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#### **Netherlands: Business Opportunities Seminar**

The ADB Procurement System and Business Opportunities
25 January 2023



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#### Overview

- 1. About ADB and its Operations
- 2. Procurement Statistics
- 3. Facts about Netherlands and ADB
- 4. ADB Procurement Framework
- 5. Sustainable Procurement
- Business opportunities for consultants, contractors and suppliers





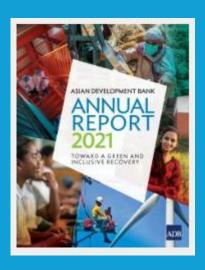
#### **About ADB**

- Headquartered in Manila, Philippines
- Established in 1966
- Owned by 68 member countries
- 49 Regional (Asia and the Pacific)
- 19 Non-regional
- 3,092 staff
- 29 resident missions in client countries
- Representative offices: Frankfurt, Tokyo, Washington





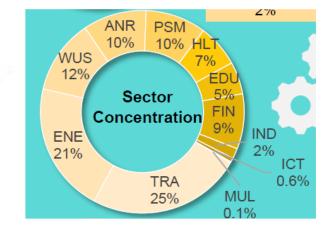






# ADB 2021 Sovereign Portfolio US\$ 104b









\$0.4bn

Pacific \$3.2 bn

Private sector portfolio – \$14B

In 2022 ADB approved loans and grants for \$12.3 billion



#### **NETHERLANDS**

- Joined in 1966
- Provided \$1.52 billion in capital subscription to ADB.
- contributed\$822.60 million toSpecial Funds



#### **Facts about Netherlands and ADB**

## The Netherlands's Share of Procurement Contracts for Loan, Grant, and Technical Assistance Projects

	,			
	Goods, Works, and Related Services			
	Amount	% of		
ltem	(\$ million)	Total		
2020	1.89	0.01		
2021	1.73	0.01		
Cumulative (as of 31 Dec 2021)	301.59	0.13		
	Consulting Services			
	Amount	% of		
Item	(\$ million)	Total		
2020	20.53	2.81		
2021	9.13	1.31		
Cumulative (as of 31 Dec 2021)	384.59	2.59		
	Total Procurement			
	Amount	% of		
ltem	(\$ million)	Total		
2020	22.42	0.09		
2021	10.87	0.07		
Cumulative (as of 31 Dec 2021)	686.18	0.28		
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#### **Facts about Netherlands and ADB**

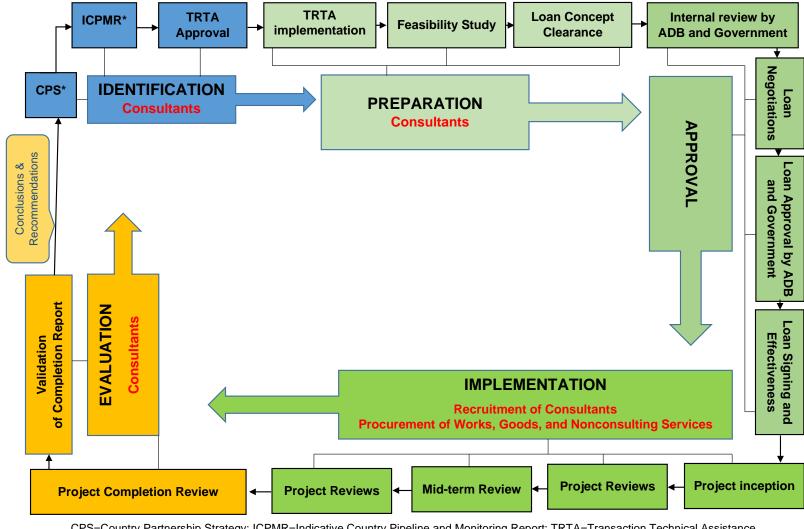
Top 5 Consultants from the Netherlands Involved in Consulting Services Contracts under ADB Loan, Grant, and Technical Assistance Projects, 1 January 2017–31 December 2021

