THE UNITED REPUBLIC OF TANZANIA



MINISTRY OF WORKS AND TRANSPORT



TANZANIA NATIONAL ROADS AGENCY

Contract Award Notice

(a) Name and address of the Employer:

Tanzania National Roads Agency (TANROADS), 3rd Floor,

10 Shaaban Robert Road/Garden Avenue Junction,

P. O. Box 11364, Dar es Salaam,

Tanzania

Phone: +255-22-29266001/6 Fax: +255-22-2926011

Email: <u>tanroadshq@tanroads.go.tz</u>

(b) Name and reference number of the contract being awarded, and the selection method used:

The name of the contract is:

Rehabilitation of Lusahunga – Rusumo Road Section (92 km)

Tender No.:

AE/001/2020-21/HQ/W/07

Selection method used:

International Competitive Bidding using Request for Bids (RfB) as specified in the World Bank's "Procurement Regulations for IPF Borrowers (Procurement in Investment Project Financing) Goods, Works, Non-Consulting and Consulting Services; July 2016, Revised November 2017 and August, 2018".

(c) Names of all responsive and qualified Bidders who submitted Bids, and their Bid prices as read out at Bid opening, and as evaluated:

Name of Bidder	Bid price (TZS)	Evaluated Bid price (TZS)
M/s AVM – Dillingham Construction International Incorporated	118,277,551,184.83	85,363,317,800.00
M/s Zhejiang Communications Construction Group Co. Ltd	173,103,672,351.41	125,436,223,584.30
M/s China Civil Engineering Construction Corporation	181,199,467,721.08	131,509,739,769.89

(d) Names of all Bidders whose Bids were rejected either as nonresponsive or as not meeting qualification criteria, or were not evaluated, with the reasons thereof:

Name of Bidder	Reasons for rejection
M/s COVEC - CRSG Consortium [Note: COVEC = M/s China Overseas Engineering Group Co. Ltd and .CRSG = M/s China Railway Seventh Group Co. Ltd]	Bidder was non-responsive, as Five (5) of the Fifteen (15) ES-Management Strategies and Implementation Plans (ES-MSIPs) submitted by the Bidder were inadequate. The plans are: Occupational Health and Safety Plan; Labour Management Plan; Community Communication and Engagement Plan; Child Abuse Protection Plan and Gender Based Violence and Protection Plan. The ES-MSIPs formed an essential component of the Technical Proposal.
M/s China Roads & Bridge Corporation	Bidder was non-responsive, as Five (5) of the Fifteen (15) ES-Management Strategies and Implementation Plans (ES-MSIPs) submitted by the Bidder were inadequate. The plans are: Waste Management Plan; Strategy for Obtaining Necessary Consents/Permits; Labour Management Plan; Community Communication and Engagement Plan and Gender Based Violence and Protection Plan. The ES-MSIPs formed an essential component of the Technical Proposal.
M/s China Henan International Cooperation Group Co. Ltd	Bidder did not meet qualification criteria, having failed to demonstrate the stipulated experience in 1 of the 5 Key activities. The activity is: Construction of Asphalt concrete surfacing SP12.5 with PG70-10 binders .
M/s China Geo-Engineering Corporation	Bidder did not meet qualification criteria, having failed to demonstrate the stipulated experience in 2 of the 5 Key activities. The activities are:
	Construction of Asphalt concrete surfacing SP12.5 with PG70-10 binders and
	Bituminous Base Course: Hot Mix SP37.5 with PG 70-10 binders.
M/s China Wu Yi Co. Ltd.	While carrying out the evaluation of the bids, the Bidder did not respond to an earlier TANROADS request, made vide letter with Ref. No. AC.74/251/02 dated 2 nd July 2021, to extend the original bid validity period from 7 th July 2021 to 4 th November 2021, despite several reminders. The Bidder was thus omitted from further evaluation.

(e) Reasons as to why the 1st lowest and 2nd lowest evaluated bidders were not successful:

Name of Bidder	Reasons for not being successful
M/s AVM – Dillingham Construction International Incorporated (1st lowest evaluated bidder)	(i) The bid was evaluated as Abnormally Low Bid, mainly on account of the issue of materials, which the bidder indicated were available for the project, and was among the reasons for the bidder to bid low. The materials comprised of stones & aggregates, valued at USD 4,609,000, and cement, bitumen & road paints, valued at TShs. 1,161,200,000. However, from information submitted by the bidder, the materials, which are of significant value, were not located in the vicinity of the project.

	(ii) In response to TANROADS request to extend: (a) the bid validity period from 31st October, 2022 to 21st February, 2023, and (b) the validity period of the corresponding Bid Security for 28 days beyond the revised bid validity date, the bidder accepted to extend the bid validity period, but did not submit an extension of the bid security, which expired on 30th November, 2022.
M/s Zhejiang Communications Construction Group Co. Ltd (2 nd lowest evaluated bidder)	In response to earlier TANROADS request to extend the bid validity period from 22 nd August, 2022 up to 31 st October, 2022, and the corresponding Bid Security, the bidder did not accept to extend the bid validity period.

(f) The name of the successful Bidder, the final total contract price, the contract duration and a summary of its scope:

Successful Bidder: M/s China Civil Engineering Construction Corporation

<u>Total contract price</u>: TZS 181,205,452,765.46 which is inclusive of 18% VAT estimated to be TZS 27,641,509,743.88. Payment composition is TZS 20% and USD 80% (*Exchange rate for payment is:* 1 USD = TZS 2,309.94).

<u>Contract duration</u>: Twenty-four (24) months, which is inclusive of three (3) months mobilization period.

Summary of its scope:

The Works to be executed under the Contract covering the Project road length of 92 Km, with 7.0m carriageway and 2.0/1.5m shoulders on either sides, consist of but are not limited to the following:

- 1. Clearing and grubbing 75 Ha;
- 2. Common excavation including removal of topsoil 445,000 m³;
- 3. Rock excavation 35,000 m³;
- 4. Fill and improvement of subgrade layers 1,072,540 m³;
- 5. Removal of existing structures including cross culverts;
- 6. Provision of pipe culverts, with appropriate inlet and outlet features and scour protection works 3.896 m;
- 7. Construction of box culverts,
- 8. 50mm thick asphalt concrete surfacing (SP 12.5 with PG 70-10 binders) 54,350 m³;
- 200 mm thick bituminous base course (SP 37.5 with PG 70-10 binders) 209,000 m³;
- Stabilised sub-base comprising of 125 mm thick CM1 +125 mm thick CM2 layers 390,000 m³;
- 11. Provision of bus lay-bays;
- Provision of road markings and reflectorised road studs, road signs, guard rails, marker posts;
- 13. Construction of offices, laboratory and housing accommodation for the Engineer and his staff.
- (g) Successful Bidder's Beneficial Ownership Disclosure Form can be accessed in the following link:

 https://www.tanroads.go.tz/common/uploads/disclosure/zc84928b5c40c381c278e08bed448ef0.p

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THE CHIEF EXECUTIVE TANZANIA NATIONAL ROADS AGENCY