



KenGen

KENYA ELECTRICITY GENERATING COMPANY PLC

KGN-GDD-097-2018

**TENDER FOR PROVISION OF DRILL STRING INSPECTION & REPAIR
SERVICES GEOTHERMAL DEVELOPMENT DIVISION
(OPEN INTERNATIONAL)**

**Kenya Electricity Generating Company PLC
Stima Plaza Phase III, Kolobot Road, Parklands
P.O. BOX 47936-00100
NAIROBI.**

Website: www.kengen.co.ke

October, 2018

TABLE OF CONTENTS

	INTRODUCTION
SECTION I	INVITATION TO TENDER
SECTION II	INSTRUCTIONS TO TENDERERS Appendix to Instructions to Tenderers
SECTION III	GENERAL CONDITIONS OF CONTRACT
SECTION IV	SPECIAL CONDITIONS OF CONTRACT
SECTION V	TECHNICAL SPECIFICATIONS
SECTION VI	SCHEDULE OF REQUIREMENTS
SECTION VII	PRICE SCHEDULE FOR THE SERVICES
SECTION VIII	STANDARD FORMS
8.1	FORM OF TENDER
8.2	PRICE SCHEDULE
8.3	CONFIDENTIAL BUSINESS QUESTIONNAIRES FORMS
8.4	TENDER SECURITY FORM
8.5	CONTRACT FORM
8.6	PERFORMANCE SECURITY FORM

SECTION I

INVITATION TO TENDER

The Company invites sealed tenders from eligible candidates for the Provision of Service for **Drill String Inspection and Repair Services** whose specifications are detailed in the Tender Document.

Interested eligible candidates may obtain further information during official working hours starting at the date of advert at the office of:

Supply Chain Director

Tel: (254) (020) 3666000

Email: tenders@kengen.co.ke; cc WNyangweso@kengen.co.ke;

You may obtain further information from the office of the Supply Chain Director, Tel: (254) (020) 3666230. Email: tenders@kengen.co.ke;

Tender documents detailing the requirements may be obtained from the KenGen e- Procurement Portal found on KenGen's website (www.kengen.co.ke)

Tenders must be submitted online on or before **22nd November 2018 at 10.00AM**

Tenders will be opened online on: **22nd November 2018 at 10.30AM**, in the presence of tenderers' representative who choose to attend at the KenGen Pension Plaza 2, Tender Opening Room, Ground Floor.

KenGen adheres to high standards of integrity in its business operations.

Report any unethical behavior immediately to any of the provided anonymous hotline service.

1) *Call Toll Free: 0800722626;*

2) *Free-Fax: 00800 007788;*

3) *Email: kengen@tip-offs.com*

4) *Website: www.tip-offs.com*

Bidders are advised from time to time to be checking the website and E- Procurement portal for any uploaded further information on this tender.

SUPPLY CHAIN DIRECTOR

SECTION II

INSTRUCTIONS TO TENDERERS

TABLE OF CONTENTS.

- 2.1 Eligible Tenderers
- 2.2 Cost of tendering
- 2.3 Contents of tender documents
- 2.4 Clarification of Tender documents
- 2.5 Amendment of tender documents
- 2.6 Language of tenders
- 2.7 Documents comprising the tender
- 2.8 Form of tender
- 2.9 Tender prices
- 2.10 Tender currencies
- 2.11 Tenderers eligibility and qualifications
- 2.12 Tender security
- 2.13 Validity of tenders
- 2.14 Format and signing of tenders
- 2.15 Sealing and marking of tenders
- 2.16 Deadline for submission of tenders
- 2.17 Modification and withdrawal of tenders
- 2.18 Opening of tenders
- 2.19 Clarification of tenders
- 2.20 Preliminary Examination
- 2.21 Conversion to other currencies
- 2.22 Evaluation and comparison of tenders
- 2.23 Contacting the procuring entity
- 2.24 Post-qualification
- 2.25 Award criteria
- 2.26 Procuring entities right to vary quantities
- 2.27 Procuring entities right to accept or reject any or all tenders
- 2.28 Notification of award
- 2.29 Signing of Contract
- 2.30 Performance security
- 2.31 Corrupt or fraudulent practices

2.1 Eligible tenderers

- 2.1.1. This Invitation to tender is open to all tenderers eligible as described in the instructions to tenderers. Successful tenderers shall provide the services for the stipulated duration from the **date** of commencement (hereinafter referred to as the term) specified in the tender documents.
- 2.1.2. The procuring entity's employees, committee members, board members and their relative (spouse and children) are not eligible to participate in the tender unless where specially allowed under section 131 of the Act.
- 2.1.3. Tenderers shall provide the qualification information statement that the tenderer (including all members, of a joint venture and subcontractors) is not associated, or have been associated in the past, directly or indirectly, with a firm or any of its affiliates which have been engaged by the Procuring entity to provide consulting services for the preparation of the design, specifications, and other documents to be used for the procurement of the services under this Invitation for tenders.
- 2.1.4. Tenderers involved in corrupt or fraudulent practices or debarred from participating in public procurement shall not be eligible.

2.2 Cost of tendering

- 2.2.1 The Tenderer shall bear all costs associated with the preparation and submission of its tender, and the procuring entity, will in no case be responsible or liable for those costs, regardless of the conduct or outcome of the tendering process.
- 2.2.2 The price to be charged for the tender document shall not exceed Kshs.1,000/=. Where the tenderers download documents from KenGen website, there shall be no cost.
- 2.2.3 The procuring entity shall allow the tenderer to review the tender document free of charge before purchase.

2.4 The Tender documents

- 2.4.1. The tender document comprises of the documents listed below and addenda issued in accordance with clause 6 of these instructions to tenders

- i) Instructions to tenderers
- ii) General Conditions of Contract
- iii) Special Conditions of Contract
- iv) Schedule of Requirements
- v) Details of service
- vi) Form of tender
- vii) Price schedules
- viii) Contract form
- ix) Confidential business questionnaire form
- x) Tender security form
- xi) Performance security form

2.4.2. The Tenderer is expected to examine all instructions, forms, terms, and specifications in the tender documents. Failure to furnish all information required by the tender documents or to submit a tender not substantially responsive to the tender documents in every respect will be at the tenderers risk and may result in the rejection of its tender.

2.4 Clarification of Documents

2.4.1. A prospective candidate making inquiries of the tender document may notify the Procuring entity in writing or by email at the entity's address indicated in the Invitation for tenders. The Procuring entity will respond in writing to any request for clarification of the tender documents, which it receives no later than **seven (7) days** prior to the deadline for the submission of tenders, prescribed by the procuring entity. Written copies of the Procuring entities response (including an explanation of the query but without identifying the source of inquiry) will be sent to all prospective tenderers who have received the tender documents"

2.4.2. The procuring entity shall reply to any clarifications sought by the tenderer within **3 days** of receiving the request to enable the tenderer to make timely submission of its tender

2.5 Amendment of documents

2.5.1. At any time prior to the deadline for submission of tenders, the Procuring entity, for any reason, whether at its own initiative or in response to a clarification requested by a prospective tenderer, may modify the tender documents by issuing an addendum.

2.5.2. All prospective tenderers who have obtained the tender documents will be notified of the amendment by email and such amendment will be binding on them.

2.5.3. In order to allow prospective tenderers reasonable time in which to take the amendment into account in preparing their tenders, the Procuring entity, at its discretion, may extend the deadline for the submission of tenders.

2.6 Language of tender

2.6.1. The tender prepared by the tenderer, as well as all correspondence and documents relating to the tender exchanged by the tenderer and the Procuring entity, shall be written in English language. Any printed literature furnished by the tenderer may be written in another language provided they are accompanied by an accurate English translation of the relevant passages in which case, for purposes of interpretation of the tender, the English translation shall govern.

2.7 Documents Comprising the Tender

The tender prepared by the tenderer shall comprise the following Components:

(a) A Tender Form and a Price Schedule completed in accordance with paragraph 9, 10 and 11 below.

(b) Documentary evidence established in accordance with Clause 2.11 that the tenderer is eligible to tender and is qualified to perform the contract if its tender is accepted;

(c) Tender security furnished is in accordance with Clause 2.12

(d) Confidential business questionnaire

2.8 Form of Tender

2.8.1 The tenderers shall complete the Form of Tender and the appropriate Price Schedule furnished in the tender documents, indicating the services to be performed.

2.9 **Tender Prices**

2.9.1 The tenderer shall indicate on the Price schedule the unit prices where applicable and total tender prices of the services it proposes to provide under the contract.