Consultant	Sector	Contract Amount (\$ million)		
Royal HaskoningDHV	ANR, MUL, TRA, WUS	18.03		
Euroconsult Mott Macdonald BV	ANR, WUS	13.48		
Hill International N.V.	WUS	4.55		
Deltares	ANR, ENE, HLT, PSM, WUS	3.91		
Palladium Europe B.V.	FIN, PSM	3.32		
Individual Consultants		12.61		
Others		16.33		
Total		72.23		





## **ADB Project Cycle (Sovereign)**



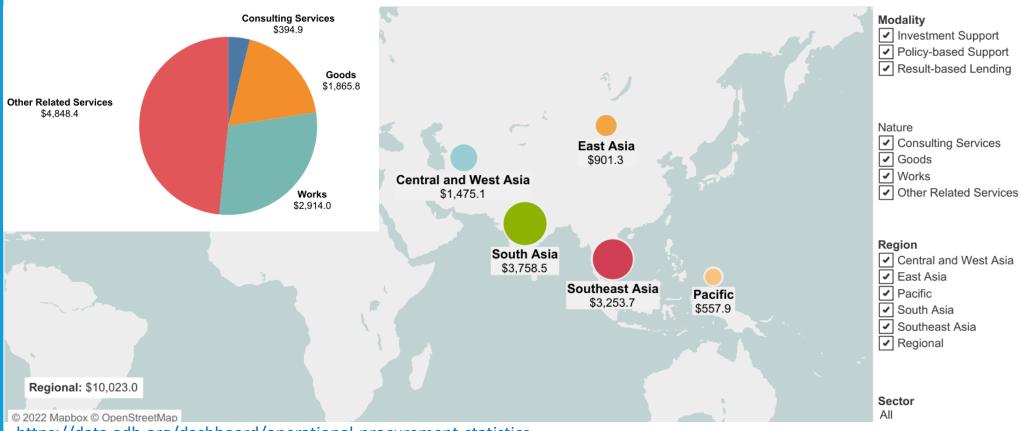
CPS=Country Partnership Strategy; ICPMR=Indicative Country Pipeline and Monitoring Report; TRTA=Transaction Technical Assistance





