

Special terms and conditions of contract

CONFIDENTIAL

For the tender published

Applying the Problem-Driven Iterative Adaptation approach to

strengthen governance in the water sector in Lesotho

Tender number: 10025199

commissioned by the

Deutsche Gesellschaft für

Internationale Zusammenarbeit (GIZ) GmbH

Dag-Hammarskjöld-Weg 1 - 5

65760 Eschborn

– hereinafter referred to as ‘GIZ’ –

**and implemented by the Contracted Party named in the contract
award notification**

**the following special terms and conditions of contract shall
apply:**

**1. Purpose of the contract and intended development results of the
overall project**

The German Federal Ministry for Economic Cooperation and Development (BMZ) (the ultimate commissioning party) intends to commission GIZ to implement the overall project.

The European Union shall provide financial support for implementation of the overall project.

Deutsche Gesellschaft für
Internationale Zusammenarbeit (GIZ) GmbH

Registered offices
Bonn and Eschborn, Germany

Friedrich-Ebert-Allee 32+36
53113 Bonn, Germany
T +49 228 4460-0
F +49 228 4460-1766

Dag-Hammarskjöld-Weg 1-5
65760 Eschborn, Germany
T +49 6196 79-0
F +49 6196 79-1115

E info@giz.de
I www.giz.de

Registered at
Local court (Amtsgericht)
Bonn, Germany
Registration no. HRB 18384
Local court (Amtsgericht)
Frankfurt am Main, Germany
Registration no. HRB 12394
VAT no. DE 113891176
Tax no. 040 250 56973

Chairperson of the Supervisory Board
Niels Annen, State Secretary

Management Board
Thorsten Schäfer-Gümbel (Chair)
Ingrid-Gabriela Hoven (Vice-Chair)
Anna Sophie Herken

Commerzbank AG Frankfurt am Main
BIC (SWIFT): COBADEFFXXX
IBAN: DE45 5004 0000 0588 9555 00

The objective of the overall project is to strengthen the sustainable and climate-resilient management of Lesotho's water and land resources by enhancing the capacities of national water institutions and fostering cooperation at community, catchment, and transboundary levels.

The objective of the tender published is to apply the Problem-Driven Iterative Adaptation (PDIA) approach in the water sector in Lesotho to strengthen collaboration among stakeholders by jointly identifying and addressing the underlying complex challenges and bottlenecks to effective cooperation.

2. Scope of work

In order to achieve this objective and the associated development results, the Contracted Party undertakes to perform the services and achieve the results listed in the terms of reference and specified in detail in the Contracted Party's tender.

In this context, the Contracted Party shall comply with the requirements specified in the contractual documents (with particular reference to the ultimate commissioning party's strategies and documents attached to the terms of reference as an annex).

GIZ has not yet received a commission from the ultimate commissioning party and/or the associated project activities have not yet been secured under international law. In the event that GIZ does not receive the commission and/or the associated project activities cannot be secured under international law, GIZ reserves the right not to award a contract.

3. Start of the contract, performance period and place of supply

- 3.1 The contract comes into force upon notification of its award. The anticipated performance period begins in November 2026 and ends on 31.10.2029.

The final performance period will be specified in the contract award notification. In the event that it diverges from the anticipated performance period, the contract value may not be called in its entirety.

- 3.2 The Contracted Party performs the service for a permanent establishment of the GIZ project *Support to ReNOKA* in 12-13 Lower Prison Gardens, 100 Maseru, Lesotho. In accordance with Section 3a, Paragraph 2, Sentence 2 of the German VAT Act (Umsatzsteuergesetz – UStG), the place of supply for VAT purposes is therefore in Lesotho.

4. Plan of operations

– Not applicable –

5. Procurement of materials and equipment

- 5.1 The Contracted Party shall procure the materials and equipment laid down in the terms of reference pursuant to the General Terms and Conditions of Contract.
- 5.2 At the latest by the end of the performance period, GIZ shall inform the Contracted Party in text form of the recipient whom the materials and equipment procured at GIZ's expense are to be handed over to.

