

Request for Proposal (RFP)

Ref. no. RFP10/00270

Date: 29 October 2010

Dear Sir/Madam,

Subject: RFP for the provision of business support and development services in Moldova and its Transnistrian region.

1. You are requested to submit a proposal for services for the “Provision of business support and development services in Moldova and its Transnistrian region within the Support to Confidence Building Measures (SCBM) project,” as per enclosed Terms of Reference (TOR).
2. To enable you to submit a proposal, attached are:
 - i. Instructions to Offerors (Annex I)
 - ii. General Conditions of Contract (Annex II)
 - iii. Terms of Reference (TOR) (Annex III)
 - iv. Proposal Submission Form (Annex IV)
 - v. Price Schedule/Financial Proposal (Annex V)
3. Your offer comprising of technical proposal and price schedule/financial proposal, in separate sealed envelopes, marked with “**RFP: Business support and development services in Moldova and its Transnistrian region, LOT 1/2/3**”, clearly specifying the LOT number, should reach the UNDP office no later than **22 November 2010, 16:00, local time**.

Offers can be submitted either in hard copy or electronically.

a) Documents/offers in hard copy need to be addressed to:

**UNDP Moldova,
131, 31 August 1989 Street, MD-2012 Chisinau, Republic of Moldova
Attention: Registry Office/Procurement**

b) Offers sent electronically need to be addressed to the following e-mail address:


tenders-Moldova@undp.org

Offers shall be clearly marked with “**RFP: Business support and development services in Moldova and its Transnistrian region, LOT 1/2/3**” (LOT number should be clearly specified)

Contact person for clarifications: Victor Munteanu, Project Manager (victor.munteanu@undp.org)

4. If you request additional information, we would endeavor to provide information expeditiously, but any delay in providing such information will not be considered a reason for extending the submission date of your proposal.
5. You are requested to acknowledge receipt of this letter and to indicate whether or not you intend to submit a proposal.

Yours sincerely,


Matilda Dimovska,
Deputy Resident Representative



Instructions to Offerors

A. Introduction

1. General

The purpose of this Request for Proposal (RFP) is to solicit proposals from the qualified companies for the provision of business support and development services in Moldova and its Transnistrian region within the Support to Confidence Building Measures (SCBM) project in line with the Terms of Reference attached in Annex III.

2. Cost of proposal

The Offeror shall bear all costs associated with the preparation and submission of the Proposal, the UNDP will in no case be responsible or liable for those costs, regardless of the conduct or outcome of the solicitation.

B. Solicitation Documents

3. Contents of solicitation documents

Proposals must offer services for each of the three lots under the Terms of Reference separately. The Offeror is expected to examine all corresponding instructions, forms, terms and specifications contained in the Solicitation Documents for each of these lots. Offerors can apply for one or more of the three lots. Failure to comply with these documents will be at the Offeror's risk and may affect the evaluation of the Proposal.

4. Clarification of solicitation documents

A prospective Offeror requiring any clarification of the Solicitation Documents may notify the procuring UNDP entity in writing at the organisation's mailing address or fax number indicated in the RFP. The procuring UNDP entity will respond in writing to any request for clarification of the Solicitation Documents that it receives earlier than two weeks prior to the deadline for the submission of Proposals. Written copies of the organisation's response (including an explanation of the query but without identifying the source of inquiry) will be sent to all prospective Offerors that has received the Solicitation Documents.

5. Amendments of solicitation documents

At any time prior to the deadline for submission of Proposals, the procuring UNDP entity may, for any reason, whether at its own initiative or in response to a clarification requested by a prospective Offeror, modify the Solicitation Documents by amendment.

All prospective Offerors that have received the Solicitation Documents will be notified in writing of all amendments to the Solicitation Documents.

In order to afford prospective Offerors reasonable time in which to take the amendments into account in preparing their offers, the procuring UNDP entity may, at its discretion, extend the deadline for the submission of Proposals.

C. Preparation of Proposals

6. Language of the proposal

The Proposals prepared by the Offeror and all correspondence and documents relating to the Proposal exchanged by the Offeror and the procuring UNDP entity shall be written in the English language. Any printed literature furnished by the Offeror may be written in another language so long as accompanied by an

English translation of its pertinent passages in which case, for purposes of interpretation of the Proposal, the English translation shall govern.

7. Documents comprising the proposal

The Proposal shall comprise the following components:

- (a) Proposal submission form (Annex IV);
- (b) Operational and technical part of the Proposal, including documentation to demonstrate that the Offeror meets all requirements;
- (c) Price schedule/financial proposal, completed in accordance with clauses 9 and 10 (Annex V).

8. Operational and technical documentation

The operational and technical part of the Proposal shall contain the following documents:

- Company profile;
- Copy of registration certificate;
- Record of experience, particularly in the provision of business support and development services in Moldova and its Transnistrian region, organization of study visits and conferences/roundtables involving business sector representatives from Moldova and TN region as well as decision-makers from both sides, the development of business-related web portals, and general knowledge of the Transnistrian region;
- CVs of proposed staff;
- For each of the three lots, **clear concepts, outlines, summaries and goals for each of the six study tours, six conferences/seminars and the business web-portal, as described in ToRs. The concept should comprise** a draft outline, summary, goals and purposes of each event, proposed timeline of activities, key elements, impact, outcomes and outputs, as well as other pertinent information;
- Other relevant documents.

9. Proposal form

The Offeror shall structure the operational and technical part of its Proposal as follows:

(a) Management plan

This section should provide corporate orientation to include the year and state/country of incorporation and a brief description of the Offeror's present activities. It should focus on services related to the Proposal.