2.9.2 Prices indicated on the Price Schedule shall be the cost of the services quoted including all customs duties and VAT and other taxes payable:

2.9.3 Prices quoted **by** the tenderer shall remain fixed during the term of the contract unless otherwise agreed by the parties. A tender submitted with an adjustable price quotation will be treated as non-responsive and will be rejected, pursuant to paragraph 2.22.

2.9.4 Contract price variations shall not be allowed for contracts not exceeding one year (12 months)

2.9.5 Where contract price variation is allowed, the variation shall not exceed 25% of the original contract price.

2.9.6 Price variation requests shall be processed by the procuring entity within 30 days of receiving the request.

2.10 **Tender Currencies**

2.10.1 Prices shall be quoted in Kenya Shillings unless otherwise specified in the appendix to in Instructions to Tenderers

2.11 **Tenderers Eligibility and Qualifications.**

2.11.1 Pursuant to Clause 2.1 the tenderer shall furnish, as part of its tender, documents establishing the tenderers eligibility to tender and its qualifications to perform the contract if its tender is accepted.

2.11.2 The documentary evidence of the tenderers qualifications to perform the contract if its tender is accepted shall establish to the Procuring entity's satisfaction that the tenderer has the financial and technical capability necessary to perform the contract.

2.12 **Tender Security**

2.12.1 The tenderer shall furnish, as part of its tender, a tender security for the amount and form specified in the Invitation to tender.

2.12.2 The tender security shall be in the amount not exceeding 0.5 – 2 per cent of the tender price. (Indicate Specific Amount)

2.12.2 The tender security is required to protect the Procuring entity against the risk of Tenderer's conduct which would warrant the security's forfeiture, pursuant to paragraph 2.12.7

2.12.3 The tender security shall be denominated in a Kenya Shillings or in another freely convertible currency and shall be in the form of:

- a) A bank guarantee.
- b) Such insurance guarantee approved by the Public Procurement Oversight Authority.

2.12.4 Any tender not secured in accordance with paragraph 2.12.1 and 2.12.3 will be rejected by the Procuring entity as non responsive, pursuant to paragraph 2.20

2.12.5 Unsuccessful tenderer's security will be discharged or returned as promptly as possible as but not later than thirty (30) days after the expiration of the period of tender validity prescribed by the procuring entity.

2.12.6 The successful tenderer's tender security will be discharged upon the tenderer signing the contract, pursuant to paragraph 2.29, and furnishing the performance security, pursuant to paragraph 2.30.

2.12.7 The tender security may be forfeited:

(a) If a tenderer **withdraws** its tender **during** the period of tender validity specified by the procuring entity on the Tender Form;

or

(b) In the case of a successful tenderer, if the tenderer fails:

(i) To sign the contract in accordance with paragraph 30

Or

(ii) To furnish performance security in accordance with paragraph 31.

(c) If the tenderer rejects, correction of an error in the tender.

2.13 Validity of Tenders

2.13.1 Tenders shall remain valid for **120 days** or as specified in the invitation to tender after date of tender opening prescribed by the Procuring entity, pursuant to paragraph 2.18. A tender valid for a shorter period shall be rejected by the Procuring entity as nonresponsive.

2.13.2 In exceptional circumstances, the Procuring entity may solicit the Tenderer's consent to an extension of the period of validity. The request and the responses thereto shall be made in writing. The tender security provided under paragraph 2.12 shall also be suitably extended. A tenderer may refuse the request without forfeiting its tender security. A tenderer granting the request will not be required nor permitted to modify its tender.

2.14 Format and Signing of Tender

2.14.1 The tenderer shall prepare two copies of the tender, clearly / marking each "ORIGINAL TENDER" and "COPY OF TENDER," as appropriate. In the event of any discrepancy between them, the original shall govern.

2.14.2 The original and all copies of the tender shall be typed or written in indelible ink and shall be signed by the tenderer or a person or persons duly authorized to bind the tenderer to the contract. All pages of the tender, except for un-amended printed literature, shall be initialed by the person or persons signing the tender.

2.14.3 The tender shall have no interlineations, erasures, or overwriting except as necessary to correct errors made by the tenderer, in which case such corrections shall be initialed by the person or persons signing the tender.

2.15 Sealing and Marking of Tenders

2.15.1 The tenderer shall seal the original and each copy of the tender in separate envelopes, duly marking the envelopes as "ORIGINAL" and "COPY." The Envelopes shall then be sealed in an outer envelope.

The inner and outer envelopes shall:

- (a) be addressed to the Procuring entity at the address given in the invitation to tender
- (b) bear, tender number and name in the invitation to tender and the words: "DO NOT OPEN BEFORE **22nd November 2018 at 10.00AM.**"

2.15.3 The inner envelopes shall also indicate the name and address of the tenderer to enable the tender to be returned unopened in case it is declared “late”.

2.15.4 If the outer envelope is not sealed and marked as required by paragraph 2.15.2, the Procuring entity will assume no responsibility for the tender’s misplacement or premature opening.

2.16 Deadline for Submission of Tenders

2.16.1 Tenders must be received by the Procuring entity at the address specified under paragraph 2.15.2 no later than **22nd November 2018 at 10.00AM**

2.16.2 The procuring entity may, at its discretion, extend this deadline for the submission of tenders by amending the tender documents in accordance with paragraph 6, in which case all rights and obligations of the procuring entity and candidates previously subject to the deadline will thereafter be subject to the deadline as extended.

2.17 Modification and withdrawal of tenders

2.17.1 The tenderer may modify or withdraw its tender after the tender’s submission, provided that written notice of the modification , including substitution or withdrawal of the tender’s is received by the procuring entity prior to the deadline prescribed for the submission of tenders.

2.17.2 The Tenderer’s modification or withdrawal notice shall be prepared, sealed, marked, and dispatched in accordance with the provisions of paragraph 2.15. A withdrawal notice may also be sent by email, but followed by a signed confirmation copy, postmarked not later than the deadline for submission of tenders.

2.17.3 No tender may be modified after the deadline for submission of tenders.

2.17.4 No tender may be withdrawn in the interval between the deadline for submission of tenders and the expiration of the period of tender validity specified by the tenderer on the Tender Form. Withdrawal of a tender during this interval may result in the Tenderer’s forfeiture of its tender security, pursuant to paragraph 2.12.7.

2.17.5 The procuring entity may at any time terminate procurement proceedings before contract award and shall not be liable to any person for the termination.

2.17.6 The procuring entity shall give prompt notice of the termination to the tenderers and on request give its reasons for termination within 14 days of receiving the request from any tenderer.

2.18 Opening of Tenders

2.18.1 The Procuring entity will open all tenders in the presence of tenderers' representatives who choose to attend, at **22nd November 2018 at 10.30AM** and in the location specified in the invitation to tender. The tenderers' representatives who are present shall sign a register evidencing their attendance.

2.18.3 The tenderers' names, tender modifications or withdrawals, tender prices, discounts, and the presence or absence of requisite tender security and such other details as the Procuring Entity, at its discretion, may consider appropriate, will be announced at the opening.

2.18.4 The procuring entity will prepare minutes of the tender opening which will be submitted to the tenderers that signed the tender opening register and will have made the request.

2.19 Clarification of tenders

2.19.1 To assist in the examination, evaluation and comparison of tenders the procuring entity may at its discretion, ask the tenderer for a clarification of its tender. The request for clarification and the response shall be in writing, and no change in the prices or substance shall be sought, offered, or permitted.

2.19.2 Any effort by the tenderer to influence the procuring entity in the procuring entity's tender evaluation, tender comparison or contract award decisions may result in the rejection of the tenderers tender.

2.20 Preliminary Examination and Responsiveness

2.20.1 The Procuring entity will examine the tenders to determine whether they are complete, whether any computational errors have been made, whether required securities have been furnished whether the documents have been properly signed, and whether the tenders are generally in order.

2.20.2 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 candidate does not accept the correction of the errors, its tender will be rejected, and its tender security may be forfeited. If there is a discrepancy between words and figures, the amount in words will prevail.

2.20.3 The Procuring entity may waive any minor informality or nonconformity or irregularity in a tender which does not constitute a material deviation, provided such waiver does not prejudice or affect the relative ranking of any tenderer.

2.20.4 Prior to the detailed evaluation, pursuant to paragraph 23, the Procuring entity will determine the substantial responsiveness of each tender to the tender documents. For purposes of these paragraphs, a substantially responsive tender is one which conforms to all the terms and conditions of the tender documents without material deviations. The Procuring entity's determination of a tender's responsiveness is to be based on the contents of the tender itself without recourse to extrinsic evidence.