#### **ADB Procurement Dashboard**

#### 2022 Operational Procurement by region and nature, US\$10.023 billion

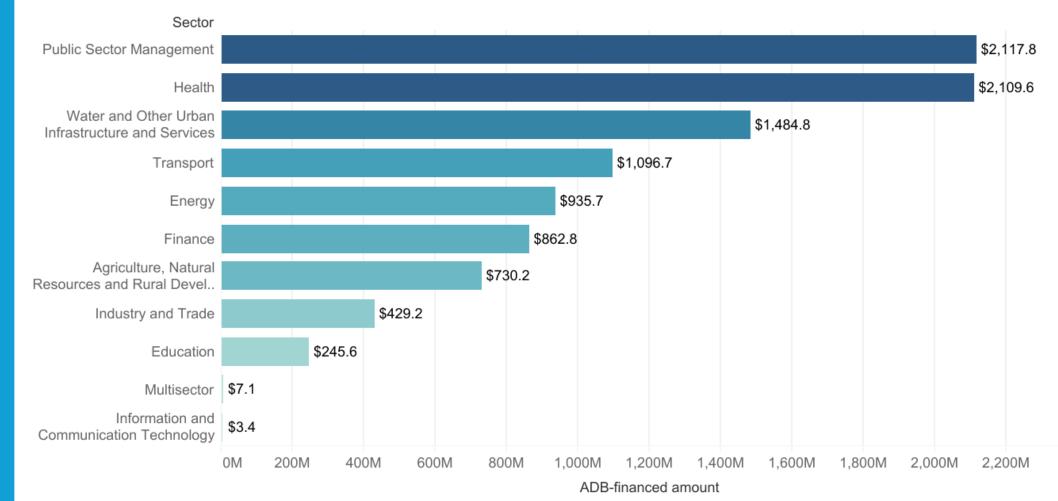




https://data.adb.org/dashboard/operational-procurement-statistics



## 2022 Operational Procurement by Sector, US\$10.023 billion



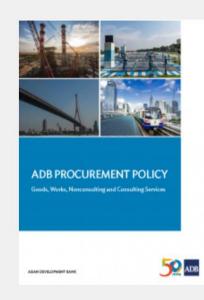




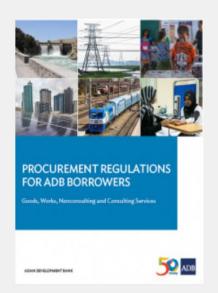
#### **ADB Procurement Framework**

For projects with concept papers approved on or after 1 July 2017

ADB's new procurement framework comprises a Procurement Policy and Procurement Regulations for ADB Borrowers. It modernizes project procurement processes through a principles-based approach, to meet the diverse needs of clients as ADB scales up its operations in line with Strategy 2030.



**ADB Procurement Policy** 



Procurement Regulations for ADB
Borrowers





## **ADB Role in Sovereign Procurement**

- ADB reviews the borrower's procurement procedures, documents, bid evaluations, award recommendations, and contracts to ensure that the procurement process is consistent with ADB's Procurement Policy and Procurement Regulations for Borrowers.
- Other than for some TA activities, ADB does not perform an evaluation function of bids or proposals submitted to borrowers to support ADB funded projects.

#### **ADB**

- Ensures procurement is carried out per agreed procedures
- Prior or post review of procurement transactions

#### **Executing Agency (EA)**

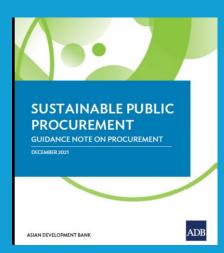
- Entity that signs ADB loan or grant for a project
- Typically, MoF who may also perform implementation function

#### Implementing Agency (IA)

- Sector or municipal agency responsible for project implementation
- Invite and evaluate bids, sign and manage contracts, monitor and evaluate performance







https://www.adb.org/doc uments/sustainablepublic-procurement



#### **Sustainable Procurement**

- ADB Procurement Policy encourages borrowers to apply sustainable procurement (SP), to achieve value for money and support quality outcomes.
- SP is integration of economic development, social development, environmental protection, and quality institutional governance.
- We design sustainability targets in our project concept and appraisal documents
- In procurement, we start to consider sustainability principles as part of Strategic Procurement Planning process.
- We add SP targets in the bidding documents specifications, evaluation criteria
- We evaluate SP targets when we receive bids
- We monitor achievement of SP targets during contract implementation





#### Consulting services

 Project preparation & implementation, detailed design, construction supervision (PMC), environmental & social safeguards, gender, knowledge products, policy/advisory,

#### Goods

Machinery, equipment, ICT (hardware), furniture

#### Works

- Roads, railways, bridges, irrigation canals, schools, etc.
- EPC Power plants, pump stations, water treatment plants, heating plants, airports, etc.

