

Request for Quotation (RFQ)

RFQ Number: LED RFQ- 158

Issuance Date: September 14, 2020

Deadline for Offers: September 23, 2020

Description: ERP

For: LED-Lebanon

Funded By: United States Agency for International Development (USAID),

Contract No. AID-268-17-C-00001-00

Implemented By: Chemonics Beirut S.A.R.L

Point of Contact: Roger Karam

***** ETHICAL AND BUSINESS CONDUCT REQUIREMENTS *****

Chemonics is committed to integrity in procurement, and only selects suppliers based on objective business criteria such as price and technical merit. Chemonics expects suppliers to comply with our Standards of Business Conduct, available at http://www.chemonics.com/OurStory/OurMissionAndValues/Standards-of-Business-Conduct/Pages/default.aspx.

Chemonics does not tolerate fraud, collusion among offerors, falsified proposals/bids, bribery, or kickbacks. Any firm or individual violating these standards will be disqualified from this procurement, barred from future procurement opportunities, and may be reported to both USAID and the Office of the Inspector General.

Employees and agents of Chemonics are strictly prohibited from asking for or accepting any money, fee, commission, credit, gift, gratuity, object of value or compensation from current or potential vendors or suppliers in exchange for or as a reward for business. Employees and agents engaging in this conduct are subject to termination and will be reported to USAID and the Office of the Inspector General. In addition, Chemonics will inform USAID and the Office of the Inspector General of any supplier offers of money, fee, commission, credit, gift, gratuity, object of value, or compensation to obtain business.

Offerors responding to this RFQ must include the following as part of the proposal submission:

- Disclose any close, familial, or financial relationships with Chemonics or project staff. For example, if an offeror's cousin is employed by the project, the offeror must state this.
- Disclose any family or financial relationship with other offerors submitting proposals. For example, if the offeror's father owns a company that is submitting another proposal, the offeror must state this.
- Certify that the prices in the offer have been arrived at independently, without any consultation, communication, or agreement with any other offeror or competitor for the purpose of restricting competition.
- Certify that all information in the proposal and all supporting documentation are authentic and accurate.
- Certify understanding and agreement to Chemonics' prohibitions against fraud, bribery and kickbacks.

Please contact Douglas Griffith, dgriffith@chemonics.com with any questions or concerns regarding the above information or to report any potential violations. Potential violations may also be reported directly to Chemonics' Washington office through the contact information listed on the website found at the hyperlink above.

Section 1: Instructions to Offerors

1. <u>Introduction</u>: Chemonics, through Chemonics Beirut S.A.R.L., acting on behalf of the U.S. Agency for International Development (USAID) and the Lebanon Enterprise Development (LED) Project, under contract number AID-268-C-17-00001, is soliciting proposals from local Lebanese firms that can support our clients on the below scope of work.

Offerors are responsible for ensuring that their offers are received by Chemonics in accordance with the instructions, terms, and conditions described in this RFQ. Failure to adhere with instructions described in this RFQ may lead to disqualification of an offer from consideration.

Offerors should take note that this RFQ does not obligate Chemonics to execute a subcontract nor does it commit Chemonics to pay for any costs incurred in the preparation and submission of any proposals for this solicitation. Furthermore, Chemonics reserves the right to reject any and all offers, if such action is considered to be in the best interest of Chemonics.

- 2. <u>Offer Deadline and Protocol</u>: Offerors shall submit their proposals electronically in accordance with the instructions below:
 - Technical and financial offers must be received no later than 4 pm local Beirut time on September 23, 2020 by email to LEDprocurement@lebanon-edp.com
 - Technical offer ONLY shall be submitted to the client. It is the responsibility of the offeror to share contact information of the client and send the technical offer before the above-mentioned deadline.

Please reference the RFQ number **158** in any response to this RFQ. Offers received after the specified time and date will be considered late and will be considered only at the discretion of Chemonics.

- 3. Questions: Questions regarding the technical should be asked to the client directly during site visit & questions regarding administrative requirements of this RFQ may be submitted no later than 4 pm local Beirut time on September 21, 2020 by email to LEDprocurement@lebanon-edp.com Questions must be submitted in writing; phone calls will not be accepted. Questions and requests for clarification—and the responses thereto—that Chemonics believes may be of interest to other offerors will be circulated to all RFQ recipients who have indicated an interest in bidding.
 - Only the written answers issued by Chemonics will be considered official and carry weight in the RFQ process and subsequent evaluation. Any verbal information received from employees of Chemonics or any other entity should not be considered as an official response to any questions regarding this RFQ.
- 4. **Scope of Work**: Section 3 contains the scope of work of the required service.
- 5. **Quotations**: Quotations in response to this RFQ must be priced on a fixed-price, all-inclusive basis, including delivery and all other costs. **Pricing must be presented in USD** and offers must remain valid for not less than thirty (30) calendar days after the offer deadline. Offerors are requested to provide quotations on their official quotation format or letterhead;

In addition, offerors responding to this RFQ are requested to submit the following:

 Organizations responding to this RFQ are requested to submit a copy of their official registration or business license.

