

Request for Quotation – Regulatory Advisory, Legal and Economic Support: Electricity Sector

This Request for Quotation (**RFQ**) for the supply of Services is issued by the Regulatory Authority of Bermuda (the “Authority”).

This document comprises the following parts:

- Part A: RFQ Overview
- Part B: RFQ Information
- Part C: Contract Information
- Part D: Conditions of Quotation
- Part E: Quotation Form

Part A: RFQ Overview

The nature of the services to be provided (the “Services”) is set out in Sections 1 and 2 of Part C.

Details about how to submit an offer to supply the Services set forth in this RFQ (“Quotation”) are set out in Section 2 of Part B.

Conditions of Quotation: Please read the Conditions of Quotation in Part D before submitting a Quotation. The RFQ Information in Part B also forms part of the Conditions of Quotation. The Conditions of Quotation are the conditions upon which the Authority is prepared to receive and evaluate Quotations. Failure to strictly observe these conditions may result in a Quotation being rejected without evaluation.

Quotation Form: The Quotation Form in Part D is a required form that must be completed. Do not separate the Quotation Form from this RFQ

document. A Quotation is likely to be rejected if the Quotation Form is not used. A Quotation must contain (or be accompanied by) all the information and details required by this RFQ.

Terms and Condition of Contract: Prospective suppliers should provide their standard terms and conditions that apply to contracts for the supply of the Services as an attachment to the Quotation Form. Please note that the Authority reserves the right to negotiate such terms and conditions to meet the Authority’s specific needs.

Enquires and requests for further information about this RFQ should be directed to the following:

Contact: Kim Martins
Telephone: 1 441 405 6000
Email: rfq@rab.bm

Part B: RFQ Information

1. **Closing date and time for submitting a Quotation:** The closing date and time for submitting a Quotation is 28 November 2016 by 4pm AST.
 2. **Method of submitting a Quotation:** A Quotation must be submitted via email to rfq@rab.bm with the subject “Regulatory Advisory, Legal and Economic Support: Electricity Sector”.
 3. **Status of Quotation:** A Quotation submitted by a prospective supplier in response to this RFQ constitutes an offer by the prospective supplier to supply the Services. The RA may then proceed to negotiate an agreement for the provision of the Services.
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4. **Information to be provided by suppliers as part of Quotation:** All relevant information to support the supplier establishing its skills and credentials, as per the defined Services.
Prospective suppliers should also include an attachment to the Quotation Form (Appendix 1) setting forth the prospective supplier's applicable terms and conditions of contract, including warranty terms.
Please note that such information should be provided for all prospective suppliers in the case of a Joint Quotation, as set forth in Section (1) of Part D.
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5. **Evaluation criteria:** The Authority in its evaluation of Quotations will take all relevant factors into consideration, including value for money and ongoing costs, to achieve the best outcome for the Authority. In evaluating Quotations, the Authority may take into consideration factors including, but not limited to: price; experience; previous performance; capability; safety performance; and conformity with the requirements of this RFQ and relevant Authority policies.
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6. **Notification of outcome:** It is anticipated that a successful supplier will be notified in writing of the outcome of the RFQ process by 9th December 2016.
Unsuccessful suppliers will be notified at the conclusion of the procurement process.
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Part C: Contract Information

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1. **Services to be supplied:** The Authority is currently entering the first phase of its electricity regulation duties. Under the Electricity Act of March 2016 which became formally operational on 28 October 2016, the Authority assumed the regulation of electricity.
There are three core work areas to the first phase of electricity regulation responsibilities and duties:
1. The development and implementation of three categories of license; (a) transmission, distribution and retail, (b) generation, and (c) self-supply licenses.
 2. The development and implementation of accounting separation methodology to be applied to the electricity generating and transmission/distribution entity in Bermuda (this being BELCO). The role of the implemented accounting separation methodology will be to facilitate the separate economic regulation of the transmission and generating entities of BELCO.
 3. The strategic and economic assessment of any potential financing and capital expenditure plans by BELCO with regards to its generating and transmission entities.
- Each of the above work areas will be subject to various service requirements and statutory processes, including (but not limited to):
- a) Providing specialist regulatory economics and legal advice to the Authority.
 - b) Drafting related public consultation documents;
 - c) Drafting various statutory instruments, including, but not limited to, relevant licenses and general determinations;
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On the basis of the above, the Authority requires expert and professional support and services that can be broadly categorised as follows:

- A. Regulatory advisory and legal support for the electricity sector. This includes advice on and drafting of electricity licences and conditions, codes, service standards for reliability, power quality, and customer service, consumer protection, and compliance and enforcement documents.
- B. Regulatory advisory and economics support in the electricity sector. This includes utility accounting separation/cost of service expertise and economic and strategic analysis relating to electricity utility financing and capital expenditure.

Given the scope of the support and services required, it is anticipated that various interested suppliers may choose to make joint applications e.g. a quote from a specialist regulatory economics advisory company in conjunction with legal advisors, or vice versa. Alternatively, separate regulatory economic and legal advisory suppliers may respond to this RFQ with regard to any element of the work specified.

2. Specifications applicable to the Services to be supplied:

The supplier will be expected to supply the above services on the basis of:

- (i) an agreed retainer type basis with 'on call' accessibility by the Authority to the supplier for support, advice and analysis as per (1) – (3) and (A) and (B) in Section (1) above.
- (ii) With regard to the work areas specified in section 1 above, support and advice will also be required by the Authority on a project basis, with the scope and cost of each project being specified and agreed by the Authority and the supplier on a project by project basis. The Authority anticipates that these projects will be specified via call down time procured under (i) above.