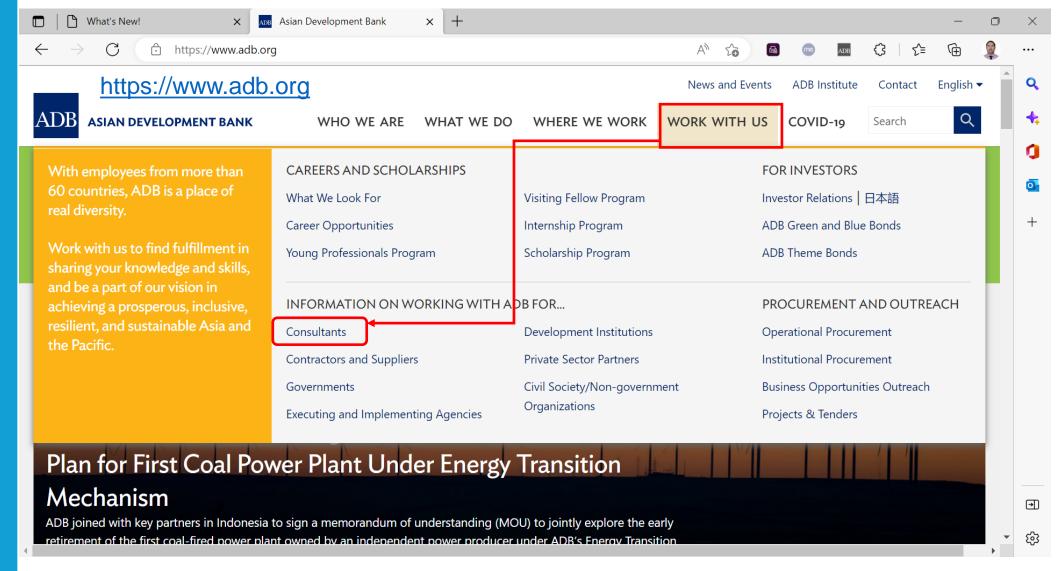
#### Nonconsulting services

Surveys, training, translation, ICT (software), event management





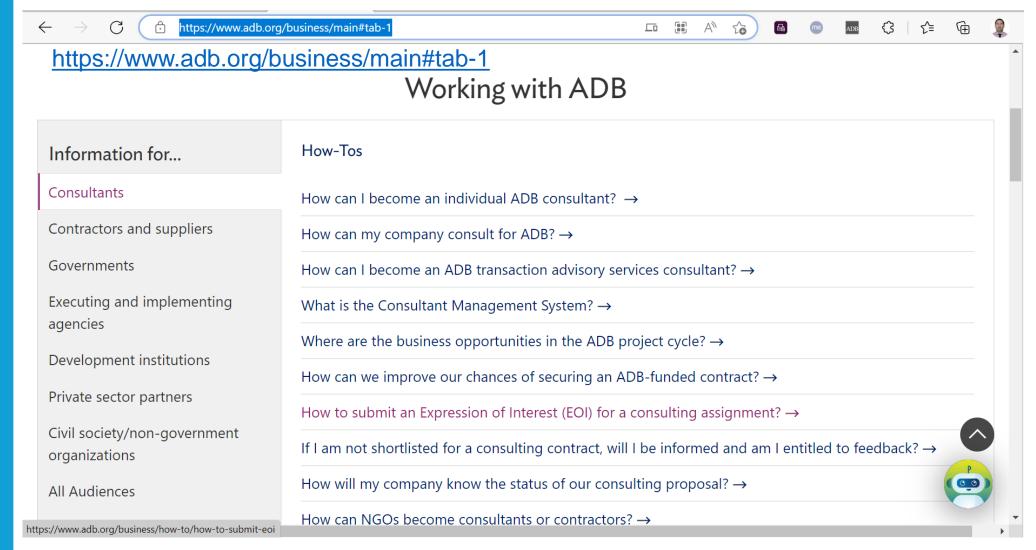
## **Consulting Services Opportunities**