6. Payments

The agreed remuneration shall be paid as follows:

6.1 Advance payment

Advance payments shall be made upon request for payment in text form no later than 15 days after the end of the calendar month in which the contractually agreed work was started.

The provision of any advance payments and their amount and terms of repayment shall be specified in the contract award notification. In the event that security is required, this shall be mentioned in the contract award notification.

6.2 Settlements and interim invoices

The Contracted Party shall submit an interim invoice to GIZ for services actually provided every three months after the start of the contract. No further interim settlements may be applied for outside these intervals. The number of interim invoices in addition to the final invoice for this contract will be specified in the contract award notification.

7. Options or follow-on contract

- 7.1 Pursuant to Section 7 in the terms of reference, GIZ reserves the right to exercise options or enter into a follow-on contract
- 7.2 Procurement of materials and equipment

GIZ is entitled to top up the original overall budget set out in the contract for the procurement of materials and equipment by unilaterally notifying the Contracted Party as laid down in the terms of reference.

8. Price adjustment clause

- 8.1 This price adjustment clause shall apply when contracts are extended, provided that the Contracted Party has requested this in text form prior to the conclusion of the contract extension and both of the following requirements are satisfied:
- i. The contractual term is extended by one year or more.
 - ii. The contract value increases by 10% of the original contract value or more.
- 8.2 If the price adjustment clause set out in the above paragraph applies, the agreed fee rates shall increase as follows either from the date of the contract extension or from the 25th month of the contractual term, whichever occurs later: The fee rates agreed when the original contract was concluded are increased by the sum of the percentages of the individual linear pay increases under the Collective Bargaining Agreement for the Public Service at federal government level (*TVöD Bund*) since the conclusion of this contract. Special payments of any kind, including but not limited to one-off payments, as well as basic amounts and minimum amounts are not taken into account here. Only those pay increases that are already directly applicable at the time of the contract extension are taken into account, not those that have been agreed for the future.
- 8.3 The agreed fee rates may be increased again at the earliest at the end of a further period of 24 months after the previous increase has taken effect, provided that the Contracted Party has requested this in text form prior to the conclusion of the contract extension and the requirements specified in the above paragraphs are satisfied. In this case, the fee rates are increased by the sum of the percentages of the individual linear pay increases under the Collective Bargaining Agreement for the Public Service at federal government level (*TVöD*

Bund) since the last adjustment of the fee rates. In all other respects the provisions of the paragraphs above shall apply.

- 8.4 In the case of follow-on contracts within the meaning of Section 14 (4) of the German Ordinance on the Award of Public Contracts (VgV), paragraph 2 of this section shall apply *mutatis mutandis*, provided that the original contract has been in force for two years or more without interruption, the contract value is 10% of the original contract value or more and the follow-on contract has a term of one year or more.

9. Repercussions in the absence of an Implementation Agreement

The Implementation Agreement has not yet been signed. As long as this remains the case, the assigned experts may not commence their outward journey until GIZ has given its prior approval in text form. Should the conclusion of the Implementation Agreement lead to modifications to the project that affect the content of this contract, the Parties shall agree any amendments to this contract in accordance with the principles of good faith.

10. Visibility measures in accordance with EU Contribution Agreements

In addition to the requirement for GIZ's approval for publications (Section 1.8 of the General Terms and Conditions of Contract), the Contracted Party shall ensure that all publicity, communications and visibility measures comply with Section 7 of the General Conditions for Contribution Agreements LCM and non-LCM (https://international-partnerships.ec.europa.eu/funding-and-technical-assistance/guidelines/working-partner-organisations_en) and with the latest version of 'Communicating and raising EU visibility – Guidance for external actions' (https://commission.europa.eu/funding-tenders/managing-your-project/communicating-and-raising-eu-visibility_en).

The Contracted Party further undertakes to correct any identifiable deficits in the implementation of publicity, communications and visibility measures.