

**IN: UTTARAKHAND HEALTH SYSTEM DEVELOPMENT PROJECT (UKHSDP)
(P148531)**

I. General

1. **Bank's approval Date of the procurement Plan:** Original: November 30, 2016
2. **Date of General Procurement Notice:** May 30, 2014
3. **Period covered by this procurement plan:** The procurement period of project covered from Year November 2016 to May 2017

II. Goods and Works and non-consulting services.

1. **Prior Review Threshold:** Procurement Decisions subject to Prior Review by the Bank as stated in Appendix 1 to the Guidelines for Procurement:

	Procurement Method	Prior Review Threshold US\$	Comments
1.	ICB (Goods)	<i>Above US\$ 2 million</i>	<i>All</i>
2.	NCB (Goods)	<i>Above US\$ 2 million</i>	<i>All</i>
3.	ICB (Works)	<i>Above US\$ 10 million</i>	<i>All</i>
4.	NCB (Works)	<i>Above US\$ 10 million</i>	<i>All</i>
5.	Services (non-consultant)	<i>Above US\$ 2 million</i>	<i>All</i>
6.	LIB	<i>Above US\$ 30,000</i>	

Procurement Methods and Threshold

Category	Method of Procurement	Threshold (US\$ Equivalent)
Goods and Non-consultant services	ICB	>3,000,000
	LIB	Wherever agreed by the Bank
	NCB	Up to 3,000,000 (with NCB conditions)
	Shopping	Up to 100,000
	DC	As per Para 3.7 of the Bank Guidelines
	Force Account	As per Para 3.9 of Guidelines
	Framework Agreements	As per Para 3.6 of Guidelines
Works	ICB	>40,000,000
	NCB	Up to 40,000,000 (with NCB conditions)
	Shopping	Up to 200,000
	Force Account	As per Para 3.9 of Guidelines
	DC	As per Para 3.7 of Guidelines
	Community Participation	As per Para 3.19 of Guidelines

Prior Review by the Bank. The Bank will prior review the following contracts:

- **Works:** All contracts (including turnkey, supply & installation of plant and equipment and PPP) more than US\$ 10.0 million equivalent;
- **Goods:** All contracts (goods, information technology and non-consulting services) more than US\$ 2.0 million equivalent;

The above threshold will also apply to direct contract as well. The Bank will conduct prior review for only those contract whose estimate falls in prior review threshold value. In addition, the justifications for all contracts to be issued on LIB, more than US\$ 30,000 will be subject to Banks prior review. These thresholds are for initial 18 months' period and based on the procurement performance of the project, these thresholds will be modified.

In addition, the Bank will carry out an annual ex-post procurement review of procurement below the prior review threshold. All contracts below the specified prior review threshold value shall be subject to Post Procurement Review (PPR). For the avoidance of doubts, the Bank shall be entitled to conduct, at any time, Independent Procurement Reviews (IPR) of all the contracts financed under the Credit. The IA shall prepare a list of contract and submit it to the Bank for conducting PPR. The PPR will be conducted on annual basis. All contracts not covered under prior review will be subject to post review during supervision missions, and/or review by consultants to be appointed by the by Bank.

2. **Pre-qualification.** Not applicable
3. **Proposed Procedures for CDD Components (as per paragraph. 3.17 of the Guidelines:** Not applicable
4. **Reference to Project Operational/Procurement Manual:** The Project Implementation Plan (PIP) which also contains a chapter on Procurement arrangements was prepared by the project and agreed by the Bank to be used as guidance note while conducting project procurement. All the contracts issued under the project will follow the World Bank's Guidelines: Bank's "Guidelines: Procurement under IBRD Loans and IDA Credits" dated January 2011 and revised in July 2014 and "Guidelines: Selection and Employment of Consultants by World Bank Borrowers" dated January 2011 and revised in July 2014, In case of any inconsistency between the PIP and the Bank Guidelines, the latter shall prevail.
5. **Any Other Special Procurement Arrangements:** Procurement of goods, works and non-consulting services shall be conducted through e-procurement portal <http://uktenders.gov.in/nicgep/app> using Bank's standard bidding documents and agreed bidding documents as the case may be.

International Competitive Bidding (ICB) is the preferred method for procurement of goods, works and non-consulting services. It is likely that there will procurement of about 6 packages of non-consulting services for integrated district health service providers under ICB method. For these procurement, a separate bidding document was developed by the project and reviewed and cleared by the Bank.