2.20.5 If a tender is not substantially responsive, it will be rejected by the Procuring entity and may not subsequently be made responsive by the tenderer by correction of the nonconformity.

2.21 Conversion to a single currency

2.21.1 Where other currencies are used, the procuring entity will convert those currencies to Kenya shillings using the selling exchange rate on the date of tender closing provided by the central bank of Kenya.

2.22 Evaluation and comparison of tenders.

2.22.1 The procuring entity will evaluate and compare the tenders which have been determined to be substantially responsive, pursuant to paragraph 2.20

2.22.2 The comparison shall be of the price including all costs as well as duties and taxes payable on all the materials to be used in the provision of the services.

2.22.3 The Procuring entity's evaluation of a tender will take into account, in addition to the tender price, the following factors, in the manner and to the extent indicated in paragraph 2.22.4 and in the technical specifications:

- (a) Operational plan proposed in the tender;
- (b) Deviations in payment schedule from that specified in the Special Conditions of Contract;

2.22.4 Pursuant to paragraph 22.3 the following evaluation methods will be applied:

(a) ***Operational Plan.***

The Procuring entity requires that the services under the Invitation for Tenders shall be performed at the time specified in the Schedule of Requirements. Tenders offering to perform longer than the procuring entity's required delivery time will be treated as non-responsive and rejected.

(b) ***Deviation in payment schedule.***

Tenderers shall state their tender price for the payment on a schedule outlined in the special conditions of contract. Tenders will be evaluated on the basis of this base price. Tenderers are, however, permitted to state an alternative payment schedule and indicate the reduction in tender price they wish to offer for such alternative payment schedule. The Procuring entity may consider the alternative payment schedule offered by the selected tenderer.

2.22.5 The tender evaluation committee shall evaluate the tender within fifteen (15) days from the date of opening the tender.

2.22.6 To qualify for contract awards, the tenderer shall have the following:-

- (a) Necessary qualifications, capability experience, services, equipment and facilities to provide what is being procured.
- (b) Legal capacity to enter into a contract for procurement
- (c) Shall not be insolvent, in receivership, bankrupt or in the process of being wound up and is not the subject of legal proceedings relating to the foregoing

- (d) Shall not be debarred from participating in public procurement.

2.23. Contacting the procuring entity

2.23.1 Subject to paragraph 2.19, no tenderer shall contact the procuring entity on any matter relating to its tender, from the time of the tender opening to the time the contract is awarded.

2.23.2 Any effort by a tenderer to influence the procuring entity in its decisions on tender evaluation tender comparison or contract award may result in the rejection of the tenderers tender.

2.24 Award of Contract

a) Post qualification

2.24.1 In the absence of pre-qualification, the Procuring entity will determine to its satisfaction whether the tenderer that is selected as having submitted the lowest evaluated responsive tender is qualified to perform the contract satisfactorily.

2.24.2 The determination will take into account the tenderer's financial and technical capabilities. It will be based upon an examination of the documentary evidence of the tenderers qualifications submitted by the tenderer, pursuant to paragraph 2.1.2, as well as such other information as the Procuring entity deems necessary and appropriate.

2.24.3 An affirmative determination will be a prerequisite for award of the contract to the tenderer. A negative determination will result in rejection of the Tenderer's tender, in which event the Procuring entity will proceed to the next lowest evaluated tender to make a similar determination of that Tenderer's capabilities to perform satisfactorily.

b) Award Criteria

2.24.3 Subject to paragraph 2.29 the Procuring entity will award the contract to the successful tenderer whose tender has been determined to be substantially responsive and has been determined to be the lowest evaluated tender, provided further that the tenderer is determined to be qualified to perform the contract satisfactorily.

2.24.4 The procuring entity reserves the right to accept or reject any tender and to annul the tendering process and reject all tenders at any time prior to contract award, without thereby incurring any liability to the affected tenderer or tenderers or any obligation to inform the affected tenderer or tenderers of the grounds for the procuring entity's action. If the procuring entity determines that none of the tenderers is responsive; the procuring entity shall notify each tenderer who submitted a tender.

2.24.5 A tenderer who gives false information in the tender document about its qualification or who refuses to enter into a contract after notification of contract award shall be considered for debarment from participating in future public procurement.

2.25 Notification of award

2.25.1 Prior to the expiration of the period of tender validity, the Procuring entity will notify the successful tenderer in writing that its tender has been accepted.

2.25.2 The notification of award will signify the formation of the Contract subject to the signing of the contract between the tenderer and the procuring entity pursuant to clause 2.29. Simultaneously the other tenderers shall be notified that their tenders have not been successful.

2.25.3 Upon the successful Tenderer's furnishing of the performance security pursuant to paragraph 31, the Procuring entity will promptly notify each unsuccessful Tenderer and will discharge its tender security, pursuant to paragraph 2.12

2.26 Signing of Contract

2.26.1 At the same time as the Procuring entity notifies the successful tenderer that its tender has been accepted, the Procuring entity will simultaneously inform the other tenderers that their tenders have not been successful.

2.26.2 Within **fifteen (15) days** of receipt of the Contract Form, the successful tenderer shall sign and date the contract and return **it** to the Procuring entity.

2.26.3 The parties to the contract shall have it signed within **30 days** from the date of notification of contract award unless there is an administrative review request.

2.27 Performance Security

2.27.1 Within **fifteen (15) days** of the receipt of notification of award from the Procuring entity, the successful tenderer shall furnish the performance security in accordance with the Conditions of Contract, in the Performance Security Form provided in the tender documents, or in another form acceptable to the Procuring entity.

2.27.2 Failure of the successful tenderer to comply with the requirement of paragraph 2.29 or paragraph 2.30.1 shall constitute sufficient grounds for the annulment of the award and forfeiture of the tender security, in which event the Procuring entity may make the award to the next lowest evaluated or call for new tenders.

2.28 Corrupt or Fraudulent Practices

2.28.1 The Procuring entity requires that tenderers observe the highest standard of ethics during procurement process and execution of contracts. A tenderer shall sign a declaration that he has not and will not be involved in corrupt or fraudulent practices.

2.28.2 The procuring entity will reject a proposal for award if it determines that the tenderer recommended for award has engaged in corrupt or fraudulent practices in competing for the contract in question;

2.28.3 Further, a tenderer who is found to have indulged in corrupt or fraudulent practices risks being debarred from participating in public procurement in Kenya.

Appendix to instructions to tenderers

The following information for procurement of services shall complement or amend the provisions of the instructions to tenderers. Wherever there is a conflict between the provisions of the instructions to tenderers and the provisions of the appendix, the provisions of the appendix herein shall prevail over those of the instructions to tenderers

Instructions to tenderers	Particulars of appendix to instructions to tenderers
2.1.1	This Invitation is open to all Tenderers as described in the invitation to Tender
2.10.1	Prices shall be quoted in Kenya Shillings or any freely convertible currency.
2.11	<p>2.11 Tenderers Eligibility and Qualifications.</p> <p>2.11.1 Pursuant to Clause 2.1 the tenderer shall furnish, as part of its tender:</p> <ul style="list-style-type: none"> a) Documents establishing capability and experience of the bidder to conduct DS1 CAT 5 drill string inspection, hardbanding and thread repairs b) Documents establishing the capability and experience of its proposed inspectors. All proposed inspectors should have valid ASNT Level 2 certification as with 3 years of field experience as the minimum. c) Technical datasheet detailing specifications for the proposed hardbanding set i.e. hardbanding and gouging d) Technical datasheet detailing specifications for the proposed thread repair equipment e) Documents establishing capability and experience of proposed hardbanding operator. f) Authority to perform the proposed hardbanding issued by the supplier of the hardbanding wire. g) Clearly documented methodology and work plan for conducting DS1 CAT 5 inspection, hardbanding and thread repairs <p>NB: All drill string inspection and repair services will be done on site at Olkaria geothermal field, Naivasha Kenya. The bidder must hence have mobile inspection, hardbanding and thread repair equipment.</p>
2.12.2	The tender security shall be in the amount of Kshs. 500,000 or any other freely convertible currency.
2.15	2.15 Sealing and Marking of Tenders

