

DOING BUSINESS WITH THE UNITED NATIONS (UN)

# How to do Business with the United Nations (UN)



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A. Overview



## **Overview**

- The United Nations is made up of a variety of organizational entities:
  - Funds & Programmes
  - Specialised Agencies,
  - Secretariat: UNHQs, Offices Away From Headquarters, commissions, tribunals and field peacekeeping missions.
- Each organization has a distinct and separate mandate covering the political, economic, social, scientific, humanitarian, and technical fields.





### United Nations Development Programme (UNDP)

Major goods/services: Telecommunications, electrical, laboratory and agricultural equipment, Medical supplies and equipment, Water supply systems, Pharmaceuticals, Educational, training and social services

### United Nations Children's Fund (UNICEF)

Major goods/services: Vaccines/biologicals, Pharmaceuticals, Educational supplies Medical supplies and equipment, Water and sanitation, Bed nets

### World Food Programme (WFP)

Major goods/services: Food, Transport, Warehousing and Logistics, Vehicles, IT Equipment, Communication Equipment

# **UN Funds & Programmes**



## Food and Agriculture Organization (FAO)

Major goods and services: Chemicals, Grain mill products, starches & starch products, Agricultural produce, Machinery, special purpose, Transport equipment, Animals and animal products

## World Health Organization (WHO)

Major goods and services: Pharmaceutical products & Vaccines, X-ray/Radiological apparatus, Administrative supplies, office furniture, Laboratory supplies, equipment and instruments, Medical and surgical equipment, Transport, HIV Test Kits, Dental instruments and appliances

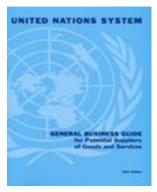
# **UN Specialized Agencies**

## Identify Relevant Agencies

#### Annual Statistical Report on United Nations Procurement



#### General Business Guide





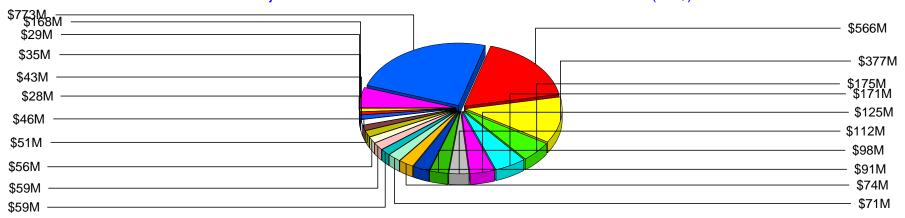
#### **Practical Tips**



Doing Business with the UN System

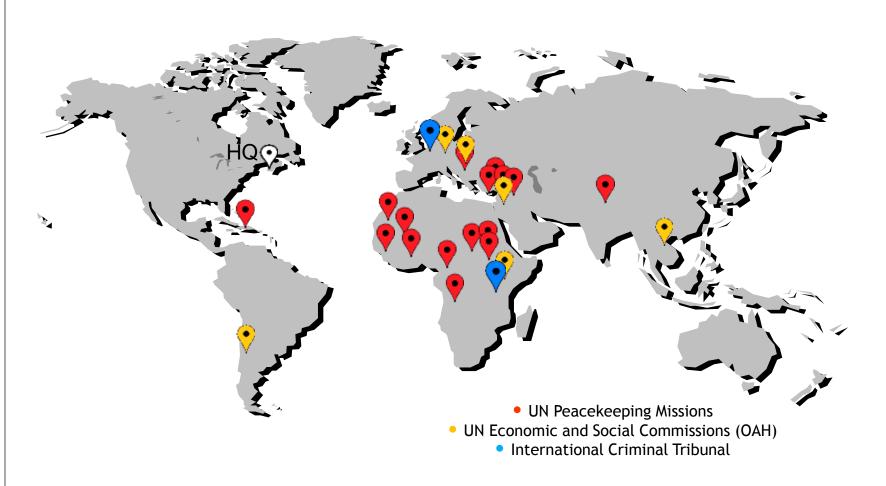


Procurement Division
Major Goods and Services Purchased in 2014 in Millions (US\$)



Air Transportation Services	\$773M	24.1%
Chemical & Petroleum Products	\$566M	17.6%
Food Rations/Catering Services	\$377M	11.8%
Architecture, Engineering & Construction Related Services	\$175M	5.5%
Freight Forwarding & Delivery Services	\$171M	5.3%
Telecommunication Equipment & Services	\$125M	3.9%
☐ Computer & Information Technology Related Services	\$112M	3.5%
Motor Vehicles/Parts & Transportation Equipment	\$98M	3.1%
Prefabricated Buildings	\$91M	2.8%
Banking & Investment	\$74M	2.3%
Rental & Lease	\$71M	2.2%
Cleaning & Waste Disposal Services	\$59M	1.9%
■ EDP Equipment and Maintenance Services	\$59M	1.8%
Security & Safety Equipment & Services	\$56M	1.7%
Building Management & Maintenance	\$51M	1.6%
Travel and Related Services	\$46M	1.4%
	\$43M	1.4%
Miscellaneous	\$35M	1.1%
Machinery & Parts	\$29M	0.9%
Generator Sets	\$28M	0.9%
Others	\$168M	5.2%
Total:	\$3,207M	100.0%