For this RFQ, it is expected that the supplier will quote for Services on the basis of providing only (i) above. The Authority expects the Quote to include a maximum call down of 30 hours per week. Any subsequent increase in call down time will be negotiated with the supplier.

In addition, within the Quotation, the Authority expects the supplier to provide guaranteed provision to the Authority (subject to agreement on a case by case basis) as per (ii) above.

The Authority is able to clarify any aspects of this RFQ via email or telephone.

3. Delivery date for the Services:

Provision of the Services will commence on 12th December 2016.

4. Location for delivery of the Services:

The Services are to be provided to:
The Regulatory Authority of Bermuda
1st Floor, Craig Appin House
8 Wesley Street

Hamilton, HM 11
Bermuda

5. **The Authority's address details:** Same as section 4 above.
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Part D: Conditions of Quotation

1 Conditions of Quotation

The conditions of quotation (**Conditions of Quotation**) comprise Part B and Part D of this RFQ.

2 Communications

A prospective supplier must direct all communications and enquiries concerning this RFQ to the Contact named in Part A.

Unauthorised communication by a prospective supplier with any other employee or agent of the Authority may lead to a Quotation being rejected.

3 Agreement to be bound

By lodging a Quotation, a prospective supplier agrees to be bound by the Conditions of Quotation.

4 Use of RFQ and information restricted

This RFQ, and any information provided by the Authority to a prospective supplier as part of the RFQ process, remain the property of the Authority, and may only be used by a prospective supplier to prepare a Quotation in response to this RFQ.

5 Status of RFQ representation

No representation made by or on behalf of the Authority during the RFQ process binds the Authority unless the representation is subsequently included as part of a formal contract.

6 Confidentiality

A prospective supplier who submits a Quotation must keep the information in its Quotation confidential. Nothing in this clause prevents a prospective supplier from disclosing information in its Quotation: that is available to the public generally otherwise than as a result of a breach of this clause 6 by the prospective supplier; if the disclosure of the Quotation is required by law; or if the disclosure is to the prospective supplier's professional advisers or lenders.

7 Quotations become property of the Authority

All Quotations become the property of the Authority on submission.

8 Reservations

The Authority reserves the right, in its absolute discretion, to do any of the following things;

- (a) to discontinue or suspend the RFQ process; to extend the closing date and time in Section 1 of Part B; and to amend this RFQ;
- (b) to negotiate with any prospective supplier submitting a Quotation;
- (c) to determine the number of organisations with whom it will contract.

The Authority is not bound to accept the lowest, or any, Quotation submitted.

9 Content and format of Quotations

Quotations must include all the information listed in Section 4 of Part B, including Appendix 1.

A Quotation must be prepared using the Quotation Form in Part E.

10 Joint Quotations

Suppliers may submit a Quotation to jointly provide the Services with one or more other prospective suppliers. Prospective suppliers should include all relevant information of all applicable prospective suppliers in such 'Joint Quotation', with the respective price offer for each supplier, in addition to the information required as detailed in Part E.

11 Monetary amounts

All monetary amounts must be expressed in **US Dollars**.

12 Preparation of Quotation

The Authority will neither be responsible, nor pay, for any cost, expense or loss, which may be incurred by any person in connection with the preparation or presentation of a Quotation.

13 Exclusion of liability

The Authority is not liable for any error or omission in this RFQ.

14 Validity

A Quotation constitutes an unalterable offer by the prospective supplier to the Authority. A Quotation must remain valid and open to be accepted for at least 60 business days from the later of the date of submission and date specified in Section 1 of Part B, or as extended under clause 8.

15 Submission of Quotations

A Quotation must be submitted by the closing time and date specified in Section 1 (Part B) of the RFQ Information Table, or as extended under clause 8, and in the manner specified in Section 2 (Part B) of the RFQ Information Table.

Submission by email will be at the sole risk of the prospective supplier. A Quotation may be rejected if it contains a virus, worm or other defect, or if the Quotation does not comply with any format, size or other requirements stated in Section 2 of the RFQ Information Table.

Part E: Quotation Form

To: The Regulatory Authority of Bermuda

I/We:

	(the Supplier)
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(insert name)

hereby offer to supply to the Authority the Services (specified in this RFQ) in accordance with the terms and conditions set forth in this RFQ.

Price:

The price offered (the "Price") is:

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(insert offered price)

The Supplier's details for the service of Notices will be as follows:

Address:	
Email:	
Contact person or position:	

(insert details, use BLOCK LETTERS)

I/We confirm the following supplementary documentation has been submitted with this offer:

Information / Document Description	No. of pages

I/We declare that:

- (a) the Conditions of Quotation are agreed; and
- (c) the information and particulars provided as part of this offer are accurate and correct.

Dated:

(insert date)

Supplier Signature

Signed by the Supplier:

<p>Signature: →</p> <table border="1" style="width: 100%; height: 60px;"></table> <p>*Print name and office held:</p> <table border="1" style="width: 100%; height: 40px;"></table>	<p>Signature: →</p> <table border="1" style="width: 100%; height: 60px;"></table> <p>*Print name and office held:</p> <table border="1" style="width: 100%; height: 40px;"></table>
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