For the remaining packages, procurement will be conducted following National Competitive Bidding (NCB) procedures in accordance with paragraph 3.3 and 3.4 of the Guidelines. In addition, following additional provisions as agreed with GOI task force (as amended from time to time) shall apply:

- Only the model bidding documents for NCB as agreed with the GoI Task Force (and as amended from time to time), shall be used for bidding;
- Invitation to bid shall be advertised in at least one widely circulated national daily newspaper (or on a widely used website or electronic portal with free national and international access along with an abridged version of the said advertisement published in a widely circulated national daily inter-alia giving the website/electronic portal details from which the details of the invitation to bid can be downloaded), at least 30 days prior to the deadline for the submission of bids;
- No special preference will be accorded to any bidder either for price or for other terms and conditions when competing with foreign bidders, state-owned enterprises, small-scale enterprises or enterprise from any given State;
- Except with the prior concurrence of the Bank, there shall be no negotiation of price with the bidders, even with the lowest evaluated bidder;
- For prior review contracts, extension of bid validity shall not be allowed with reference to Contracts subject to Bank prior review without the prior concurrence of the Bank (i) for the first request for extension if it is longer than four weeks; and (ii) for all subsequent requests for extension irrespective of the period (such concurrence will be considered by Bank only in cases of Force Majeure and circumstance beyond the control of the Purchaser/Employer);
- For prior review contracts , re-bidding shall not be carried out with reference to Contracts subject to Bank prior review without the prior concurrence of the Bank;
- The system of rejecting bids outside a pre-determined margin or “bracket” of prices shall not be used in the project;
- Rates contract entered into by Directorate General of Supplies and Disposal (DGS & D) will not be acceptable as a substitute for NCB procedures unless agreed with the Bank on case to case basis. Such contracts will be acceptable however, for any procurement under the Shopping procedure;
- Two or three envelop system will not be used (except when using e-procurement system assessed and agreed by the Bank).

To meet the Bank's requirements for right to audit and F&C, these clauses may be included in the Purchase Orders, in case the purchasers are directly placing the purchase orders to DGS&D rate contract holders and procurement made through e-Government Market (eGM). On the other hand, if indent is placed through DGS&D, the Purchaser has the option to sign a separate undertaking with DGS&D rate contract holder, where Bank’s right to audit and F&C clauses could be mentioned;

6. Summary of the Procurement Packages planned during the first 18 months after project effectiveness: Available in STEP.

III. Selection of Consultants

1. **Prior Review Threshold:** Selection decisions subject to Prior Review by Bank as stated in Appendix 1 to the Guidelines Selection and Employment of Consultants:

	Selection Method	Prior Review Threshold	Comment
1.	Competitive Methods (Firms)	Above US\$ 1 million	All contract
2.	Single Source (Firms)	Above US\$ 1 million	All contract
3.	Individual	Above US\$ 300,000	All contracts
4.	CQS/LCS	Up to US\$ 300,000	All contracts

2. **Short list comprising entirely of national consultants:** Short list of consultants for services, estimated to cost less than \$ 800,000 equivalent per contract, may comprise entirely of national consultants in accordance with the provisions of paragraph 2.7 of the Consultant Guidelines.
3. **Any Other Special Selection Arrangements:** The project will be hiring private Health Service provider through PPP model. There is no standard bidding document within the Bank for procurement of such non-consulting services. Therefore, the project has developed bidding documents for hiring integrated Health Service provider and it was reviewed and agreed by the Bank. This bidding document will be used throughout the project for procurement of integrated Health Service provider through PPP mode.
4. **Consultancy Assignments with Selection Methods and Time Schedule Available on STEP.**

IN-LKHFWS-14367-CS-INDV / Hiring of IC Consultant- FINANCIAL MANAGEMENT	IDA / 59480	Stewardship and system improvement component	Post	Individual Consultant Selection	Open		30,000.00	0.00	Under Implementation	2017-06-05		2017-07-24		2017-08-14		2017-09-18		2018-03-17
IN-LKHFWS-14369-CS-INDV / Hiring of IC Consultant- PROCUREMENT	IDA / 59480	Stewardship and system improvement component	Post	Individual Consultant Selection	Open		30,000.00	0.00	Cancelled	2017-06-05		2017-07-24		2017-08-14		2017-09-18		2018-03-17
IN-LKHFWS-14370-CS-INDV / Hiring of IC Consultant- Information Technology/Management Information Systems	IDA / 59480	Stewardship and system improvement component	Post	Individual Consultant Selection	Open		30,000.00	0.00	Under Implementation	2017-06-05		2017-07-24		2017-08-14		2017-09-18		2018-03-17
IN-LKHFWS-14374-CS-INDV / Hiring of IC Consultant- Supervision, Monitoring and Evaluation (PPP Cell)	IDA / 59480	Stewardship and system improvement component	Post	Individual Consultant Selection	Open		30,000.00	0.00	Cancelled	2017-06-05		2017-07-24		2017-08-14		2017-09-18		2018-03-17
IN-LKHFWS-14376-CS-INDV / Hiring of IC Consultant- TRANSACTION MANAGEMENT & PLANNING	IDA / 59480	Stewardship and system improvement component	Post	Individual Consultant Selection	Open		30,000.00	0.00	Cancelled	2017-06-05		2017-07-24		2017-08-14		2017-09-18		2018-03-17
IN-LKHFWS-18619-CS-CDS / Hiring of External Audit Service	IDA / 59480	Stewardship and system improvement component	Post	Direct Selection	Direct		10,000.00	0.00	Pending Implementation	2018-03-01		2018-03-11				2018-05-15		2018-11-11