detailed criteria as given in Annexure A(b) the bidding document.

Financial: The Bidder or his Associate shall have a:

- (a) Minimum Turnover of INR **3000 Million**² or **US\$ 44.3 Million**³ in at least 3 financial years out of last 5 years preceding the year of submission of bids;
- (b) Minimum Net worth of INR **900 Million** or **US\$ 13.7 Million** in last financial year preceding the year of submission of bids;
- (c) Minimum Cash credit facility of **INR 400 Million**⁴ or **US\$ 5.9 Million**;

²It is reported that the estimated cost of Capital Investments is Rs.4400 million and the total Operation and maintenance expenditure during the 11.5 year period is Rs.2600 million making a total estimated cost of the contract as Rs.7000 million. The capital investments are mostly in four years of Transition Period. Thus the average works out to Rs.1100 million per year. Assuming the peak as Rs.1500 million. The required Turn Over criteria works out to Twice of Rs.1500 million. That is Rs.3000 million.

³The Currency equivalent is as per PAD INR 67.83 = US\$ 1

⁴The peak year expenditure is Rs.1500 million. Average monthly expenditure is Rs.125 million. Three-month figure would be Rs.375 million say Rs.400 million to allow for peaking within the year.

- (d) Minimum Positive net cash accruals during any 3 (three) years out of the last 5 (five) financial years preceding the year of submission of bids;

Technical/Physical:

- (a) Should have Designed at least one 24x7 Urban Water Distribution Project serving a minimum of 25000 house service connections in the last 5 (five) years preceding the year of submission of bid;
- (b) Should have executed to completion at least one Water supply project of value exceeding **INR 3520 Million or US\$ 51.9 Million** over the last 5 (five) years preceding the year of submission of the bid;
- (c) Should have Operated and Maintained for at least three years one DMA based 24x7 Urban Water Distribution Project serving a minimum of 25000 house service connections in the last 10 (ten) years preceding the year of submission of bids.
- (d) Should have implemented the following services for atleast one utility service⁵ having minimum 25000 connections
- i) Geographic Information System;
 - ii) Management Information System
 - iii) Computerized maintenance management system
 - iv) Customer call center
 - v) Billing and collection system
 - vi) Preparation of Standard Operating Procedures

Note: The Bidder may have a maximum of three (3) subcontractors for specialist⁶ works. Bidder can sign MOU with its subcontractor for specialist works and claim technical credentials for evaluation of SI No. (d) above.

4. Bidding will be conducted through the International Competitive Bidding Procedure as specified in the World Bank's Guidelines: Procurement of Goods, Works and Non-consulting Services under IBRD Loans and IDA Credits & Grants, January 2011, revised July, 2014 and is open to all eligible bidders as defined in the Guidelines. In addition, please refer to paragraphs 1.6 and 1.7 of the Guidelines setting forth the World Bank's policy on conflict of interest. **Single Stage, Two Envelope system of Procurement will be followed.**
5. The Karnataka Urban Infrastructure Development & Finance Corporation (KUIDFC) in the State of Karnataka, India invites sealed bids from eligible bidders for the works detailed in the table below. The bidders shall submit bids for the following work as per Instructions to Bidders and the Annexures thereto.

⁵Refers to water supply, electricity distribution, piped gas and under-ground drainage

⁶Specialist means work relating to as electro-mechanical installation, SCADA, reduction of NRW, outreach program, Consumer Survey, topographic survey, Customer Management Services, Billing & Collection and Development of billing software ONLY

Name of the Contract	Bid Security	Bid Processing Fee	Period of Contract
Design, improve/build; operate and maintain and transfer bulk supply, distribution systems of the existing water supply system in Belagavi city of Karnataka State, India for cost effective and sustainable upscaling to continuous (24x7) pressurized water supply.	Rs. 70 million or equivalent amount in a freely convertible currency.	As notified on the e-procurement portal	Total period of Contract: 12 years of which the Start-up period is 1 year, Transition period 4 years and sustaining period Operation of Maintenance is 7 years.

6. The bidding documents (in English only) will be available online on the procurement portal (<http://eproc.karnataka.gov.in>) w.e.f. and it can be downloaded free of cost by logging on to the on the e-procurement portal. The bids are to be submitted online through the e-procurement portal only. Bids submitted in any other manner will not be accepted.
7. For submission of the bids, the bidders are required to have Digital Signature Certificate (DSC) for signing and encryption, issued by the same Certifying Authority. The list of authorized Certifying Authorities is available on the website <http://www.cca.gov.in/cca/>. Foreign bidders may obtain the DSC from any Licensed Certifying Authority which has been recognized by the Controller of Certifying Authorities, Govt. of India as per the details available at <http://www.cca.gov.in>.
8. A pre-bid meeting will be held on _____ at _____ hours in the Office of the Managing Director, KUIDFC, Bengaluru to clarify any issues and to answer questions on any matter that may be raised at that stage as stated in Clause _____ of the Instructions to Bidders.
9. Bidders are required to provide bid security and pay bid processing fee of the amount specified in the Table above, in the manner as detailed in Clause _____ of the Instructions to Bidders
10. Bids along with necessary information/documents must be uploaded to the e-procurement portal <http://eproc.karnataka.gov.in> as per the bid document. The bids will be opened at the specified venue on the stipulated date and time, in the presence of the bidders or their authorized representatives who wish to attend. If the Office happens to be closed on the date of opening of the bids as specified, the bids will be opened on the next working day at the same time and venue.
11. KUIDFC shall not be held liable for any delays due to system failure beyond its control. Even though the system will attempt to notify the bidders of any bid updates. KUIDFC shall not be liable for any information not received by the bidder. It is the bidder's responsibility to verify the website for the latest information related to the bid. The bidders are requested to ensure browser compatibility of the computer well in advance to the last date and time of submission of

the bids. KUIDFC shall not be responsible for non -accessibility of e-procurement portal due to internet connectivity issue and technical glitches.

***The Managing Director,
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