This section should also describe the organisational unit(s) that will become responsible for the contract, and the general management approach towards a project of this kind. The Offeror should comment on its experience in similar projects and identify the person(s) representing the Offeror in any future dealing with the procuring UNDP entity.

(b) Resource plan

This should fully explain the Offeror's resources in terms of personnel and facilities necessary for the performance of this requirement. It should describe the Offeror's current capabilities/facilities and any plans for their expansion.

(c) Proposed methodology

This section should demonstrate the Offeror's responsiveness to the specification by identifying the specific components proposed, addressing the requirements, as specified, point by point; providing a detailed description of the essential performance characteristics proposed warranty; and demonstrating how the proposed methodology meets or exceeds the specifications.

The operational and technical part of the Proposal should not contain any pricing information whatsoever on the services offered. Pricing information shall be separated and only contained in the appropriate Price Schedules.

It is mandatory that the Offeror's Proposal numbering system corresponds with the numbering system used in the body of this RFP. All references to descriptive material and brochures should be included in the appropriate response paragraph, though material/documents themselves may be provided as annexes to the Proposal/response.

Information which the Offeror considers proprietary, if any, should be clearly marked "proprietary" next to the relevant part of the text and it will then be treated as such accordingly.

10. Proposal prices

The Offeror shall indicate on an appropriate Price Schedule/Financial Proposal, an example of which is contained in these Solicitation Documents, the prices of services it proposes to supply under the contract.

11. Proposal currencies

All prices shall be quoted in **Moldovan Lei and shall be exclusive of VAT.**

12. Period of validity of proposals

Proposals shall remain valid for sixty (60) days after the date of Proposal submission prescribed by the procuring UNDP entity, pursuant to the deadline clause. A Proposal valid for a shorter period may be rejected by the procuring UNDP entity on the grounds that it is non-responsive.

In exceptional circumstances, the procuring UNDP entity may solicit the Offeror's consent to an extension of the period of validity. The request and the responses thereto shall be made in writing. An Offeror granting the request will not be required nor permitted to modify its Proposal.

13. Format and signing of proposals

The Offeror shall prepare two copies of the Proposal, clearly marking each "Original Proposal" and "Copy of Proposal" as appropriate. In the event of any discrepancy between them, the original shall govern. The two copies of the Proposal shall be typed or written in indelible ink and shall be signed by the Offeror or a person or persons duly authorised to bind the Offeror to the contract. The latter authorisation shall be indicated by written power-of-attorney accompanying the Proposal.

A Proposal shall contain no interlineations, erasures, or overwriting except, as necessary to correct errors made by the Offeror, in which case such corrections shall be initialled by the person or persons signing the Proposal.

14. Payment

UNDP shall effect payments to the Contractor after acceptance by UNDP of the invoices submitted by the contractor, upon achievement of the corresponding milestones.

D. Submission of Proposals

15. Sealing and marking of proposals

The Offeror shall seal the Proposal in one outer and two inner envelopes, as detailed below.

(a) The outer envelope shall be:

- addressed to –

UNDP Moldova
131, 31 August 1989 Street, MD-2012 Chisinau, Republic of Moldova
Attention: UNDP Registry Office/Procurement

and,

- marked with –

“RFP: Business support and development services in Moldova and its Transnistrian region, LOT 1/2/3” (LOT number should be clearly specified)

- (b) Both inner envelopes shall indicate the name and address of the Offeror. The first inner envelope shall contain the information specified in Clause 8 (*Operational and technical documentation*) and in Clause 9 (*Proposal form*) above, with the copies duly marked “Original” and “Copy”. The second inner envelope shall include the price schedule/financial proposal duly identified as such.

Note, if the inner envelopes are not sealed and marked as per the instructions in this clause, the procuring UNDP entity will not assume responsibility for the Proposal’s misplacement or premature opening.

- (c) In case of electronic submission, the Offeror shall send two messages by e-mail to the following address: tenders-Moldova@undp.org

The first e-mail message shall contain the information specified in Clause 8 (*Operational and technical documentation*) and Clause 9 (*Proposal form*) above and shall have the following subject: **“Technical Proposal for RFP: Business support and development services in Moldova and its Transnistrian region, LOT 1/2/3”**. The second e-mail message shall include the price schedule/financial proposal and shall have the following subject: **“Financial Proposal for RFP: Business support and development services in Moldova and its Transnistrian region, LOT 1/2/3”**

Important Note for Offerors submitting proposals in electronic format/via e-mail:

Having prepared the Proposal in paper format as specified in Clause “D. Submission of Proposals”, hereof, the entire Proposal should be scanned or otherwise converted into one or more electronic .pdf (Adobe Acrobat) format files and attached to one or more E-mails. The Subject line of E-mail(s) should state: **“Technical Proposal for RFP: Business support and development services in Moldova and its Transnistrian region, LOT 1/2/3”** and separate e-mail **“Financial Proposal for RFP: Business support and development services in Moldova and its Transnistrian region, LOT 1/2/3”** - DO NOT OPEN IN ADVANCE. The opening of the financial proposal must be secured with the password protected ZIP archive by the Offeror, which will be given to the procuring UNDP entity upon its request after the completion of the technical proposal evaluation.

To assist procuring UNDP entity in the assurance of transparency, it is recommended that, prior to sending the Email(s), Offerors should open “Options”, then “Voting and Tracking Options” and select “Request a delivery receipt for this message” AND “Request a read receipt for this message”. This option path is for Microsoft Office Outlook software. Other software should offer similar options, although the path and wording might be somewhat different.

