

PUBLIC INVITATION

FOR IMPLEMENTATION OF PPP PROJECT

Reconstruction, expansion, maintenance and heat supply to the district heating system in Municipality Sokolac with installation of biomass cogeneration plant

I.1) PUBLIC PARTNER NAME, ADDRESS AND CONTACT

Name: Municipality of Sokolac		
Address: Glasinačka13		
City: Sokolac	Zip code: 71 350	Public partner registration number: 1035576
Phone: +387(0)57 448 712	Fax: +387(0)57 448 056	E-mail: opstinasokolac@gmail.com
Web page: http://www.opstinasokolac.net/		
Name of contact person: Mitar Pržulj, Head of the Department for Economy and Finance		
Phone:+387 (0) 66 271 572	Fax: +387(0)57 448 056	E-mail: mltar.przulj@opstinasokolac.net
Tender documentation can be obtained from above stated contact person from the date of announcement of this public invitation.		

I.2) TYPE OF PUBLIC PARTNER AND PREVAILING ACTIVITY

Local self-governance unit Other (specify): Public Authority

II.1) DESCRIPTION

II.1.1) Name of project:

Reconstruction, expansion, maintenance and heat supply to the district heating system in Municipality Sokolac with installation of biomass cogeneration plant.

II.1.2) Description of PPP'S subject:

Designing, reconstruction and construction, organization, putting into operation, maintenance, production of electricity and heat in the Plant and delivery of heat to the district heating system in Sokolac, pursuant to the PPP model through the method of designing constructing, financing, managing, maintaining and returning in terms of creation of the complete project documentation, obtainment of all necessary permits, reconstruction and construction of the Plant and district heating system, putting into operation and provision of agreed services for the term of the Agreement.

(a) Works (v) Services

Main location: Municipality of Sokolac, Republic of Srpska, Bosnia and Herzegovina

II.2) AGREEMENT PURPOSE OR QUANTITY

II.2.1) Total quantity or objective

Purpose of Agreement is financing and implementation of reconstruction, extension and maintenance of district heating network in order to achieve a sustainable district heating system based on a local biomass, based on the public private partnership principle, in relation to that, improvement of heating quality with increased energy efficiency and prevention of high level pollution. Subject of Agreement is installation, operation and maintenance of biomass cogeneration plant, expansion, reconstruction, operation and maintenance of district heating network. It

provides distribution of electricity into the electricity network per feed in tariff and heating services by a district heating system, its renewal, expansion and maintenance.

The financial analysis provides that capital investments are realized during the period of 5 years with approximately total amount of 15.2 mili BAM. Net present value: 4.3 mili BAM for the reference period of 15 years.

II.3) TERM OF AGREEMENT

Agreement Parties agree that Agreement shall have a term of 18 (eighteen) years in periods as defined in the Agreement on PPP (Implementation Period - maximum three years and Heat Supply Period - 15 years), where the period of Agreement's terms commences on the day of Agreement execution by both Agreement Parties. Agreement can be extended for 5 years, which is subject to fulfilling certain conditions as defined in the Agreement.

II.1) REQUIREMENTS REGARDING AGREEMENT

III.1.1) Bid guarantee

Bidders who are invited to submit their final offers shall have to submit bid guarantee in a form of a bank guarantee for the amount of BAM 30.000,00. Agreement performance guarantee

Public partner shall request the performance guarantee in the amount equal to the 5% of the estimated capital cost of the project.

III.2) PARTICIPATION REQUIREMENTS FOR PRIVATE PARTNER SELECTION

Every potential Private Partner needs to fulfill below stated conditions and to submit relevant proofs regarding:

- Personal situation of Private Partner
- Capability to perform professional activity
- Economical and financial capacities
- Technical and professional capacities

Additional information regarding conditions and documentation which need to be submitted is stated in tender documentation, which can be provided by contact person.

IV PROCEDURE METHOD

IV.1.1) Competitive dialogue

IV.1.2) Reduction of number of participants by phase of competitive dialogue: YES NO

IV.2) Criteria for selection of private partner (the highest scored offer)

- | | |
|---|-----|
| 1. Offered tariff (for delivered heat and the necessary capacities) | 60% |
| 2. Cogeneration plant energy efficiency for the defined biomass quality | 20% |
| 3. Invoice payment deadline | 10% |
| 4. Loss of heat in the primary part of the District Heating System | 5% |
| 5. Accounting period (7 or 12 months) | 5% |

V DEADLINE

V.1) Deadline for receipt of request for participation

10/04/2018/13.00 pm (local, CET)

VI ADDITIONAL INFORMATION

Tender documentation is prepared in two phases (phase I - Request for participation, phase II - Invitation for submitting of offers).

Potential bidders need to complete Request for participation in accordance with tender documentation in order to participate in procedure based on this public invitation. Upon request submitted to contact person and after payment of amount 1.000.00 BAM, to account NLB Razvojna Banka, 562-001-00000015-13, JRT Opština Sokolac. public partner shall deliver to all potential bidders tender documentation or tender documentation will be taken in the registered seat of public partner depending which option is more convenient for potential bidder. These options are agreed with contact person of public partner. Tender documentation is available from the date of announcement of this public invitation until deadline for receipt of the Request for participation i.e., 10.04.2018. until 13.00 pm.

Request for participation should be sealed in a non transparent envelope with name and address of the private partner and with the following indication: „Request for participation in procedure of competitive dialogue for procurement of heating services for a district heating system in Municipality Sokolac with its renewal, expansion and maintenance with installation of biomass cogeneration plant - do not open“.

Local self-governance unit

Request for participation should include all documents stated in tender documentation, in the manner and in form provided in the tender documentation. All pages of the bid must be tightly bound, numbered, signed and sorted in accordance with the tender documentation.