- Individuals responding to this RFQ are requested to submit a copy of their identification card along with MOF registration if applicable.
- 6. <u>Taxes and VAT</u>: The agreement under which this procurement is financed is not exempt from the payment of taxes, tariffs, duties, or other levies imposed by any laws in effect in the Cooperating Country. Therefore, offerors must include taxes, charges, tariffs, duties and levies in accordance with the laws of the Cooperating Country.

<u>Chemonics Beirut SARL is VAT exempted all invoices issued by your company will be stamped and signed with a special stamp filled in detail as mentioned in the agreement with the ministry of finance.</u>

- 7. **Eligibility**: By submitting an offer in response to this RFQ, the offeror certifies that it and its principal officers are not debarred, suspended, or otherwise considered ineligible for an award by the U.S. Government. Chemonics will not award a contract to any firm that is debarred, suspended, or considered to be ineligible by the U.S. Government.
- 8. **Evaluation Criteria**: The award will be made to a responsible offeror whose offer follows the RFQ instructions, meets the eligibility requirements, and is determined via a trade-off analysis to be the best value based on application of the following evaluation criteria. The relative importance of each individual criterion is indicated by the number of points below
 - 1. Cost: 30 Points
 - 2. Offeror's qualification, expertise & past experience: 20 Points (preferable in similar intervention)
 - 3. Scope of Work: 25 Points
 - 4. Site Visit & Client feedback: 20 Points
 - 5. Timeline & Days of Intervention: 5 Points

Follow-up discussions may be conducted with several Consultant(s) to resolve any questions, finalize the scope of work and agreement on final not-to-exceed costs as a means to recommend final selection to Chemonics.

Please note that if there are significant deficiencies regarding responsiveness to the requirements of this RFQ, an offer may be deemed "non-responsive" and thereby disqualified from consideration. Chemonics reserves the right to waive immaterial deficiencies at its discretion.

Best-offer quotations are requested. It is anticipated that award will be made solely on the basis of these original quotations. However, Chemonics reserves the right to conduct any of the following:

- Chemonics may conduct negotiations with and/or request clarifications from any offeror prior to award.
- While preference will be given to offerors who can address the full technical requirements of this RFQ, Chemonics may issue a partial award or split the award among various suppliers, if in the best interest of the Lebanon LED Project.
- Chemonics may cancel this RFQ at any time.

Please note that in submitting a response to this RFQ, the offeror understands that USAID is not a party to this solicitation and the offeror agrees that any protest hereunder must be

presented—in writing with full explanations—to the Lebanon-LED Project for consideration, as USAID will not consider protests regarding procurements carried out by implementing partners. Chemonics, at its sole discretion, will make a final decision on the protest for this procurement.

9. <u>Terms and Conditions</u>: This is a Request for Proposal only. Issuance of this RFQ does not in any way obligate Chemonics, the LED Project, or USAID to make an award or pay for costs incurred by potential offerors in the preparation and submission of an offer.

This solicitation is subject to Chemonics' standard terms and conditions. Any resultant award will be governed by these terms and conditions; a copy of the full terms and conditions is available upon request.

Section 2: Offer Checklist

To assist offerors in preparation of proposals, the following checklist summarizes the documentation to include an offer in response to this RFQ:

- SOW
 Timeline & Days of intervention (Duration AND Man-days)
 Cost in USD
- ☐ Qualification, expertise & past experience: please include:
 - CVs for the consultants that will work on the project
 - Company Profile
 - List of clients having similar intervention
- □ Company Registration papers

Section 3: Scope of Work

A- Description of the Client

FabricAID SAL Tripoli, Bab El-Tebbaneh, Syria Street

FabricAID was created when founder Omar Itani discovered that the clothing his family had been donating to their apartment building's concierge was, in fact, going to waste because it didn't fit his family's needs. As he looked for answers, he realized that there was no proper system for collecting and redistributing used clothes in Lebanon, so in December 2016 he started a social media experiment, collecting clothes from friends, sorting through them, and giving disadvantaged families exactly the items they needed – in correct sizes, for relevant members. The response was overwhelming and before long, his house was filled with bags of clothes.

In Lebanon there are about 2.5 million people living in poverty and many of them are forced to shop from second-hand stores, most of which import used clothing from Europe and Africa. Meanwhile, local NGOs struggle with donations because it takes effort and money to store and redistribute items.

FabricAid was officially registered as a company in October 2017. The company aims to bridge the gap between supply and demand for used clothing, all while replacing import of such products by up-cycling clothes from the local market and community, minimizing the wastage of fabric and assisting in making the efforts in donations more effective. FabricAid's workflow can be split into 3 parts:

Collection: Clothing items are collected through collection bins located all over Lebanon (currently there are 77 bins), or gathered/bought from local NGOs, effectively enticing local NGOs to collect from the community. Also, the client is beginning to form partnership with local businesses to collect donations and clothing wastage.

Process: The collected items are cleaned and sorted. FabricAid provided sewing machines and sewing kits to 80 most vulnerable Lebanese women from the region of Minieh-Dannieh. FabricAid also provided the women with the trainings and assistance needed for them to be able to skillfully operate the machines. This way, these women will perform all the needed modifications and alteration to the collected used clothes before being redistributed. This initiative was funded by a project by GIZ, the women were asked to keep possession of the sewing machines and they get paid by item.