16. Deadline for submission of proposals

Proposals must be received by the procuring UNDP entity at the address or e-mail address specified under clause *Sealing and marking of Proposals* no later than **22 November 2010, 16:00, local time**.

The procuring UNDP entity may, at its own discretion extend this deadline for the submission of Proposals by amending the solicitation documents in accordance with clause *Amendments of Solicitation Documents*, in which case all rights and obligations of the procuring UNDP entity and Offerors previously subject to the deadline will thereafter be subject to the deadline as extended.

17. Late Proposals

Any Proposal received by the procuring UNDP entity after the deadline for submission of proposals, pursuant to clause *Deadline for the submission of proposals*, will be rejected.

18. Modification and withdrawal of Proposals

The Offeror may withdraw its Proposal after the Proposal's submission, provided that written notice of the withdrawal is received by the procuring UNDP entity prior to the deadline prescribed for submission of Proposals.

The Offeror's withdrawal notice shall be prepared, sealed, marked, and dispatched in accordance with the provisions of clause *Deadline for Submission of Proposals*. The withdrawal notice may also be sent by telex or fax but followed by a signed confirmation copy.

No Proposal may be modified subsequent to the deadline for submission of proposals.

No Proposal may be withdrawn in the Interval between the deadline for submission of proposals and the expiration of the period of proposal validity specified by the Offeror on the Proposal Submission Form.

E. Opening and Evaluation of Proposals

19. Opening of proposals

The procuring entity will open the Proposals in the presence of a Committee formed by the Head of the procuring UNDP entity.

20. Clarification of proposals

To assist in the examination, evaluation and comparison of Proposals, the Purchaser may at its discretion, ask the Offeror for clarification of its Proposal. The request for clarification and the response shall be in writing and no change in price or substance of the Proposal shall be sought, offered or permitted.

21. Preliminary examination

The Purchaser will examine the Proposals to determine whether they are complete, whether any computational errors have been made, whether the documents have been properly signed, and whether the Proposals are generally in order.

Arithmetical errors will be rectified on the following basis: If there is a discrepancy between the unit price and the total price that is obtained by multiplying the unit price and quantity, the unit price shall prevail and the total price shall be corrected. If the Offeror does not accept the correction of errors, its Proposal will be rejected. If there is a discrepancy between words and figures the amount in words will prevail.

Prior to the detailed evaluation, the Purchaser will determine the substantial responsiveness of each Proposal to the Request for Proposals (RFP). For purposes of these Clauses, a substantially responsive Proposal is one which conforms to all the terms and conditions of the RFP without material deviations. The Purchaser's determination of a Proposal's responsiveness is based on the contents of the Proposal itself without recourse to extrinsic evidence.

A Proposal determined as not substantially responsive will be rejected by the Purchaser and may not subsequently be made responsive by the Offeror by correction of the non-conformity.

22. Evaluation and comparison of proposals

A two-stage procedure will be utilised in evaluating the proposals, with evaluation of the technical proposal being completed prior to any price proposal being opened and compared. The price schedule/financial

proposal of the Proposals will be opened only for submissions that passed the minimum technical score of 70% of the obtainable score of 700 points in the evaluation of the technical proposals.

In the first stage the technical proposal is evaluated on the basis of its responsiveness to the Term of Reference (TOR) and the Instructions to Offerors.

In the Second Stage, the price proposal of all contractors, who have attained minimum 70% score in the technical evaluation, will be compared. The **cumulative analysis scheme** will be applied with a total score being obtained upon the combination of weighted technical and financial attributes. An Offeror's response to the solicitation document is evaluated and points are attributed based on how well they meet the defined desirable criteria. Cost under this method of analysis is rendered as an award criterion, which will be 30% out of a total score of 1000 of all the desirable factors of the RFP. The contract will be awarded to the offeror obtaining the highest cumulative score. The following formula will be applied in calculating the cumulative score:

$$B = T + \frac{C_{low}}{C} \times 300,$$

where

T – is the total technical score awarded to the evaluated proposal;

C – is the price of the evaluated proposal; and

C_{low} – is the lowest of all evaluated proposal prices among responsive proposals.

Technical Evaluation Criteria

Summary of Technical Proposal Evaluation Forms		Score Weight	Points Obtainable	Company / Other Entity				
				A	B	C	D	E
1.	Expertise of Firm / Organisation submitting Proposal	30%	210					
2.	Proposed Work Plan and Approach	40%	280					
3.	Personnel	30%	210					
Total			700					

Evaluation forms for technical proposals follow on the next two pages. The obtainable number of points specified for each evaluation criterion indicates the relative significance or weight of the item in the overall evaluation process. The Technical Proposal Evaluation Forms are:

Form 1: Expertise of Firm / Organisation Submitting Proposal

Form 2: Proposed Work Plan and Approach

Form 3: Personnel

Technical Proposal Evaluation Form 1		Points obtainable	Company / Other Entity				
			A	B	C	D	E
Expertise of firm / organisation submitting proposal							
1.1	Reputation of Organisation and Staff (Competence / Reliability)	40					
1.2	General Organisational Capability which is likely to affect implementation (i.e. loose consortium, holding company or one firm, size of the firm / organisation, strength of project management support e.g. project financing capacity and project management controls)	40					
1.3	Extent to which any work would be subcontracted (subcontracting carries additional risks which may affect project implementation, but properly done it offers a chance to access specialised skills.	10					