Tender for Procurement of Drill String Inspection & Repair Services for GDD

Instructions to tenderers	Particulars of appendix to instructions to tenderers
	<p>2.15.1 The tender shall be submitted in a plain sealed envelope marked: KGN-GDD-097-2018 - TENDER FOR PROVISION OF DRILL STRING INSPECTION AND REPAIR SERVICES FOR GEOTHERMAL DEVELOPMENT DIVISION. “DO NOT OPEN BEFORE 22nd November 2018 at 10.00AM”</p> <p>TENDER OPENING DATE: 22nd November 2018 at 10.30AM</p>
2.20.2	<p>No correction of arithmetic errors. The tender sum as submitted and read out during the tender opening shall be absolute and final and shall not be the subject of correction, adjustment or amendment in any way by any person or entity.</p>
2.22	<p>Evaluation and Comparison of Tenders</p> <p>The evaluation will be carried out in three stages; Preliminary, Technical and Financial as outlined below: -</p> <p>Mandatory preliminary evaluation criteria</p> <ul style="list-style-type: none"> a) Name of firm(s) including joint venture partners, sub-contractors who will participate in provision of drill string inspection and repair services. In case of a joint venture, a joint venture agreement and a statement to identify the Lead Company should be included. To be included are the name(s) and position of authorized representatives. b) Evidence of Registration/Incorporation in the country of domicile. c) Copy of valid Tax Compliance Certificate (for local Contractors) d) Tender Bid Security KES. 500,000 or equivalent in a freely convertible currency e) Tender validity period shall be 120 days from the date of tender opening/closing f) Tender Security has to be valid for at least 150 days from the date of tender opening/closing g) Duly completed, signed and stamped “Price Schedule” h) Duly completed, signed and stamped “Confidential Business Questionnaire”

Instructions to tenderers	Particulars of appendix to instructions to tenderers
	<p>i) Duly completed, signed and stamped “Tender Form”</p> <p>j) Valid API 7-2 or 7-1 License from an existing facility</p> <p><i>Tenderers who fail to meet the above preliminary evaluation criteria will be disqualified.</i></p> <p>(B) Technical Evaluation</p> <p>Evaluation of the technical proposals shall be based on pass or fail as per the evaluation criteria outlined below:</p> <ol style="list-style-type: none"> 1. Documentary evidence showing experience (at least 10 years) of the tenderer or its sub-contractor in conducting drill string inspection and repair services. Reference letters from clients shall be required. 2. Valid ASNT level 2 certification for the key drill string inspector (s) with 3 years minimum experience. Detailed CV and reference/recommendation letters shall be required. 3. Valid hardbanding license issued to the bidder, JV member or its sub-contractor by the supplier of the hardbanding wire. 4. Valid level 1 certification for the hardbanding operator with 3 years minimum experience. Detailed CV and reference/recommendation shall be required. 5. Technical datasheet detailing specifications and performance characteristics/parameters for each of the proposed mobile drill string inspection and repairs equipment. 6. Clearly defined methodology and work plan for conducting the drill string inspection services, hardbanding and thread repairs. <p><i>Tenderers who fail to meet any of the above technical evaluation criteria will be disqualified.</i></p> <p>(C) Financial Evaluation</p> <p>The tenderers who will have qualified in the Technical Evaluation will have their bids subjected to comparison of prices captured in their price schedule. The tenderer whose quoted tender price shall become lowest will be considered to be the lowest evaluated and technically compliant bidder and recommended for award of the tender.</p>

Instructions to tenderers	Particulars of appendix to instructions to tenderers
2.30.1	Within thirty (30) days of signing the Contract, the Contractor shall provide KenGen with a Performance Security in the amount of ten percent (10%) of the Contract Price.

SECTION III
GENERAL CONDITIONS OF CONTRACT

TABLE OF CONTENTS

- 3.1 Definitions
- 3.2 Application
- 3.3 Standards
- 3.4 Use of contract documents and information
- 3.5 Patent Rights
- 3.6 Performance security
- 3.7 Inspections and tests
- 3.8 Payment
- 3.9 Prices
- 3.10 Assignment
- 3.11 Termination for default
- 3.12 Termination for insolvency
- 3.13 Termination for convenience
- 3.14 Resolution of disputes
- 3.15 Governing language
- 3.16 Force majeure
- 3.17 Applicable law
- 3.18 Notices

3.1 Definitions

In this contract the following terms shall be interpreted as indicated:

- a) “The contract” means the agreement entered into between the Procuring entity and the tenderer as recorded in the Contract Form signed by the parties, including all attachments and appendices thereto and all documents incorporated by reference therein.
- b) “The Contract Price” means the price payable to the tenderer under the Contract for the full and proper performance of its contractual obligations.
- c) “The services” means services to be provided by the contractor including materials and incidentals which the tenderer is required to provide to the Procuring entity under the Contract.
- d) “The Procuring entity” means the organization sourcing for the services under this Contract.
- e) “The contractor means the individual or firm providing the services under this Contract.
- f) “GCC” means general conditions of contract contained in this section
- g) “SCC” means the special conditions of contract
- h) “Day” means calendar day

3.2 Application

These General Conditions shall apply to the extent that they are not superseded by provisions of other part of contract.

3.3 Standards

- 3.3.1 The services provided under this Contract shall conform to the 7 standards mentioned in the Schedule of requirements

3.5 Patent Right's

The tenderer shall indemnify the Procuring entity against all third-party claims of infringement of patent, trademark, or industrial design rights arising from use of the services under the contract or any part thereof.

3.6 Performance Security

Within **fifteen (15) days** of receipt of the notification of Contract award, the successful tenderer shall furnish to the Procuring entity the Performance security where applicable in the amount specified in Special Conditions of Contract.

3.6.2 The proceeds of the performance security shall be payable to the Procuring entity as compensation for any loss resulting from the Tenderer's failure to complete its obligations under the Contract.

3.6.3 The performance security shall be denominated in the currency of the Contract or in a freely convertible currency acceptable to the Procuring entity and shall be in the form of:

- a) A bank guarantee.
- b) Such insurance guarantee approved by the Public Procurement Oversight Authority.

3.6.4 The performance security will be discharged by the procuring entity and returned to the candidate not later than thirty (30) days following the date of completion of the tenderer's performance of obligations under the contract, including any warranty obligations under the contract.

3.7 Inspections and Tests

3.7.1 The Procuring entity or its representative shall have the right to inspect and/or to test the services to confirm their conformity to the Contract specifications. The Procuring entity shall notify the tenderer in writing, in a timely manner, of the identity of any representatives retained for these purposes.

3.7.2 The inspections and tests may be conducted on the premises of the tenderer or its subcontractor(s). If conducted on the premises of the tenderer or its subcontractor(s), all reasonable facilities and assistance, including access to

drawings and production data shall be furnished to the inspectors at no charge to the Procuring entity.

3.7.3 Should any inspected or tested services fail to conform to the Specifications, the Procuring entity may reject the services and the tenderer shall make alterations necessary to meet specification requirements free of cost to the Procuring entity.

3.7.4 Nothing in paragraph 3.7 shall in any way release the tenderer from any warranty or other obligations under this Contract.

3.8 Payment

3.8.1 The method and conditions of payment to be made to the tenderer under this Contract shall be specified in SCC

3.9 Prices

Prices charged by the contractor for services performed under the Contract shall not, with the exception of any Price adjustments authorized in SCC , vary from the prices by the tenderer in its tender or in the procuring entity's request for tender validity extension as the case may be. No variation in or modification to the terms of the contract shall be made except by written amendment signed by the parties.

3.10 Assignment

The tenderer shall not assign, in whole or in part, its obligations to perform under this contract, except with the procuring entity's prior written consent.

3.10 Termination for Default

The Procuring entity may, without prejudice to any other remedy for breach of Contract, by written notice of default sent to the tenderer, terminate this Contract in whole or in part:

- a) if the tenderer fails to provide any or all of the services within the period(s) specified in the Contract or within any extension thereof granted by the Procuring entity.
- b) if the tenderer fails to perform any other obligation(s) under the Contract.

- c) if the tenderer, in the judgment of the Procuring entity, has engaged in corrupt or fraudulent practices in competing for or in executing the Contract.

In the event the Procuring entity terminates the Contract in whole or in part, it may procure, upon such terms and in such manner as it deems appropriate, services similar to those undelivered, and the tenderer shall be liable to the Procuring entity for any excess costs for such similar services.

3.12 Termination of insolvency

The procuring entity may at the any time terminate the contract by giving written notice to the contractor if the contractor becomes bankrupt or otherwise insolvent. In this event, termination will be without compensation to the contractor, provided that such termination will not produce or affect any right of action or remedy, which has accrued or will accrue thereafter to the procuring entity.

3.13 Termination for convenience

3.13.1 The procuring entity by written notice sent to the contractor may terminate the contract in whole or in part, at any time for its convenience. The notice of termination shall specify that the termination is for the procuring entity's convenience, the extent to which performance of the contractor of the contract is terminated and the date on which such termination becomes effective.