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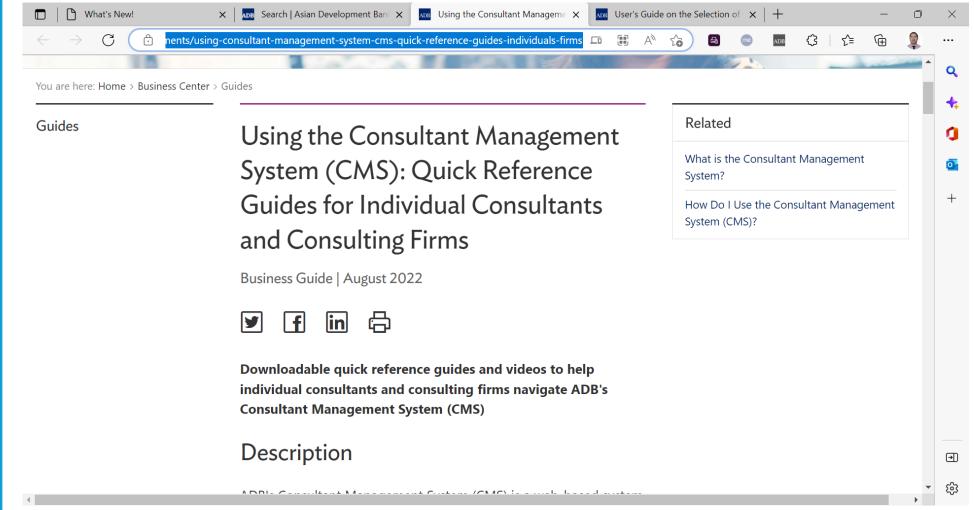






# **Quick Reference Guides for Individual Consultants and Consulting Firms**

https://www.adb.org/documents/using-consultant-management-system-cms-quick-reference-guides-individuals-firms







## **Consulting Services Recruitment Notices**

https://selfservice.adb.org/OA\_HTML/OA.jsp?OAFunc=XXCRS\_CSRN\_HOME\_PAGE

https://selfservice.adb.org/OA\_HTML/OA.jsp?OAFunc=XXCRS\_CSRN\_HOME\_PAGE

ADB Consultant Management System							
	Home Consult	ing Opportunities Shortlisted	Firms Awar	ded Contracts	TA Claims Par	tner Consu	Itant Tutor
Consulting Opportunities Consulting Services Recruitment Notices (CSRN)							
CSRN provides detailed information on the consulting appropriate checkboxes or by entering keywords to se		projects, including terms of re	ference. Filter	r on specific adve	ertisements of	interest by t	icking the
Refine by <u>Clear All</u> COVID-19 Related Assignment	Search by Expertise		Go				
Yes (15) No (140)	Project		Consultant Type	Engagement Period (Months)		1-25 V N  Deadline (Manila local time)	View CSRN
Consultant Type  Firm (36)	SC 119708 PHI: IT User Services Vendor Ecosystem Assessment	Vendor Management, User Service, Client Services, IT Helpdesk	Firm	1	16-Nov-2022	23-Nov-2023 04:00 PM	
☐ Individual (119)	LOAN-4174 UZB: National Road Development Project - SRRP/ICS/CPS Concrete Pavement Specialist (53312-001)	Concrete Pavement Specialist	Individual	24	09-Nov-2022	23-Dec-2022 11:59 PM	ı Ç
☐ Eligibility of Consultant Country  ☐ Open to Member Countries Only (155) ☐ Non-Member Countries Allowed (0)	LOAN 53189-002 IND: Himachal Pradesh Subtropical Horticulture, Irrigation, and Value Addition Project - CS-01A CONSTRUCTION SUPERVISION CONSULTANTS	Construction Supervision	Firm	30	15-Nov-2022	14-Dec-2022 11:59 PM	···
Engagement Period		Project Implementation Support Consultancy	Firm	288	12-Nov-2022	12-Dec-2022 11:59 PM	- B
Less than 3 months (9) 3 months to 1 year (89) More than 1 year (57)	LOAN-4136 PRC: Jiangxi Ganzhou Rural Vitalization and Comprehensive Environment Improvement	Management capacity strengthened in air pollution prevention and control	Firm	580	12-Nov-2022	11-Dec-2022 11:59 PM	<b>.</b>
+ Country	LOAN-3440 INO: Flood Management in Selected River Basins Sector Project - Procurement and Installation	Water Resources Specialist	Firm	6	12-Nov-2022	11-Dec-2022 11:59 PM	周