1.4	Quality assurance procedures, warranty	20					
1.5	Relevance of: - Specialised Knowledge - Experience on Similar Programme / Projects - Experience on Projects in the Region - Work for UNDP/ major multilateral/ or bilateral programmes	100					
Total Form 1		210					

Technical Proposal Evaluation Form 2		Points Obtainable	Company / Other Entity				
			A	B	C	D	E
Proposed Work Plan and Approach							
2.1	To what degree does the Offeror understand the task?	30					
2.2	Have the important aspects of the task been addressed in sufficient detail?	30					
2.3	Are the different components of the project adequately weighted relative to one another?	20					
2.4	Is the proposal based on a survey of the project environment and was this data input properly used in the preparation of the proposal?	50					
2.5	Is the conceptual framework adopted appropriate for the task?	50					
2.6	Is the scope of task well defined and does it correspond to the TOR?	50					
2.7	Is the presentation clear and is the sequence of activities and the planning logical, realistic and promise efficient implementation to the project?	50					
Total Form 2		280					

Technical Proposal Evaluation Form 3		Points Obtainable	Company / Other Entity				
			A	B	C	D	E
Personnel							
3.1	Task Manager	100					
	- Education and General Qualification	40					
	- Experience in the relevant area	40					
	- Experience with UN or other donor agencies	20					
3.2	Experts	110					
	- General Qualification	30					
	- Experience in the relevant area	50					
	- Knowledge of the economic issues in the TN region	20					
	- Experience with UN or other donor agencies	10					
Total Form 3		210					

F. Award of Contract

23. Award criteria, award of contract

The procuring UNDP entity reserves the right to accept or reject any Proposal, and to annul the solicitation process and reject all Proposals at any time prior to award of contract, without thereby incurring any liability to the affected Offeror or any obligation to inform the affected Offeror or Offerors of the grounds for the Purchaser's action.

Prior to expiration of the period of proposal validity, the procuring UNDP entity will award the contract to the qualified Offeror whose Proposal after being evaluated is considered to be the most responsive to the needs of the organisation and activity concerned.

24. Purchaser's right to vary requirements at time of award

The Purchaser reserves the right at the time of award of contract to vary the quantity of services and goods specified in the RFP without any change in price or other terms and conditions.

25. Signing of the contract

Within 30 days of receipt of the contract the successful Offeror shall sign and date the contract and return it to the Purchaser.

Failure of the successful Offeror to comply with the requirement of Clause 25 shall constitute sufficient grounds for the annulment of the award and forfeiture of the Proposal security if any, in which event the Purchaser may make the award to the next lowest evaluated Offeror or call for new Proposals.

General Conditions of Contract**1. LEGAL STATUS**

The Contractor shall be considered as having the legal status of an independent contractor vis-à-vis UNDP. The Contractor's personnel and sub-contractors shall not be considered in any respect as being the employees or agents of UNDP or the United Nations.

2. SOURCE OF INSTRUCTIONS

The Contractor shall neither seek nor accept instructions from any authority external to UNDP in connection with the performance of its services under this Contract. The Contractor shall refrain from any action which may adversely affect UNDP or the United Nations and shall fulfil its commitments with the fullest regard to the interests of UNDP.

3. CONTRACTOR'S RESPONSIBILITY FOR EMPLOYEES

The Contractor shall be responsible for the professional and technical competence of its employees and will select, for work under this Contract, reliable individuals who will perform effectively in the implementation of this Contract, respect the local customs, and conform to a high standard of moral and ethical conduct.

4. ASSIGNMENT

The Contractor shall not assign, transfer, pledge or make other disposition of this Contract or any part thereof, or any of the Contractor's rights, claims or obligations under this Contract except with the prior written consent of UNDP.

5. SUB-CONTRACTING

In the event the Contractor requires the services of sub-contractors, the Contractor shall obtain the prior written approval and clearance of UNDP for all sub-contractors. The approval of UNDP of a sub-contractor shall not relieve the Contractor of any of its obligations under this Contract. The terms of any sub-contract shall be subject to and conform with the provisions of this Contract.

6. OFFICIALS NOT TO BENEFIT

The Contractor warrants that no official of UNDP or the United Nations has received or will be offered by the Contractor any direct or indirect benefit arising from this Contract or the award thereof. The Contractor agrees that breach of this provision is a breach of an essential term of this Contract.

7. INDEMNIFICATION

The Contractor shall indemnify, hold and save harmless, and defend, at its own expense, UNDP, its officials, agents, servants and employees from and against all suits, claims, demands, and liability of any nature or kind, including their costs and expenses, arising out of acts or omissions of the Contractor, or the Contractor's employees, officers, agents or sub-contractors, in the performance of this Contract. This provision shall extend, inter alia, to claims and liability in the nature of workmen's compensation, products liability and liability arising out of the use of patented inventions or devices, copyrighted material or other intellectual property by the Contractor, its employees, officers, agents, servants or sub-contractors. The obligations under this Article do not lapse upon termination of this Contract.

8. INSURANCE AND LIABILITIES TO THIRD PARTIES

- 8.1 The Contractor shall provide and thereafter maintain insurance against all risks in respect of its property and any equipment used for the execution of this Contract.
- 8.2 The Contractor shall provide and thereafter maintain all appropriate workmen's compensation insurance, or its equivalent, with respect to its employees to cover claims for personal injury or death in connection with this Contract.
- 8.3 The Contractor shall also provide and thereafter maintain liability insurance in an adequate amount to cover third party claims for death or bodily injury, or loss of or damage to property, arising from or in connection with the provision of services under this Contract or the operation of any vehicles, boats, airplanes or other equipment owned or leased by the Contractor or its agents, servants, employees or sub-contractors performing work or services in connection with this Contract.
- 8.4 Except for the workmen's compensation insurance, the insurance policies under this Article shall:
 - (i) Name UNDP as additional insured;
 - (ii) Include a waiver of subrogation of the Contractor's rights to the insurance carrier against UNDP;

(iii) Provide that UNDP shall receive thirty (30) days written notice from the insurers prior to any cancellation or change of coverage.