3.13.2 For the remaining part of the contract after termination the procuring entity may elect to cancel the services and pay to the contractor an agreed amount for partially completed services.

3.14 Resolution of disputes

The procuring entity's and the contractor shall make every effort to resolve amicably by direct informal negotiations any disagreement or dispute arising between them under or in connection with the contract.

If after thirty (30) days from the commencement of such informal negotiations both parties have been unable to resolve amicably a contract dispute either party may require that the dispute be referred for resolution to the formal mechanisms specified in the SCC.

3.15 Governing Language

The contract shall be written in the English language. All correspondence and other documents pertaining to the contract, which are exchanged by the parties, shall be written in the same language.

3.16 Force Majeure

The contractor shall not be liable for forfeiture of its performance security, or termination for default if and to the extent that its delay in performance or other failure to perform its obligations under the Contract is the result of an event of Force Majeure.

3.17 Applicable Law.

The contract shall be interpreted in accordance with the laws of Kenya unless otherwise specified in the SCC

3.18 Notices

Any notices given by one party to the other pursuant to this contract shall be sent to the other party by E-mail and confirmed in writing to the other party's address specified in the SCC

A notice shall be effective when delivered or on the notices effective date, whichever is later.

3.19 Taxes

3.19.1 "**Taxes**" means all present and future taxes, levies, duties, charges, assessments, deductions or withholdings whatsoever, including any interest thereon, and any penalties and fines with respect thereto, wherever imposed, levied, collected, or withheld pursuant to any regulation having the force of law and "Taxation" shall be construed accordingly.

3.19.2 Local Taxation

Nothing in the Contract shall relieve the Contractor and/or his Sub-Contractors from their responsibility to pay any taxes, statutory contributions and levies that may be levied on them in Kenya in respect of

the Contract. The Contract Price shall include all applicable taxes and shall not be adjusted for any of these taxes.

3.19.3 The Contractor shall be deemed to be familiar with the tax laws in the Employer's Country and satisfied themselves with the requirements for all taxes, statutory contributions and duties to which they may be subjected during the term of the Contract.

3.19.4 In instances where discussions are held between the Employer and the Contractor regarding tax matters, this shall not be deemed to constitute competent advice and hence does not absolve the Contractor of their responsibility in relation to due diligence on the tax issue as per 3.19.2 above.

Tax Deduction

3.19.5 If the Employer is required to make a tax deduction by Law, then the deduction shall be made from payments due to the Contractor and paid directly to the Kenya Revenue Authority. The Employer shall upon remitting the tax to Kenya Revenue Authority furnish the Contractor with the relevant tax deduction certificates.

3.19.6 Where the Contractor is paid directly by the Financiers and the Employer is not able to deduct tax, then the Contractor will be required to pay the tax deduction to Kenya Revenue Authority in the name of the Employer and furnish the Employer with an original receipt thereof as evidence of such payment. In absence of the said evidence, the Employer will not process any subsequent payments to the Contractor.

Tax Indemnity

3.19.7 The Contractor shall indemnify and hold the Employer harmless from and against any and all liabilities, which the Employer may incur for any reason of failure by the Contractor to comply with any tax laws arising from the execution of the Contract whether during the term of the Contract or after its expiry.

3.19.8 The Contractor warrants to pay the Employer (within fourteen (14) days of demand by the Employer), an amount equal to the loss, liability or cost which the Employer determines has been (directly or indirectly) suffered by the Employer for or on account of the Contractor's Tax liability arising from the Contract.

3.19.9 Where the amount in 3.19.8 above remains unpaid after the end of the fourteen (14) days moratorium, the Employer shall be entitled to compensation for financing charges.

SECTION IV: SPECIAL CONDITIONS OF CONTRACT

4.1 Special conditions of contract (SCC) shall supplement the general conditions of contract, wherever there is a conflict between the GCC and the SCC, the provisions of the SCC herein shall prevail over those in the GCC.

4.2 Special conditions of contract with reference to the general conditions of contract.

General conditions of contract	Special conditions of contract
3.6	The Performance Security shall be in the amount of 10% of the Contract Price.
3.8	<p>Payment shall be made within a credit period of 30 days upon receipt of certified invoices, inspection reports and payment certificates. Invoices shall be submitted monthly for the scope of work completed within the month.</p> <p>NB: The cost of mobilization shall be included in the first invoice and demobilization included in the last invoice.</p>
3.9	Prices shall be fixed during the Contractor’s performance of the Contract and not subject to variation on any account.
3.14.1	<i>Arbitration where necessary shall be by the Chartered Institute of Arbitrators Kenya Chapter or other International body.</i>
3.17	Kenya law

SECTION V

TECHNICAL SPECIFICATIONS

5.1 INTRODUCTION

KenGen operates three drilling rigs at various locations within the Olkaria Geothermal Field. The three drilling rigs are supported by over 3000m of the Drill Stem. To assure integrity of the drill string and safety of the drilling process, KenGen require inspection and repairs of the drill string components and handling tools as per API RP 7G-2 and DS1 CAT 5 inspection.

The Contractor will be expected to inspect, grade, mark and report on the condition of and where possible carry out repairs to drill string components. The inspection procedures are laid out in Clause 5.7, “Details of Services” of this Section V.

5.2 SCOPE OF WORK

This consists of:

- a) Provision of DS1 CAT 5 inspection for the KenGen drill string and components and other tubular handling tools.
- b) Provision of suitable hardbanding on drill pipes and other BHA components. KenGen have ARNCO 350XT and Duraband NC as previous hardbanding.
- c) Re-threading and phosphating of recut end connections on drill string components
- d) Provision of suitable cabling and associated power supply accessories up to 100m away adequate to carry the power load. The cable shall be copper XLPE SWA 4 core (at least 10mm²) armoured suitable for underground laying. The cabling shall remain the property of KenGen.

NB: The amount of services required might be more or less than scheduled. Payments shall be based solely on the actual amount of services provided and certified

Inspection of drill string components shall be performed at four different locations (3 rig sites and 1 central pipe management yard). The four sites are within a radius of 20 km at the Olkaria Geothermal Project in Naivasha, Kenya.

Bidders will be required to move from one site to another with the complete set of inspection equipment. KenGen will provide logistics for moving from one point to another.

KenGen will confirm that all the inspection kits are duly calibrated. Any inspection equipment not duly calibrated will be rejected.

Inspection will be conducted on all drill string components and tubular handling tools. Inspected components shall be clearly marked as per DS1 and API RP 7G standards. The bidder shall provide average production rates for BHA and drill pipe inspection in the bid proposal.

The bidder will be required to submit daily inspection reports to the KenGen engineer. Both hard copy field reports and summary reports shall be availed to KenGen engineer.

5.3 MOBILIZATION OF EQUIPMENT AND PERSONNEL

The Contractor shall be expected to mobilize equipment and personnel to perform inspections, hardbanding and thread repairs as follows:

- a. The personnel and equipment required for conducting the drill string inspection shall be mobilized within one month after signing the contract.
- b. The personnel and equipment required for conducting hardbanding and thread repairs shall be mobilized within two months after signing the contract. However, the supplier can mobilize all the required equipment for inspection and repair services within one month.
- c. The costs for mobilization and demobilization shall be quoted once i.e. cost of mobilization for personnel and equipment required for both inspection and repair services.

Mobilization will be complete after the contractor has brought to site all the equipment and personnel needed to perform the services. Bidders shall indicate their mobilization period for equipment and personnel on the price schedule.

The cost of mobilization of the Contractor's equipment and personnel from their base to Olkaria-Naivasha shall be borne by the Contractor. Bidders shall quote a lumpsum price for mobilization of equipment and personnel to Olkaria-Naivasha in the price schedule. KenGen will provide local transport from the accommodation facility to the inspection site at no expense to the Contractor.

The cost of demobilization of the equipment and personnel after completion of services shall be borne by the Contractor. Bidders shall quote a lumpsum price for demobilization of equipment and personnel from Naivasha to their base in the price schedule.

5.4 PENALTIES FOR LATE MOBILIZATION

The expected mobilization period is within one month after signing of the contract. KenGen however desires the mobilization period to be as short as practicable and will agree on the actual date of completing the mobilization during negotiations with the successful bidder.

For each week of delay in mobilization beyond the agreed date of completing the mobilization, a sum equivalent to 0.5% of the tender price shall be deducted from any monies due up to a maximum of 10% after which the contract may be terminated and/or the performance security may be forfeited.

5.5 MATERIALS AND SERVICES TO BE PROVIDED BY KENGEN

KenGen will provide the following materials and services at no charge to the Contractor for use under the performance of the contract.