## CONSULTING SERVICES ADMINISTERED BY ADB BORROWERS

GUIDANCE NOTE ON PROCUREMENT

JUNE 2018

https://www.adb.org/documents/consulting-services



# Selection Methods to Recruit Consulting Firms



- Quality Based Selection
- Consultants Qualifications Selection
- Fixed Budget Selection
- Least Cost Selection
- Direct Contracting

**QBS** 

CQS

**FBS** 

**LCS** 

DC



#### USER'S GUIDE ON THE SELECTION OF CONSULTING SERVICES FOR BORROWERS STANDARD REQUEST FOR PROPOSALS

https://www.adb.org/documents/selection-consulting-services

ASIAN DEVELOPMENT BANK

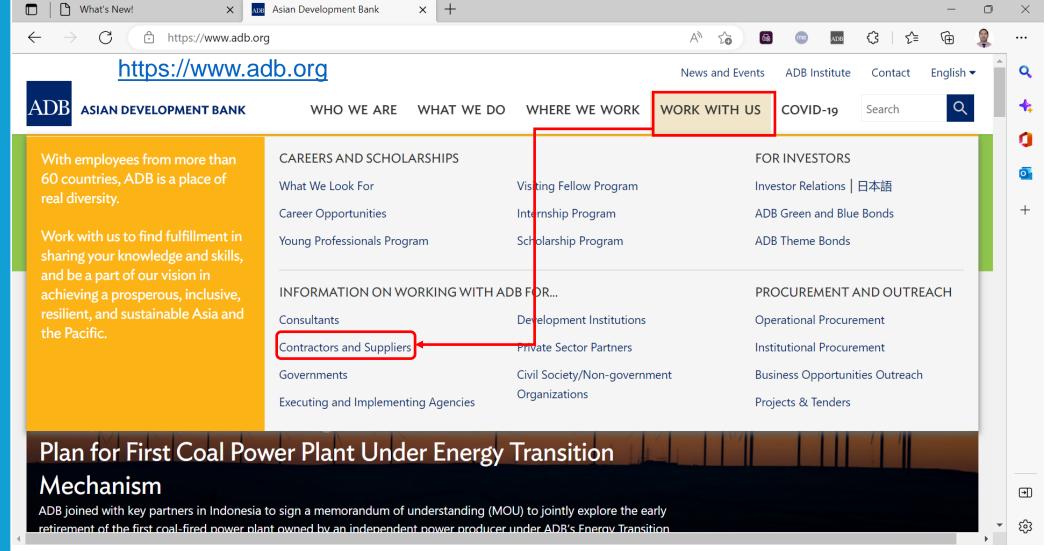


## Tips for consulting firms

- Understand the country, project, and client requirements
- Study the terms of reference and understand the scope of services and outputs to be provided
- Engage with other firms to strengthen your capacity and experience
- Express interest
- Once shortlisted, carefully read the RFP's instructions and forms
- Avoid conflict of interest, unfair competitive advantage, corrupt and fraudulent practices
- Look at eligibility requirements, the firm shall be from eligible country
- Visit the project site
- Seek clarifications in writing
- Prepare a responsive and strong technical proposal and competitive financial proposal
- Be fair and honest with the Client during contract negotiations and contract implementation