8.5 The Contractor shall, upon request, provide UNDP with satisfactory evidence of the insurance required under this Article.

9. ENCUMBRANCES/LIENS

The Contractor shall not cause or permit any lien, attachment or other encumbrance by any person to be placed on file or to remain on file in any public office or on file with UNDP against any monies due or to become due for any work done or materials furnished under this Contract, or by reason of any other claim or demand against the Contractor.

10. TITLE TO EQUIPMENT

Title to any equipment and supplies that may be furnished by UNDP shall rest with UNDP and any such equipment shall be returned to UNDP at the conclusion of this Contract or when no longer needed by the Contractor. Such equipment, when returned to UNDP, shall be in the same condition as when delivered to the Contractor, subject to normal wear and tear. The Contractor shall be liable to compensate UNDP for equipment determined to be damaged or degraded beyond normal wear and tear.

11. COPYRIGHT, PATENTS AND OTHER PROPRIETARY RIGHTS

UNDP shall be entitled to all intellectual property and other proprietary rights including but not limited to patents, copyrights, and trademarks, with regard to products, or documents and other materials which bear a direct relation to or are produced or prepared or collected in consequence of or in the course of the execution of this Contract. At the UNDP's request, the Contractor shall take all necessary steps, execute all necessary documents and generally assist in securing such proprietary rights and transferring them to UNDP in compliance with the requirements of the applicable law.

12. USE OF NAME, EMBLEM OR OFFICIAL SEAL OF UNDP OR THE UNITED NATIONS

The Contractor shall not advertise or otherwise make public the fact that it is a Contractor with UNDP, nor shall the Contractor, in any manner whatsoever use the name, emblem or official seal of UNDP or the United Nations, or any abbreviation of the name of UNDP or the United Nations in connection with its business or otherwise.

13. CONFIDENTIAL NATURE OF DOCUMENTS AND INFORMATION

13.1 All maps, drawings, photographs, mosaics, plans, reports, recommendations, estimates, documents and all other data compiled by or received by the Contractor under this Contract shall be the property of UNDP, shall be treated as confidential and shall be delivered only to UNDP authorized officials on completion of work under this Contract.

13.2 The Contractor may not communicate at any time to any other person, Government or authority external to UNDP, any information known to it by reason of its association with UNDP which has not been made public except with the authorization of UNDP; nor shall the Contractor at any time use such information to private advantage. These obligations do not lapse upon termination of this Contract.

14. FORCE MAJEURE; OTHER CHANGES IN CONDITIONS

14.1 Force majeure, as used in this Article, means acts of God, war (whether declared or not), invasion, revolution, insurrection, or other acts of a similar nature or force which are beyond the control of the Parties.

14.2 In the event of and as soon as possible after the occurrence of any cause constituting force majeure, the Contractor shall give notice and full particulars in writing to UNDP, of such occurrence or change if the Contractor is thereby rendered unable, wholly or in part, to perform its obligations and meet its responsibilities under this Contract. The Contractor shall also notify UNDP of any other changes in conditions or the occurrence of any event which interferes or threatens to interfere with its performance of this Contract. The notice shall include steps proposed by the Contractor to be taken including any reasonable alternative means for performance that is not prevented by force majeure. On receipt of the notice required under this Article, UNDP shall take such action as, in its sole discretion, it considers to be appropriate or necessary in the circumstances, including the granting to the Contractor of a reasonable extension of time in which to perform its obligations under this Contract

14.3 If the Contractor is rendered permanently unable, wholly, or in part, by reason of force majeure to perform its obligations and meet its responsibilities under this Contract, UNDP shall have the right to suspend or terminate this Contract on the same terms and conditions as are provided for in Article 15, "Termination", except that the period of notice shall be seven (7) days instead of thirty (30) days.

15. TERMINATION

- 15.1 Either party may terminate this Contract for cause, in whole or in part, upon thirty days notice, in writing, to the other party. The initiation of arbitral proceedings in accordance with Article 16 "Settlement of Disputes" below shall not be deemed a termination of this Contract.
- 15.2 UNDP reserves the right to terminate without cause this Contract at any time upon 15 days prior written notice to the Contractor, in which case UNDP shall reimburse the Contractor for all reasonable costs incurred by the Contractor prior to receipt of the notice of termination.
- 15.3 In the event of any termination by UNDP under this Article, no payment shall be due from UNDP to the Contractor except for work and services satisfactorily performed in conformity with the express terms of this Contract. The Contractor shall take immediate steps to terminate the work and services in a prompt and orderly manner and to minimize losses and further expenditures.
- 15.4 Should the Contractor be adjudged bankrupt, or be liquidated or become insolvent, or should the Contractor make an assignment for the benefit of its creditors, or should a Receiver be appointed on account of the insolvency of the Contractor, UNDP may, without prejudice to any other right or remedy it may have, terminate this Contract forthwith. The Contractor shall immediately inform UNDP of the occurrence of any of the above events.

