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General information about procurement within DemoUkrainaDH

About the programme

DemoUkrainaDH is a funding programme established by NEFCO in cooperation with the Ministry of Regional Development, Construction and Municipal Economy of Ukraine, supported by Sweden and E5P.

The objective of the DemoUkrainaDH programme is to demonstrate in Ukrainian cities modern district heating technology and district heating system solutions in combination with introduction of international practices for project preparation, design, procurement, implementation and follow up for more energy efficient and sustainable district heating services.

The programme supports development of sustainable and energy efficient demonstration projects resulting in energy savings of at least 30% and significant reduction of CO2 emissions.

The goal of the programme is to demonstrate how district heating systems can be modernised to become more energy efficient and more customer oriented through funding of concrete projects.

The programme objective is to have 20 implemented demonstration projects. Up to 2019, the first seven demonstration projects have been completed, the other projects are in the stage of implementation or preparation for implementation. As of 2019, the programme is no longer inviting applications for new projects and is focusing on finalisation of the existing projects.

Procurement practice

District heating companies participating in the programme are obliged to form a Project Implementation Unit (PIU) to be responsible for procurement for their demonstration project. The PIU is assisted by consultants from ÅF-Industry AB, Sweden.

Contracts will be subject to NEFCO's Procurement Guidelines, which follow internationally recognised practices and are legitimate for Ukraine following ratification of NEFCO as International Financing Institution by the Parliament of Ukraine. Tenders are open to firms from any country, provided that the firm is not ineligible or prohibited from bidding under national or international law. Specific requirements for the bidders are outlined in each particular tender.

The governing and other useful documents can be found on NEFCO's [website](#).

Procurement scope

The procurement of goods, works and services for each project consists of different procurement packages. The typical packages include:

- District heating pipes;
- Individual Heat Substations (IHS);
- Boilers and boiler house equipment.

Other components and auxiliary equipment, such as heat pumps, heat exchangers, pumps with frequency converters etc., may be included and integrated in any of these typical procurement packages or procured separately.

Specific procurement notice for each demonstration project will be published on the website www.dh-ukraine.nefco.org in the section "procurement". Tender notices for our projects are also published on:

- [NEFCO website](#)

- [*Sida website*](#)
- [*Prozorro website*](#)

The best strategy not to miss the tender notices is to subscribe to our newsletter. We send email notification to all subscribers when we publish a new tender notice. Subscription to the newsletter is done via the subscription form at the bottom of any page on the website www.dh-ukraine.nefco.org.

Estimated procurement volume

The total procurement value for the DemoUkrainADH programme is estimated to about 18 MEUR, whereof contracts have been signed for about 6 MEUR until end of 2019. Procurement is planned to continue in 2020-2021.