## **Supply of Goods and Works Opportunities**







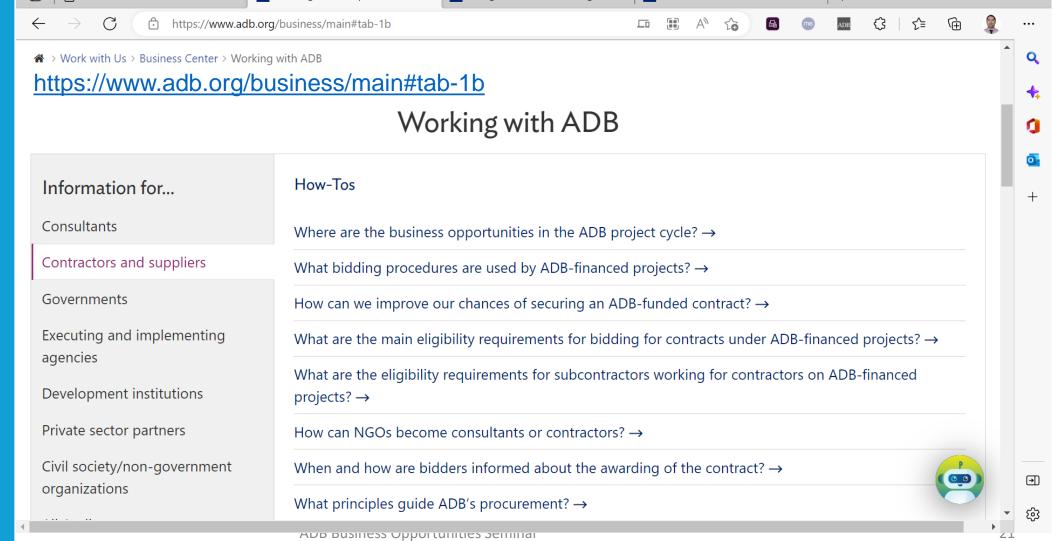
Mhat's New!

## **Supply of Goods and Works Opportunities**

ADB Using the Consultant Manageme X

ADB User's Guide on the Selection of X +

Working with ADB | Asian Devel○ 🗙







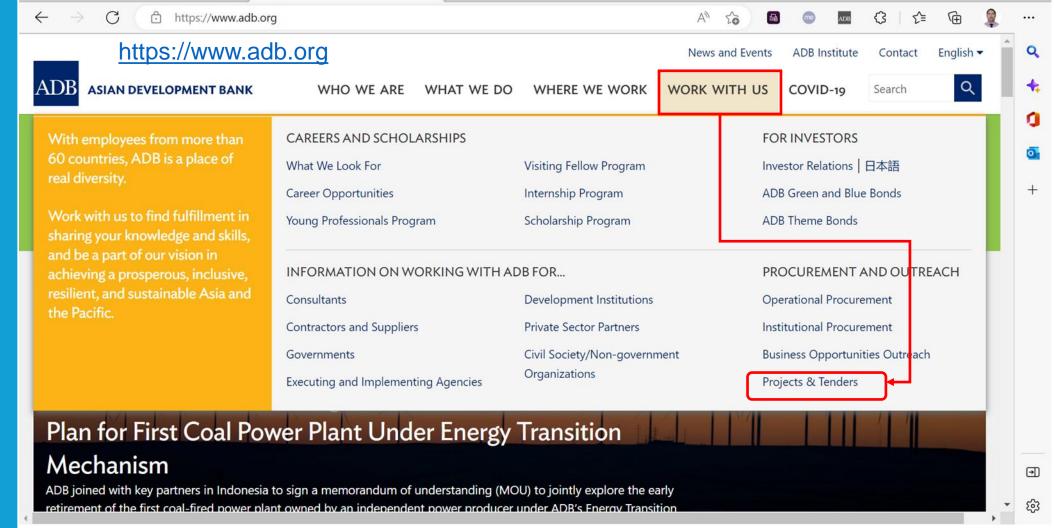
What's New!