16. SETTLEMENT OF DISPUTES

16.1. Amicable Settlement

The Parties shall use their best efforts to settle amicably any dispute, controversy or claim arising out of, or relating to this Contract or the breach, termination or invalidity thereof. Where the parties wish to seek such an amicable settlement through conciliation, the conciliation shall take place in accordance with the UNCITRAL Conciliation Rules then obtaining, or according to such other procedure as may be agreed between the parties.

16.2. Arbitration

Unless, any such dispute, controversy or claim between the Parties arising out of or relating to this Contract or the breach, termination or invalidity thereof is settled amicably under the preceding paragraph of this Article within sixty (60) days after receipt by one Party of the other Party's request for such amicable settlement, such dispute, controversy or claim shall be referred by either Party to arbitration in accordance with the UNCITRAL Arbitration Rules then obtaining, including its provisions on applicable law. The arbitral tribunal shall have no authority to award punitive damages. The Parties shall be bound by any arbitration award rendered as a result of such arbitration as the final adjudication of any such controversy, claim or dispute.

17. PRIVILEGES AND IMMUNITIES

Nothing in or relating to this Contract shall be deemed a waiver, express or implied, of any of the privileges and immunities of the United Nations, including its subsidiary organs.

18. TAX EXEMPTION

- 18.1 Section 7 of the Convention on the Privileges and Immunities of the United Nations provides, inter-alia, that the United Nations, including its subsidiary organs, is exempt from all direct taxes, except charges for public utility services, and is exempt from customs duties and charges of a similar nature in respect of articles imported or exported for its official use. In the event any governmental authority refuses to recognize the United Nations exemption from such taxes, duties or charges, the Contractor shall immediately consult with UNDP to determine a mutually acceptable procedure.
- 18.2 Accordingly, the Contractor authorizes UNDP to deduct from the Contractor's invoice any amount representing such taxes, duties or charges, unless the Contractor has consulted with UNDP before the payment thereof and UNDP has, in each instance, specifically authorized the Contractor to pay such taxes, duties or charges under protest. In that event, the Contractor shall provide UNDP with written evidence that payment of such taxes, duties or charges has been made and appropriately authorized.

19. CHILD LABOUR

- 19.1 The Contractor represents and warrants that neither it, nor any of its suppliers is engaged in any practice inconsistent with the rights set forth in the Convention on the Rights of the Child, including Article 32 thereof, which, inter alia, requires that a child shall be protected from performing any work that is likely to be hazardous or to interfere with the child's education, or to be harmful to the child's health or physical, mental, spiritual, moral or social development.
- 19.2 Any breach of this representation and warranty shall entitle UNDP to terminate this Contract immediately upon notice to the Contractor, at no cost to UNDP.

20. MINES

20.1 The Contractor represents and warrants that neither it nor any of its suppliers is actively and directly engaged in patent activities, development, assembly, production, trade or manufacture of mines or in such activities in respect of components primarily utilized in the manufacture of Mines. The term "Mines" means those devices defined in Article 2, Paragraphs 1, 4 and 5 of Protocol II annexed to the Convention on Prohibitions and Restrictions on the Use of Certain Conventional Weapons Which May Be Deemed to Be Excessively Injurious or to Have Indiscriminate Effects of 1980.

20.2 Any breach of this representation and warranty shall entitle UNDP to terminate this Contract immediately upon notice to the Contractor, without any liability for termination charges or any other liability of any kind of UNDP.

21. OBSERVANCE OF THE LAW

The Contractor shall comply with all laws, ordinances, rules, and regulations bearing upon the performance of its obligations under the terms of this Contract.

22. AUTHORITY TO MODIFY

No modification or change in this Contract, no waiver of any of its provisions or any additional contractual relationship of any kind with the Contractor shall be valid and enforceable against UNDP unless provided by an amendment to this Contract signed by the authorized official of UNDP.

Terms of reference**Provision of business support and development services within the Support to Confidence Building Measures (SCBM) project****I. GENERAL INFORMATION**

Political settlement of the Transnistrian conflict is a longer-term goal and the status quo is likely to endure for some time. Focus has been on political issues, which are frequently beyond the reach of the sides and are difficult to resolve in the short- to medium-term. Non-political instruments and measures, which could bring the sides closer to each other, have been neglected. One area is economic cooperation and joint business development programs. Despite the many advantages that it could bring for both sides, economic co-operation has been at a low level and the two formerly intertwined economies have continued to drift apart.

First, practical and well-defined activities to support business sector development can yield significant benefits. The capacity for confidence-building and joint work in this sector is strong as it provides tangible outcomes for both sides. While perceived as non-political, the growth of private sector can help the sides to re-build the economic ties and create jobs.

Secondly, business support programs would benefit the population and teach the sides to resolve common problems together, because the nature of both sides' economic problems is similar, as are their economic risks and structural shortcomings. Poor productivity, quality and management are common failures, and a more developed business environment would benefit both parties.

Thirdly, business development programs are a vital part of economic cooperation. They can become an important confidence-building measure in and of themselves. Business support and development need not wait for, nor does it depend on, the political solution. It could help to re-establish economic ties, enhance confidence and become a building block on the path towards a political agreement.

Finally, the EU market remains relatively unexplored by economic actors from both regions. The challenges they both encounter are: a) deficit in qualified labour force; b) underdeveloped infrastructure, c) low competitiveness of products, d) poor diversification of industries and e) high regional competition in attracting foreign investments

II. BUSINESS DEVELOPMENT PROGRAM

The European Commission has provided, through the UNDP, support to confidence building measures between Chisinau and Tiraspol. A comprehensive and sustainable business development program has been identified as an important part of these measures, which are known to create employment, generate income and contribute to economic development and growth.