Re-distribution: The clothing items are then resold at permanent stores, currently there is one in Tripoli and one in Akkar. Or sold at pop-up markets at underdeveloped neighborhoods mostly in the North and Saida regions. The price range is between 500-3,000 LBP per item, and all babies' items are sold at a fixed price of 500 LBP per item. There is a high turnover at the stores, with about 70,000 items sold in 2019, and with stores selling out completely in matter of days.

Beside the social and humanitarian aspects covered by FabricAid, they also affect the customers on an emotional level, by giving the people in need the shopping experience, where they get to choose, try and buy exactly what they need from a big variety of clean and good items. Also, the Client is helping in the problem of recycling and carbon reduction. FabricAid are launching a new arm in their business, RemAid, up-cycle fashion clothing items and to be re-sold at the company's own store in Gemmayzeh.

In 2018, FabricAID won a prestigious award in social entrepreneurship – Global Social Venture Competition (GSVC).

The consumer market targeted by FabricAid is an ever-growing segment with the economic situation worsening in Lebanon. There is a high demand for cheap and free clothing from people in need in regions all over Lebanon. There is also a growing number of families/initiatives who are willing to donate, but do not know how or where to efficiently do it. Also, there will be a growing demand on secondhand clothing due to the anticipated limitations on imports causing shortage of imports of used clothes. Fabric Aid will replace such imports with the collection of clothing items from the local community. Lastly, before COVID, there was interest from an initiative in Jordan to partner with FabricAid and establish in Jordan a business and social model comparable to the ones employed in Lebanon.

People will be able to purchase good and affordable secondhand clothing from the stores or the pop-up market. Also, donations can be given to families in need in the form of a credit at the FabricAid stores. In Jordan, the discussion slowed since COVID, but the idea was for FabricAid to manage and operate the initiative, while local NGOs and entities would handle the logistics and legality of the operation.

FabricAid lack operational software that will enable the proper management of the work. Currently, the client is unable to precisely manage the collection, warehousing, and sales. The absence of this digital data is preventing the growth of FabricAid and limiting its geographical expansion. Also, it will prevent the Client from finalizing the deal of export potential to Jordan.

LED to cost share with the client the cost of a consultancy firm to aid the client with the digital transformation of the procedures, reports and data. This transformation will be done through an Enterprise Resource Planning (ERP) software solution to support its administration, finance, HR, Sales & CRM, project management and warehouse/store management.

B- Site Visit

Site visit or conference call with the client for this requirement is mandatory. If you submit a tender without having attended the site visit or making a conference call, your bid may be deemed non-compliant and will not be considered.

To arrange a visit or conference call, please coordinate with our business advisor for each client before the deadline. Depending on the situation, each client has the right to take conference calls instead of site visit.

	Business Advisor	Tel
Fabric Aid	Chady Fadel	70/706789

N.B: Before awarding the contract for the winning vendor please be reminded that the SOW hence deliverables will be divided between LED and the client firm. The consultancy firm will sign two separate contracts for the SOW:

- 1. A contract to be signed with LED that represents most of the technical assistance deliverables and;
- 2. A contract to be signed with the client firm to represent the deliverables for the client cost share part.

Section 4: Offer Cover Letter

The following cover letter must be placed on letterhead and completed/signed/stamped by a representative authorized to sign on behalf of the offeror:

To: LED Project

Qubic Center, 10th Floor, Section E&D Daoud Ammoun Str., Horsh Tabet, Sin El Fil

Beirut, Lebanon

Reference: RFQ No. 158

To Whom It May Concern:

We, the undersigned, hereby provide the attached offer to perform all work required to complete the activities and requirements as described in the above-referenced RFQ. Please find our offer attached.

We hereby acknowledge and agree to all terms, conditions, special provisions, and instructions included in the above-referenced RFQ. We further certify that the below-named firm—as well as the firm's principal officers and all commodities and services offered in response to this RFQ—are eligible to participate in this procurement under the terms of this solicitation and under USAID regulations.

Furthermore, we hereby certify that, to the best of our knowledge and belief:

- We have no close, familial, or financial relationships with any Chemonics or LED project staff members;
- We have no close, familial, or financial relationships with any other offerors submitting proposals in response to the above-referenced RFQ; and
- The prices in our offer have been arrived at independently, without any consultation, communication, or agreement with any other offeror or competitor for the purpose of restricting competition.
- All information in our proposal and all supporting documentation is authentic and accurate.
- We understand and agree to Chemonics' prohibitions against fraud, bribery, and kickbacks.

We hereby certify that the enclosed representations, certifications, and other statements are accurate, current, and complete.

Authorized Signature:	
Name and Title of Signatory:	
Date:	
Company Name:	
Company Address:	
Company Telephone and Website:	
Company Registration or Taxpayer ID Number:	
Company DUNS Number:	
Does the company have an active bank account (Yes/No)?	
Official name associated with bank account (for payment):	