- a) Suitable location for setting up the mobile thread repairs and hardbanding equipment.
- b) 3-phase power supply, diesel for cleaning, rags and other basic consumable materials will also be provided.
- c) Any transportation required for the Contractor's equipment when moving around and within the Olkaria Geothermal Project for the purposes of the contract, after the initial mobilization. However, should the Contractor not wish to store his equipment at our facility, or removes the equipment from the site in between inspection jobs, then he shall be responsible for meeting all transportation cost of the equipment while it is off the site.
- d) A crew of helpers who shall be under the instructions of the Contractor. The Contractor shall train the helpers in such a manner as to meet his requirements for assistance personnel. The number of helpers shall be decided by mutual agreement.
- e) Full board accommodation at or near the site including transport while working on site shall be provided for the Contractor's personnel who will perform the inspections.

5.6 CONTRACTOR'S PERSONNEL

a) Contractor's Personnel

The Contractor shall provide fully qualified and experienced Personnel to carry out the Services. As part of their tender, the Tenderer shall provide CVs of personnel they propose to perform the Contract.

The Contractor's personnel must be proficient in **ENGLISH LANGUAGE**.

b) Medical Care

The Contractor shall be liable for all medical expenses of their personnel. The successful Tenderer shall maintain a well-stocked First Aid Box on Site at all times.

5.7 DRILL STRING COMPONENTS TECHNICAL DATA

5.7.1 Drill pipe technical data (5" OD drill pipes)

- Grade G105
- Range II
- Nominal Weight: 19.5lbs/ft
- Tool joint: 18⁰ shoulder, IEU, NC50

5.7.2 Drill pipe technical data (4½" OD drill pipes)

- Grade E75
- Range II
- Nominal Weight: 16.6lbs/ft
- Tool joint: 18° shoulder, IEU, NC46

5.7.3 8" OD Spiral type drill collars

- Body OD: 8"
- Body ID: 2-13/16"
- Length: 30ft
- Type of connections: 6⁵/₈" REG.

5.7.4 6½" OD Spiral type drill collars

- Body OD: 6½"
- Body ID: 2-13/16"
- Length: 30ft
- Type of connections: NC50

5.7.5 Heavy weight drill pipes

- Body OD: 5"
- Body ID: 2¾"
- Length: Range II
- Nominal weight: 50lbs/ft
- Tool joint: 18⁰ shoulder, NC50

5.7.6 Hexagonal Kelly

- Size (OD x ID): 5¼" x 3¼"
- Length: 40ft
- Connections: 6⁵/₈" Reg. LH box and NC50 pin

5.8 DETAILS OF SERVICES

5.8.1 Inspection of Drill Pipes (Body & Tool Joints)

The drill pipes shall be inspected and classified in accordance with API RP 7G and DS1 CAT 5. Bidders shall provide detailed procedure/method and equipment for carrying out the inspection.

- Bidders shall quote a unit price per piece of drill pipe in the price schedule.
- Bidders shall quote a unit price per piece of drill pipe (pin & box) in the price schedule.

5.8.2 Inspection of BHA components

The tool body shall be inspected and classified in accordance with API RP 7G and DS1 CAT 5. Bidders shall provide detailed procedure/method and equipment for carrying out the inspection.

- Bidders shall be required to quote a unit price per item in the price schedule.
- Bidders shall be required to quote a unit price per item (pin & box) in the price schedule.

5.8.3 Inspection of Tubular Handling Equipment

Inspection of pipe/casing handling tools such as slips, tongs, bails, elevators, Kelly drive bushing, rotary able bushing, etc. in accordance with API RP 7G.

- Inspection shall be conducted at respective rig sites.
- Unit price per item shall be quoted.

5.8.4 Thread Cutting & Gouging of Drill Pipes

Drill pipes, collars and subs shall be re-threaded on site to be provided by KenGen. The new threads shall comply with the gouging practice specified in API RP 7G.

- A unit price per tool joint re-threaded shall be quoted.
- A unit price per tool joint gouging shall be quoted.

5.8.5 Phosphating on recut tool joints

All recut connection shall be treated with a suitable hot phosphate coating to provide resistance to galling and corrosion. Unit price per end connection shall be quoted.

5.8.6 Saw cutting of drilling tubulars

Saw cutting on supplied drilling tubulars may be necessary. A unit price per OD inch shall be quoted.

5.8.7 Thread Cutting & Gouging of Drill Collars

BHA connections may be re-threaded at an API certified facility within the country. The new threads shall comply with the gouging practice specified in API 7-1.

A unit price per end connection shall be quoted.

5.8.8 Re-application of Hardbanding on Drill String Components

Drill pipes, heavy-weight drill pipes and drill collars may require re-application of hard-banding on the wearing areas. KenGen already have ARNCO 350XT and Duraband NC previous hardbanding. Similar hardbanding or a suitable and equivalent hardbanding that exhibit the following properties will be accepted:

- a) Low tool joint wear in open hole
- b) Low tool joint wear in cased hole
- c) Non-cracking
- d) Casing-wear friendly – low casing wear
- e) Hardness value of at least 60 HRC

When re-hardbanding, the new bands should not be located over the top of any existing hardbanding. The existing hardbanding shall be completely removed by gouging, grinding, or another suitable technique.

After the removal of the old hardbanding the area shall be ground to a smooth bright metal finish and the surface shall be examined by wet magnetic particle inspection (MPI) to ensure the complete removal of any cracks. If the depth of the resultant groove is too great for hardbanding a buttering layer of mild steel weld metal may be deposited. This layer may be subjected to machining prior to hardbanding.

Worn hardbanding need not be removed prior to re-hardbanding provided the wear resistant alloy overlay to be applied is the same as the existing wear resistant alloy overlay and no cracking of the existing overlay exists.

The hard bands shall be applied in the following manner:

a. Drill Pipe Tool joints

Box tool joint:

- A 3 inch (75mm) wide band on the OD next to the taper.
- A 3/4 inch (19mm) wide band on the 18° taper.

Pin tool joint:

- A 2 inch (19mm) wide band on the tool joint OD adjacent to the taper.

After hardbanding, it is necessary to ensure that the leading edge of the hardfacing on the OD of the tool joint is smooth and rounded off.

b. Heavy Weight Drill Pipe

Hardbanding shall be applied to both the pin and box tool joints as well as the central upset wear area. The standard band width are 4 inch(100mm) on both the pin and box end, plus a 1 inch (25mm) wide hardband on the taper section of the box, and two 3 inch (75 mm) wide bands on the central upset area.

c. Drill collars with slip and elevator recesses

A 10 inch (250 mm) wide band under the slip recess, a 1 inch (25 mm) wide band above the slip recess, and a 4 inch (100 mm) wide band above the elevator recess.

5.9 ADDITIONAL SERVICES

Bidders shall provide a priced list for additional services. When required, the Contractor will bring with him any additional equipment necessary to carry out the additional services. The cost of additional services will be provided separately and **WILL NOT** be included in the Price Schedule and Tender Form.

SECTION VII
SCHEDULE OF REQUIREMENTS

No	Description	Unit	Estimated Quantity
1	Inspection of 4½" or 5" OD drill pipe body	Drill pipe	1100
2	Inspection of 4½" or 5" OD drill pipe tool joints	Tool joints (pin & box)	1100
3	Inspection of 4½" or 5" OD heavy weight drill pipe body	HW Drill pipe	40
4	Inspection of 4½" or 5" OD heavy weight drill pipe tool joints	Tool joints (pin & box)	40
5	Inspection of 6½" or 8" OD drill collar body	Drill collar	40
6	Inspection of 6½" or 8" OD drill collar tool joints	Tool joints (pin & box)	40
7	Inspection of 5¼" Hexagonal Kelly body	Kelly	2
8	Inspection of 5¼" Hexagonal Kelly tool joints	Tool joints (pin & box)	2
9	Inspection of upper and lower Kelly cocks	Kelly cock (upper & lower)	2
10	Inspection of tool joints on upper and lower Kelly cocks	Tool joints (pin & box)	4
11	Inspection of body for bit subs, cross over subs and NRV subs	Item (sub)	10
12	Inspection of tool joints on bit subs, cross over subs and NRV subs	Tool joints (pin & box)	10
13	Inspection of tubular handling tools (slips, tongs, bails, elevators, Kelly drive bushing, rotary table bushing)	Item	30
14	Inspection of 17½" blade type stabilizer body	Item (stabilizer)	7
15	Inspection of 17½" blade type stabilizer tool joints	Tool joints (pin & box)	7
16	Inspection of 12¼" blade type stabilizer body	Item (stabilizer)	9
17	Inspection of 12¼" blade type stabilizer tool joints	Tool joints (pin & box)	9
18	Inspection of 8½" blade type stabilizer body	Item (stabilizer)	10
19	Inspection of 8½" blade type stabilizer tool joints	Tool joints (pin & box)	10
20	Re-threading and gouging of 5" or 4½" OD drill pipe end connections	End connection	350