The business support program seeks to tackle business development in the region in a strategic way. It needs to identify the key obstacles that stymie business development and address the areas where the available resources can make the most difference, boosting the competitiveness of the SME sector and fostering cross-border business linkages and cooperation.

The key structural impediments to SME development in the region include a host of issues ranging from high taxes, intrusive checks by controlling agencies and lack of business education to political and economic instability. From among those, the following four constraints have been selected: lack of

business training programs and qualified cadre; lack of business support infrastructure, including business incubators; lack of capital, investments, and affordable loans; and lack of joint business development programs and projects for both sides.

The first constraint has been addressed by setting up a network of business schools across Transnistria to develop the local pool of entrepreneurial skills and provide business training to beginner entrepreneurs, managers of existing SMEs and CEOs, as well as train local business trainers to meet the growing local demand for business education.

A research into Transnistria's SME environment and a blueprint for establishing a business incubator is ongoing and is meant to address the second constraint, lack of business support infrastructure. The third constraint will be addressed through a possible study into Transnistria's micro-finance environment in the next phases of the program.

Finally, lack of joint business development opportunities and programs will be addressed through joint business support and advisory services for both sides, including study visits to identify potential business opportunities, organization of specialized sessions and thematic roundtables for decision-makers, the business community, researchers and analysts; as well as consultancy to targeted beneficiaries on both banks of Nistru river. These activities are meant to foster cross-river exchanges between similar beneficiaries and support the development of the private sector on both banks.

III.OBJECTIVES

The key objective is to provide business sector beneficiaries on both banks with relevant support services, including study visits to identify potential business opportunities, organization of specialized sessions and thematic roundtables, as well as information support to targeted beneficiaries on both banks of Nistru River.

Overall objective: **Provision of business support and development services with a view to re-establish economic ties, enhance confidence and become a building block on the path towards a political agreement**

1. Study visits to identify potential business opportunities o provide tangible results in terms of establishing new business opportunities and promote contacts among similar business entities on both banks of Nistru River. The participants at these events will include stakeholders from both sides representing the business sector, chambers of trade, business associations. These can include but will not be limited to:

- field visits to new EU member-states to learn about best practices and new technologies in respective fields and sectors (agriculture, textiles, wine industry, tourism, services etc.).
- joint participation of Moldovan and Transnistrian region business representatives at thematic trade exhibitions in European countries
- meetings with European regional chambers of trade and commerce as well as business associations to promote co-operation and exchange of experience.

2. Organization of specialized sessions and thematic roundtables to be attended by business people on both sides of the Nistru river, policy professionals, decision makers, experts in the relevant sectors (economic/banking/finance), researchers and analysts from these sectors, representatives of the confidence-building working groups, representatives of relevant EU institutions (DG Trade), trade associations, think tanks as well as other stakeholders.

These events will create a framework for joint work for officials, professionals and experts from different sectors, identify common opportunities for Moldovan and Transnistrian businesses, suggest

ways of overcoming the difficulties and barriers, inform businesses about EU trade opportunities and the single market area, as well as provide upstream policy options, recommendations and expertise to the policy-making level, including Working Groups on Confidence Building Measures.

Proposed themes for such meetings are:

- DCFTA negotiations and new opportunities offered by the EU's single market area to businesses on both banks;
- obstacles and challenges that need to be addressed; reforms that need to be implemented as part of trade liberalization process with the EU;
- sectoral meetings (agriculture, wine, food, textile industries etc.) on issues and opportunities as well as problems pertaining to access to EU markets;
- EU product quality systems and their implementation in Moldova/Transnistrian region;
- product safety, systems, customs and legal regulations; the changes that will be required;
- opportunities for business development;
- access to micro-financing for SME businesses in Moldova as well as discussing opportunities for such access for businesses originating from TN region;
- financing opportunities for Transnistria's businesses and banking issues;
- small business development and related areas;
- enhancing information/ awareness about existing opportunities within the ENP, educational and scientific programs, which can benefit the whole population of Moldova, including the Transnistrian region.

3. Information support to targeted beneficiaries on both banks of Nistru River, including the development, launch and maintenance of a web portal with business development related information to be accessible for both Transnistrian region and Moldovan businesses.

The web portal will be directly connected to the on-going programs supported by the "Support to Confidence Building Measures Project" and publicize on-going business support activities as described above as well as present in an interactive way the main outcomes of these activities.

The portal will also represent a knowledge sharing instrument that will store all available legislative information, technical regulations, framework and policy documents, as well as offer a marketplace for exchanging new ideas in an on-line forum that will promote cross-river contacts between businesses on both sides as well as promote other business co-operation initiatives supported by the SCBM project.

IV. Tasks to be performed

The Contractor will take full responsibility for the conceptual and practical organization of the events in close co-operation with UNDP project team.

Methodology development must be approved by the UNDP at the initial phase of the contract.

1. Preparation of concept papers and agendas for the study visits or conferences in close contact with the main stakeholders, such as: TN and Moldovan business representatives; local chambers of trade or business associations, local officials, policy professionals, experts in the relevant sectors, as well as the UNDP project team. The agenda will include a comprehensive list of issues to be addresses as well as a list of meetings and visit points in case of study tours or exhibitions, or a list of issues and themes in case of conferences as well as a specific list of speakers and experts who confirmed their participation at the event.

2. Making all logistical and administrative arrangements for the events.
3. Producing reports on the outcomes of the events as well as proactively contributing to their visibility.