### Tenders for Supply of Goods and Works

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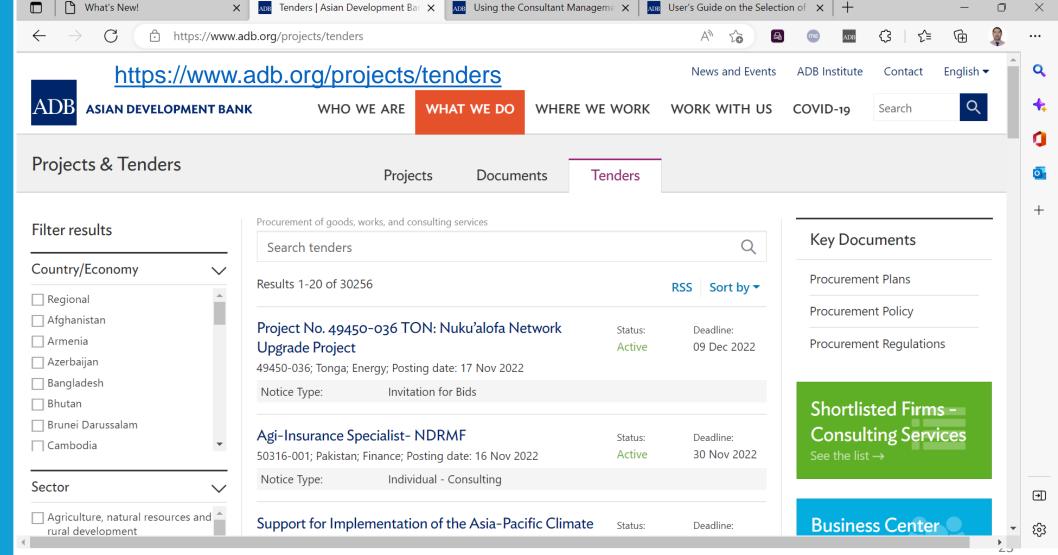
Asian Development Bank







## Tenders for Supply of Goods and Works









## Common Mistakes in preparing bids

- Submitting bid proposal late
- Inclusion of financial and technical bids in one envelope under 1S2E procedure
- Bid is not duly signed or with insufficient validity
- No Bid Security, or Insufficient Amount or Validity of Bid Security,
- Conflict of interest (e.g., two subsidiaries of one mother company are participating in the tender)
- Firm or JV partners not from an ADB member country
- Lack of supporting documents (JV Agreements, Articles of Incorporation, Audited Financial Statements, Past Performance Certificates)
- Incomplete / Partial / Conditional Bids
- Poor method statement, health and safety plan, site environmental management plan
- Unbalanced or Abnormally Low Bid Price
- Lack of price adjustment data (source and weighting for adjustable indexes)
- Misrepresentation of information related with financial capacity and experience

When in doubt, always seek clarification from the Client



## **Debriefing and Complaints**

#### Debriefing:

- Unsuccessful bidders may request debriefing from the procuring entity (the EA or ADB). If they are not satisfied with the explanation given, they may submit a complaint.

  Debriefings are an excellent learning opportunity for future bids!

#### Complaints:

- Bidders may file complaint directly with ADB and may copy ADB on correspondence with EAs.
- Complaints to ADB should be submitted through online form: https://www.adb.org/forms/complaints

#### How to report fraud:

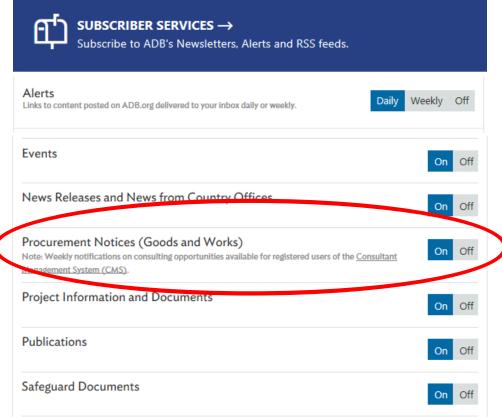
www.adb.org/site/integrity/how-to-report-fraud





### Register for alerts







ADB's CMS System: <a href="http://cms.adb.org">http://cms.adb.org</a>

#### Goods & Works Notices:

https://alerts.adb.org





For more information: www.adb.org

To join the community of ADB Consultants and Suppliers: 1) ADB Consultants Network:

https://www.linkedin.com/groups/3796524/

2) ADB Suppliers Network:

https://www.linkedin.com/groups/3796532/

**Also follow "ADB Business Center":** 

https://www.linkedin.com/showcase/adb-business-center/

**Contact: Talat Nasirov thasirov@adb.org** 