No	Description	Unit	Estimated Quantity
21	Re-threading and gouging of 4½" or 5" OD heavy weight drill pipe end connections	End connection	35
22	Re-threading and gouging of 6½" OD drill collar end connections	End connection	20
23	Re-threading and gouging of 8" OD drill collar end connections	End connection	5
24	Saw cut on OD of drill tubular	Per OD inch	120
25	Re-boring of NRV recess for 8½" or 12¼" stabilizers	Item (stabilizer)	8
26	Re-threading of crossover subs with NC50 Non-BHA connections (with no SRG/Boreback)	End connection	9
27	Re-threading of crossover subs with NC50 BHA connections (with SRG/Boreback)	End connection	12
28	Re-threading of crossover subs with 6-5/8" API REG connections	End connection	15
29	Phosphating on recut end connections	End connection	446
30	Re-application of hardbanding on 4½" or 5" OD drill pipes	Drill pipe	1000
31	Re-application of hardbanding on 5" OD heavy weight drill pipes	HW drill pipe	20
32	Re-application of hardbanding on 6½" OD spiral type drill collars	Drill collar	15
33	100m of copper XLPE SWA 4 core (at least 10mm ²) armoured cable suitable for underground laying.	Set	1
34	Personnel and equipment mobilization	Lump sum	1
35	Personnel and equipment demobilization	Lump sum	1

Name of Company

Address

Signature and Rubber Stamp

Date _____

SECTION VII
PRICE SCHEDULE

No	Description	Unit	Estimated Quantity	Unit Price (US\$)	Total Price (US\$)
1	Inspection of 4½" or 5" OD drill pipe body	Drill pipe	1100		
2	Inspection of 4½" or 5" OD drill pipe tool joints	Tool joints (pin & box)	1100		
3	Inspection of 4½" or 5" OD heavy weight drill pipe body	HW Drill pipe	40		
4	Inspection of 4½" or 5" OD heavy weight drill pipe tool joints	Tool joints (pin & box)	40		
5	Inspection of 6½" or 8" OD drill collar body	Drill collar	40		
6	Inspection of 6½" or 8" OD drill collar tool joints	Tool joints (pin & box)	40		
7	Inspection of 5¼" Hexagonal Kelly body	Kelly	2		
8	Inspection of 5¼" Hexagonal Kelly tool joints	Tool joints (pin & box)	2		
9	Inspection of upper and lower Kelly cocks	Kelly cock (upper & lower)	2		
10	Inspection of tool joints on upper and lower Kelly cocks	Tool joints (pin & box)	4		
11	Inspection of body for bit subs, cross over subs and NRV subs	Item (sub)	10		
12	Inspection of tool joints on bit subs, cross over subs and NRV subs	Tool joints (pin & box)	10		

No	Description	Unit	Estimated Quantity	Unit Price (US\$)	Total Price (US\$)
13	Inspection of tubular handling tools (slips, tongs, bails, elevators, Kelly drive bushing, rotary table bushing)	Item	30		
14	Inspection of 17½" blade type stabilizer body	Item (stabilizer)	7		
15	Inspection of 17½" blade type stabilizer tool joints	Tool joints (pin & box)	7		
16	Inspection of 12¼" blade type stabilizer body	Item (stabilizer)	9		
17	Inspection of 12¼" blade type stabilizer tool joints	Tool joints (pin & box)	9		
18	Inspection of 8½" blade type stabilizer body	Item (stabilizer)	10		
19	Inspection of 8½" blade type stabilizer tool joints	Tool joints (pin & box)	10		
20	Re-threading and gouging of 5" or 4½" OD drill pipe end connections	End connection	350		
21	Re-threading and gouging of 4½" or 5" OD heavy weight drill pipe end connections	End connection	35		
22	Re-threading and gouging of 6½" OD drill collar end connections	End connection	20		
23	Re-threading and gouging of 8" OD drill collar end connections	End connection	5		
24	Saw cut on OD of drill tubular	Per OD inch	120		
25	Re-boring of NRV recess for 8½" or 12¼" stabilizers	Item (stabilizer)	8		
26	Re-threading of crossover subs with NC50 Non-BHA connections (with no SRG/Boreback)	End connection	9		

No	Description	Unit	Estimated Quantity	Unit Price (US\$)	Total Price (US\$)
27	Re-threading of crossover subs with NC50 BHA connections (with SRG/Boreback)	End connection	12		
28	Re-threading of crossover subs with 6-5/8" API REG connections	End connection	15		
29	Phosphating on recut end connections	End connection	446		
30	Re-application of hardbanding on 4½" or 5" OD drill pipes	Drill pipe	1000		
31	Re-application of hardbanding on 5" OD heavy weight drill pipes	HW drill pipe	20		
32	Re-application of hardbanding on 6½" OD spiral type drill collars	Drill collar	15		
33	100m of copper XLPE SWA 4 core (at least 10mm ²) armoured cable suitable for underground laying.	Set	1		
34	Personnel and equipment mobilization	Lump sum	1		
35	Personnel and equipment demobilization	Lump sum	1		
Total					
Applicable taxes					
Discount, if any					
Grand total					
Mobilization period					

Name of Company

Address

Signature and Rubber Stamp

Date _____

NOTE

Bidders **MUST** quote for all items in the price schedule to be considered compliant. Failure to quote for any items in the schedule will lead to automatic disqualification.

SECTION VI

STANDARD FORMS

1. Form of tender
2. Price schedules
3. Contract form
4. Confidential Questionnaire form
5. Tender security form
6. Performance security form

FORM OF TENDER

Date _____
Tender No. _____

To: _____

[name and address of procuring entity]

Gentlemen and/or Ladies:

1. Having examined the tender documents including Addenda Nos. *[insert numbers]*.the receipt of which is hereby duly acknowledged, we, the undersigned, offer to provide the services (..... *(insert service description)*) in conformity with the said tender documents for the sum of *(total tender amount in words and figures)* or such other sums as may be ascertained in accordance with the Schedule of Prices attached herewith and made part of this Tender.

2. We undertake, if our Tender is accepted, to provide the services in accordance with the service delivery schedule specified in the Schedule of Requirements.

3. If our Tender is accepted, we will obtain the guarantee of a bank in a sum of equivalent to _____ percent of the Contract Price for the due performance of the Contract in the form prescribed by *(Procuring entity)*.

4. We agree to abide by this Tender for a period of *[number]* days from the date fixed for tender opening of the Instructions to tenderers, and it shall remain binding upon us and may be accepted at any time before the expiration of that period.

5. This Tender, together with your written acceptance thereof and your notification of award, shall constitute a Contract, between us, subject to signing of the Contract by the parties.

6. We understand that you are not bound to accept the lowest or any tender you may receive.

Dated this _____ day of _____ 20 _____

[signature]

[in the capacity of]

Duly authorized to sign tender for an on behalf of _____

Note: In accordance with **Clause 82** of the **Public Procurement and Asset Disposal Act 2015**

“The tender sum as submitted and read out during the tender opening shall be absolute and final and shall not be the subject of correction, adjustment or amendment in any way by any person or entity.

CONTRACT FORM

THIS AGREEMENT made day 20 between.....[name of the _____ of _____ procurement entity] of[country of Procurement entity](hereinafter called “**the Employer**”) of the one part and[name of tenderer] of[city and country of tenderer](hereinafter called “**the Supplier**”) of the other part.

WHEREAS the procuring entity invited tenders for certain Services. Viz.....[brief description of services] and has accepted a tender by the tenderer for the provision of those services in the sum of[contract price in words

and figures] **NOW THIS AGREEMENT WITNESSETH AS**

FOLLOWS:

1. In this Agreement words and expressions shall have the same meanings as are respectively assigned to them in the Conditions of Contract referred to.
2. The following documents shall be deemed to form and be read and construed as part of this Agreement, viz.:
 - a) The tender form and price schedule submitted by the tenderer
 - b) The schedule of requirements
 - c) The technical specifications
 - d) The General Conditions of Contract
 - e) The Special Conditions of Contract, and
 - f) The procuring entity’s Notification of award and the bidders acceptance
3. In consideration of the payments to be made by the Procuring entity to the tenderer as hereinafter mentioned, the tenderer hereby covenants with the Procuring entity to provide the materials and spares and to remedy defects therein in conformity in all respects with the provisions of the Contract
4. The Procuring entity hereby covenants to pay the tenderer in consideration of the provision of the materials and spares and the remedying of defects therein, the Contract Price or such other sum as may become payable under the provisions of the contract at the times and in the manner prescribed by the contract.