Applicant organizations can apply for one or more lots as defined below. Separate proposals should be submitted for each lot.

LOT 1: study visits to identify potential business opportunities (as described in III.1) that can include but will not be limited to:

- field visits to new EU member-states to learn about best practices and new technologies in respective fields (agriculture, textiles, wine industry, tourism, services etc.).
- joint participation of Moldovan and Transnistrian region business representatives at thematic trade exhibitions in European countries
- meetings with European regional chambers of trade and commerce as well as business associations to promote co-operation and exchange of experience.

LOT 2: organization of specialized sessions and thematic roundtables (as described in III.2) that will cover the following themes (the list is not exhaustive):

- DCFTA negotiations and new opportunities offered by the EU's single market area to businesses on both banks;
- obstacles and challenges that need to be addressed; reforms that need to be implemented as part of trade liberalization process with the EU;
- sectoral meetings (agriculture, wine, food, textile industries etc.) on issues and opportunities as well as problems pertaining to access to EU markets;
- EU product quality systems and their implementation in Moldova/Transnistrian region; product safety, systems, customs and legal regulations; the changes that will be required;
- opportunities for business development;
- access to micro-financing for SME businesses in Moldova as well as discussing opportunities for such access for businesses originating from TN region;
- financing opportunities for Transnistria's businesses and banking issues;
- small business development and related areas;
- enhancing information/ awareness about existing opportunities within the ENP, educational and scientific programs, which can benefit the whole population of Moldova, including the Transnistrian region.

LOT 3: information support to targeted beneficiaries on both banks of Nistru River, including the development, launch and maintenance of a **web portal** (as described in III.3) with business development related information to be accessible for both Transnistrian region and Moldovan businesses

V. Deliverables

Deliverables shall include all of the specific outputs/outcomes described under each respective lot above and will be aimed to re-establish economic ties and build confidence between the sides. In terms of events, the following deliverables are to be produced:

LOT 1.

6 study visits/exhibition participations organized as described in *III.1.* by November 2011. Visits will be provided for not less than 20 participants per study visit/exhibition and will have a balanced representation of both sides stakeholders as described in III.1.

LOT 2.

6 thematic roundtables/conferences organized as described in *III.2.* by November 2011. These events will be offered to at least 30 participants and will represent a balanced participation of stakeholders mentioned in *III.2.*

LOT 3.

Development and launch of a web-portal as described in *III.3* by April 2011 and its maintenance and updating of information until end-December 2011.

Organizational setting

The Contractor will be awarded a contract with UNDP for the delivery of events included in the Lot applied for, and will work under the overall supervision of UNDP Portfolio Manager and direct supervision of project staff.

Given the challenges of the task, the successful applicant will require partners in Moldova and Transnistria. Ideally, the applicant would be a consortium with proven experiences in offering similar services in a conflict environment as well as other developing countries. The application should identify the exact institution/expert that will be involved in the activities, with clear description of their experience/record in MD, TN and internationally, as the case may be. Previous experience in organizing study visits and conferences/roundtables involving business sector representatives from Moldova and TN region as well as decision-makers from both sides is of paramount importance and will be a strong advantage.

VI. Implementation timeframe

The contract with the Contractors for each lot is to be signed by-end November 2010. Within one week from the inception of the contract, the Contractor will provide the project team with a detailed methodology, work plan and budget, along with the structure and detailed outline of the proposed activities. The final delivery timeframe for each lot is defined in *V.Deliverables*

NOTE: The above-mentioned timeframe is tentative. The specific sequencing and timeframe of activities will be established once the implementing entities have been identified and workplans accepted.

VII. Eligibility criteria

- Legal entity (NGO, think tank, research institution or private company) with proven experience in this area, or a consortium of legal entities and/or individual consultants are eligible to apply.
- Knowledge and understanding of Transnistria's and Moldova's business environment and its challenges.
- Demonstrable previous experience in organizing study visits and conferences/roundtables involving business sector representatives from Moldova and TN region as well as decision-makers from both sides will be a strong advantage.
- A consortium of Moldovan and Transnistrian organizations would constitute an advantage.

PRICE SCHEDULE/FINANCIAL PROPOSAL

The Contractor is asked to prepare the Price Schedule/financial proposal and submit it in a separate envelope from the rest of the RFP response as indicated in Section D paragraph 15 (b) of the Instruction to Offerors.

All prices/rates quoted must be exclusive of all taxes, since the UNDP is exempt from taxes as detailed in Annex II, Clause 18. '

The Price Schedule/financial proposal must provide a detailed cost breakdown. Provide separate figures for each functional grouping or category.

Estimates for cost-reimbursable items, if any, such as travel, and out of pocket expenses should be listed separately.

In case of an equipment component to the service provided, the Price Schedule should include figures for both purchase and lease/rent options. The UNDP reserves the option to either lease/rent or purchase outright the equipment through the Contractor.

The format shown on the following pages should be used in preparing the price schedule. The format includes specific expenditures, which may or may not be required or applicable but are indicated to serve as examples.

In addition to the hard copy, if possible please also provide the information on diskette (IBM compatible).

Price Schedule:				
Request for Proposals for the provision of business support and development services in Moldova and its Transnistrian region				
Description of Activity/Item		Number of Staff	Monthly Rate	Estimated Amount
1.	Remuneration			
1.1	Services in Home office			
1.2	Services in Field			
2.	Out of Pocket Expenses			
2.1	Travel			
2.2	Per Diem Allowances			
2.3	Communications			
2.4	Reproduction and Reports			
2.5	Equipment and other items			