



KENYA ELECTRICITY GENERATING COMPANY LIMITED

**KGN-GDD-080-2018 - TENDER FOR IMPROVEMENT OF CIRCULATING
WATER SYSTEM & STRUCTURAL REHABILITATION OF OLKARIA II
GEOTHERMAL POWER PLANT**

19th SEPTEMBER, 2018

**ADDENDUM NO.1 – ENHANCED EVALUATION CRITERIA, GRAND
SUMMARY SCHEDULE AND CLARIFICATIONS**

**In accordance with the TENDER FOR IMPROVEMENT OF CIRCULATING
WATER SYSTEM & STRUCTURAL REHABILITATION OF OLKARIA II
GEOTHERMAL POWER PLANT,** KenGen hereby issues Addendum No.1

A. ENHANCED EVALUATION CRITERIA

a) PRELIMINARY/MANDATORY EXAMINATION OF TENDERS

The following criterion has been added as item no 18 under the Preliminary/Mandatory Examination of Tender

18) Bidders must quote for the entire tender scope to be responsive

b) TECHNICAL EXAMINATION OF TENDER

The following criteria have been qualified under the technical Examination of Tenders.

		Max Score
1)	Layouts Drawings and calculations. The bidder to provide proposed layout Drawings and calculations with the bid. Description of all of the materials used for all the components including flanges and bolts. This shall include the following; a) Detailed design calculations for Circulating Water System – 5points b) Proposed design drawings; (i) Isometric – 4 points (ii) P&ID – 4 Points c) Proposed interface with existing installations. – 2 points d) Proposed design foundation and pipe support. – 2 points e) Proposed design provision for ease of maintenance. - 3 point	20

NOTE: The requirement for (a) Detailed Power Plant Structure design has been deleted and all marks re - distributed as shown above

B. GRAND SUMMARY SCHEDULE

It has been noted that the consolidated grand total price table for the project under page 121 has erroneously captured 10% contingencies amount and applicable taxes that's already covered under the three individual scopes (under page 102 – Summary Improvement of Circulating Water System, page 114 –Summary Structural Rehabilitation, and page 120 – Summary Repainting of Olkaria II Power Station. Therefore, the item on **10 % contingency on subtotal and All Applicable Taxes** should be deleted to arrive at the total tender price to be carried to the form of tender.

Please take note that VAT and Contingencies should not be computed afresh on the total of grand summary table.

C. CLARIFICATIONS AS REQUESTED BY PROSPECTIVE BIDDERS

No.	BIDDERS CLARIFICATION SOUGHT	KenGen RESPONSE
1.	Detailed Design Calculation – Kindly elaborate on how the detailed design would be standardized to avoid variation in design (refer page 51 item 4 (i))	The requirement for detailed Power Station structure has been deleted. However, the bidder must provide a detailed design for the other components based on provided information as in the tender document to address the problem as elaborated in the scope.
2.	Consultant Report – Will the employer share the consultant report on Olkaria II structural Rehabilitation with all the bidders? It was observed that the report had been shared with some bidder on the previous tender giving them undue advantage.	This report will be provided as and when requested to individual bidders. However, bidders are reminded of the non-disclosure obligation which requires them not to share the report with a third party without the express authority of the employer.
3.	Missing Drawings – Will the missing drawing referenced as annex iv be availed and when?	This drawing has been availed and uploaded to our website.

4.	Steel Structure sizes proposed in the tender document not available in the Kenyan market –Are bidders at liberty to propose alternative sizes for what is not locally available?	Bidders are required to stick to the sizes requested as per the tender document. Bidders should explore international sources of supply
5.	Masonry and Mechanical Work Scope – Can one quote for one scope and leave out the other/s.	This option is not acceptable. Bidders to quote for the entire scope of work as indicated in the tender document. NOTE: This is a mandatory requirement as noted under ENHANCED EVALUATION CRITERIA in the addendum above.
6.	Outage as Requested – Is it allowable for the bidder to plan to work in shifts to reduce on the outage time period and if this is acceptable, how then would the engineer be compensated (refer page 53 section 33.1, page 72 clause 6.5).	This is not acceptable as Olkaria II Power Station is inside Hells Gate National Park and the working hours are therefore regulated by Kenya Wildlife Service (KWS). <u>Bidders should therefore stick to the guidelines as stated in the tender document</u>
7.	Ground Injection Grouting –kindly provide further explanation on the grouting aspect.	This requirement involves soil stabilization using grouting
8.	Advance Payment kindly clarify the clause on the advance payment as it doesn't seem too clear: 40 41.1 Advance Payment The employer shall grant upon request by the bidder a Ten per cent (10%) of the total contract amount as a refundable advance payment to be recovered by the Employer at a rate of 25% from payments due in each interim payment certificate until the Advance Payment is fully recovered) within Sixty (60) days after receipt of the request in writing and an irrevocable advance payment security for the equivalent amount made out in favour of the Employer.	The employer will grant an advance payment as provided for in clause 41.1 40 41.1 Advance Payment <i>The employer shall grant upon request by the bidder a Ten per cent (10%) of the total contract amount as a refundable advance payment to be recovered by the Employer at a rate of 25% from payments due in each interim payment certificate until the Advance Payment is fully recovered) within Sixty (60) days after receipt of the request in writing and an irrevocable advance payment security for the equivalent amount made out in favour of the Employer.</i>

	<p>14.2 Amount of Advance Payment Delete sub-clause 14.2 in its entirety and substitute with: “The shall be no advance Payment applicable”</p>	
9.	<p>WORKING SITE & OFFICES Will the employer provide a working site and offices</p>	<p>The employer shall avail a working site as provided for under Item 1.01 on page 103 of the tender document and replicated below:</p> <p>Site Office and Store <i>The Contractor shall provide, erect and maintain all necessary covered storage, and site office complete as he may require, in a location within the working area to the approval of the Project manager for his own needs during the execution of this project; Allow for security arrangement and lighting; remove there upon completion of the project, and make-good grounds upon which the facility have been removed.</i></p>

ACKNOWLEDGEMENT OF ADDENDUM NO. I

We, the undersigned hereby certify that the addendum is an integral part of the document and the alterations set out in the addendum has been incorporated in the tender proposal.

Signed _____

Tenderer _____