IN WITNESS whereof the parties hereto have caused this Agreement to be

executed in accordance with their respective laws the day and year first above written.

Signed by _____ the _____ (for the Procuring
entity) Signed by _____ the _____ (for the tenderer)
in the presence of _____.

MANDATORY CONFIDENTIAL BUSINESS QUESTIONNAIRE

(Must be filled by all applicants or Tenderers' who choose to participate in this tender)

Name of Applicant(s).....

You are requested to give the particulars in Part 1 and either Part 2 (a), 2 (b) or 2 (c), whichever applies to your type of business. Part 2 (d) to part 2 (i / j) must be filled. You are advised that giving wrong or false information on this Form will lead to automatic disqualification of your tender or termination of your contract or debarment of your firm at your cost.

Part 1 – General

Business Name:.....Certificate of Incorporation /
Registration No.Location of business premises:

CountryPhysical address

TownBuilding.....

Floor.....Plot No.

Street / RoadPostal Address

Postal / Country Code.....Telephone No's.....

Fax No's.E-mail address

Website

Contact Person (*Full Names*) Direct / Mobile No's.....

Title Power of Attorney (**Yes / No**)

If **yes**, attach written document.

Nature of Business (*Indicate whether manufacturer, distributor, etc*)

(Applicable to Local suppliers only)

Local Authority Trading License No. Expiry Date

KRA PIN No.....

Value of the largest single assignment you have undertaken to date (*US D/KShs*)

.....

Was this successfully undertaken? **Yes / No**.(If **Yes**, attach reference)

Name (s) of your banker (s)

.....

Branches Tel. No's.

Part 2 (a) – Sole Proprietor (if applicable)

Full names

Nationality..... Country of Origin.....

.....

Company Profile (*Attach brochures or annual reports in case of public company*)

Part 2 (b) – Partnerships (if applicable)

Give details of partners as follows:

Full Names Nationality Citizenship Details Shares

1.

2.

Company Profile

Part 2 (c) – Registered Company (if applicable - as per the CR12 form)

Private or public

Company Profile (*Attach brochures or annual reports in case of public companies*)

State the nominal and issued capital of the Company

Nominal KShs

Issued KShs

List of top ten (10) shareholders and distribution of shareholding in the company. Give details of all directors as follows:-

Full Names Nationality Citizenship Details Shares

- 1.....
- 2.....

Part 2 (d) – Debarment

I/We declare that I/We have not been debarred from any procurement process and shall not engage in any fraudulent, corrupt, coercive and obstructive acts with regard to this or any other tender by the KENGEN and any other public or private institutions.

Full Names

Signature

Dated this.....day of2018.

In the capacity of

Duly authorized to sign Tender for and on behalf of

Part 2 (e) – Bankruptcy / Insolvency / receivership.

I/We declare that I/We have not been declared bankrupt or insolvent by the competent Authorities in Kenya and neither are we under receivership:

Full Names

Signature

Dated this.....day of2018.

In the capacity of

Duly authorized to sign Tender for and on behalf of

Part 2 (f) – Criminal Offence

I/We, (Name (s) of Director (s)):-

- a)

b)

Have not been convicted of any criminal offence relating to professional conduct or the making of false statements or misrepresentations as to its qualifications to enter into a procurement contract within a period of three (3) years preceding the commencement of procurement proceedings.

Signed

For and on behalf of M/s

.....

In the capacity of

.....

Dated this.....day of2018.

Suppliers' / Company's Official Rubber Stamp

Part 2 (g) – Conflict of Interest

I/We, the undersigned state that I / We have no conflict of interest in relation to this procurement:

a)

b)

For and on behalf of M/s

In the capacity of

Dated this.....day of2018

Suppliers' / Company's Official Rubber Stamp

.....

Part 2 (h) – Interest in the Firm:

Is there any person/persons in KENGEN or any other public institution who has interest in the Firm?

Yes/No (Delete as necessary)

Institution.....

.....

(Title) (Signature) (Date)

Part 2(i) – Experience: *NOTE: THIS SECTION IS MANDATORY ONLY IF IT FORMS PART OF TECHNICAL EVALUATION. IT’S ALSO NOT NECESSARY FOR ALREADY PRE-QUALIFIED OR DIRECT PROCUREMENT FIRMS. ITS ALSO NOT APPLICABLE FOR AGPO FIRMS TENDERS.*

Please list here below similar projects accomplished or companies / clients you have supplied with similar items or materials in **the years prescribed.**

	Company Name	Country	Contract/Order No.	Value	Contact person (Full)	E-mail address	Cell phone
1							
2							

Part 2 (i or j) – Bank account details:

AGPO firms must provide evidence from their bank that the account to which KenGen shall make payment has a youth or a woman or a PWD listed in the **CR12 form/partnership deed/sole proprietor certificate** as a MANDATORY signatory of that account,- **Sec.157 (11) of PPADA:**

Account No:.....Name of the person(s) in the CR12 form OR in the partnership deed OR in the sole proprietor certificate...../.....

ID No(s):...../.....Signature and stamp of the authorized Banker Representative.....Date.....

Part 2(j or k) – Declaration

I / We, the undersigned state and declare that the above information is correct and that I / We give KENGEN authority to seek any other references concerning my / our company from whatever sources deemed relevant, e.g. Office of the Registrar of Companies, Bankers, etc.

Full names

.....

Signature.....

For and on behalf of M/s

In the capacity of

.....

Dated thisday of2018.

Suppliers' / Company's Official Rubber Stamp

.....

TENDER SECURITY FORM
(To be on the Banks Letterhead)

WHEREAS [name of the tenderer]

(hereinafter called “the tenderer”) has submitted its tender dated
[date of submission of tender] for
.....[name and/or description of the equipment] (hereinafter called “the Tender”)

KNOW ALL PEOPLE by these presents that **WE** of having our registered office at (hereinafter called “the Bank”), are bound unto the **Kenya Electricity Generating Company Limited** (hereinafter called “the Procuring entity”) in the sum of for which payment well and truly to be made to you, the Bank binds itself, its successors, and assigns by these presents.

Sealed with the Common Seal of the said Bank this ____ day of _____ 20 ____

THE CONDITIONS of this obligation are:-

1. If the tenderer withdraws its Tender during the period of tender validity specified by the tenderer on the Tender Form; or
2. If the tenderer, having been notified of the acceptance of its Tender by the Procuring entity during the period of tender validity:
 - (a) fails or refuses to execute the Contract Form, if required; or
 - (b) fails or refuses to furnish the performance security in accordance with the Instructions to tenderers;

We undertake to pay the Procuring entity up to the above amount upon receipt of its first written demand, without the Procuring entity having to substantiate its demand, provided that in its demand the Procuring entity will note that the amount claimed by it is due to it, owing to the occurrence of one or both of the two conditions, specifying the occurred condition or conditions.

This tender guarantee will remain in force up to and including thirty (30) days after the period of tender validity, and any demand in respect thereof should reach the Bank not later than the above date.

*[Signature of the bank]*_____

(Amend accordingly if provided by Insurance Company)

PERFORMANCE SECURITY FORM

(To be on the Banks Letterhead)

To:

.....

..... [name of the Procuring entity]

WHEREAS.....[name of tenderer]

(hereinafter called “the tenderer”) has undertaken, in pursuance of Contract

No. _____ [reference number of the contract] dated _____ 20 ____ to

supply.....

..... [Description services](Hereinafter called “the contract”)

AND WHEREAS it has been stipulated by you in the said Contract that the tenderer shall furnish you with a bank guarantee by a reputable bank for the sum specified therein as security for compliance with the Tenderer’s performance obligations in accordance with the Contract.

AND WHEREAS we have agreed to give the tenderer a guarantee:

NOW THEREFORE WE hereby affirm that we are Guarantors and responsible to you, on behalf of the tenderer, up to a total of [amount of the guarantee in words and figures],

and we undertake to pay you, upon your first written demand declaring the tenderer to be in default under the Contract and without cavil or argument, any sum or sums within the limits of

.....

.....
[amount of guarantee] as aforesaid, without your needing to prove or to show grounds or reasons for your demand or the sum specified therein.

This guarantee is valid until the

day of 20

Signature and seal of the Guarantors

[name of bank or financial institution]

[address]

[date]

(Amend accordingly if provided by Insurance Company)