## The United Nations Secretariat - Area of operation







### **Useful General Addresses**

www.iaea.org
www.ilo.org
www.intracen.org
www.unesco.org
www.unfpa.org
www.unhcr.ch
www.unicef.org
www.unido.org
www.unops.org
www.undp.org

### www.un.org

www.unrwa.org www.wfp.org www.wipo.int www.fao.org www.itu.int www.ifad.org www.uneca.org International Atomic Energy Agency
International Labour Organisation
International Trade Centre
UN Educational, Scientific and Cultural Organization
UN Populations Fund
UN High Commissioner for Refugees
UN Children's Fund
UN Industrial Development Organisation
UN Office for Project Services
UN Development Program

#### **UN Secretariat**

UN Relief and Works Agency
World Food Programme
World Intellectual Property Organisation
Food and Agricultural Organization
International Telecommunications Union
International Fund for Agricultural Development
United Nations Economic Commission for Africa





## **Overview**

### **EACH ORGANISATION.....**

- has its own specific requirements for goods and services
- may conduct its own procurement activities
- follows, in general, common principles for procurement rules and regulations
- constitutes a separate and distinct customer/partner
- has its own tempo, portfolio, specific characteristics

## YOU MUST LEARN ABOUT IT .....



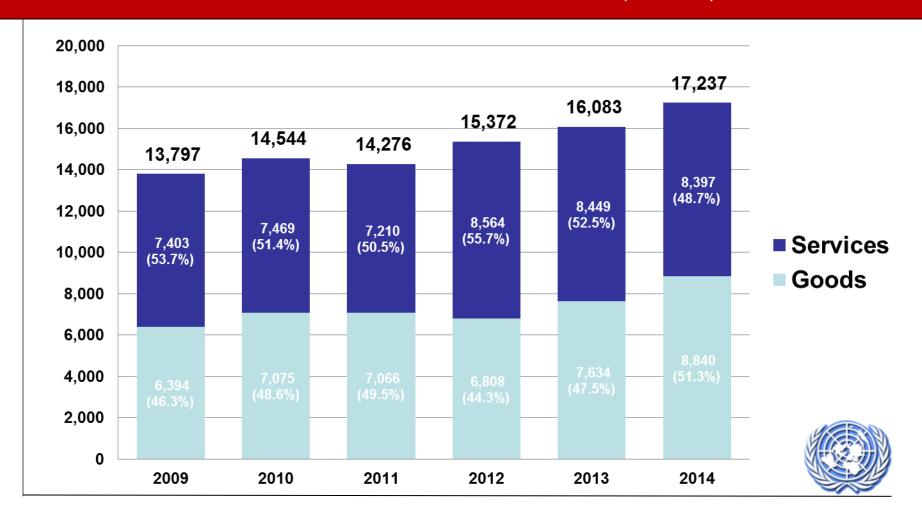




Statistics (UN procurement system)

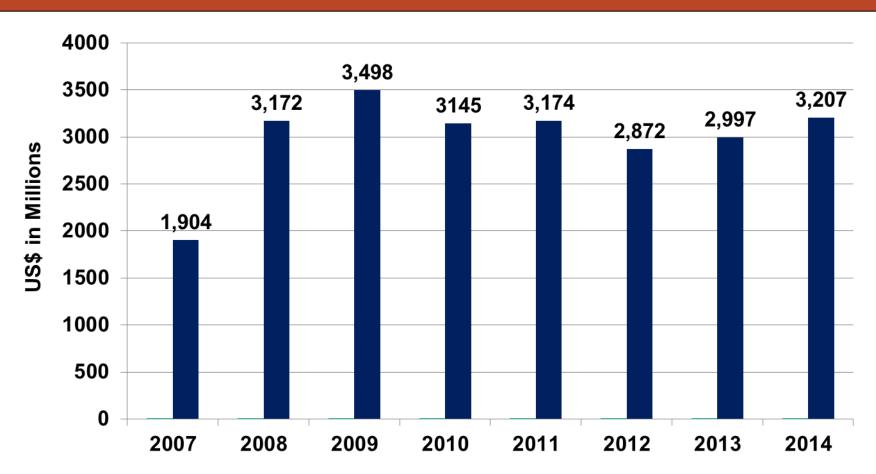


## Total UN Procurement of Goods and Services (US\$ M), 2009-2014

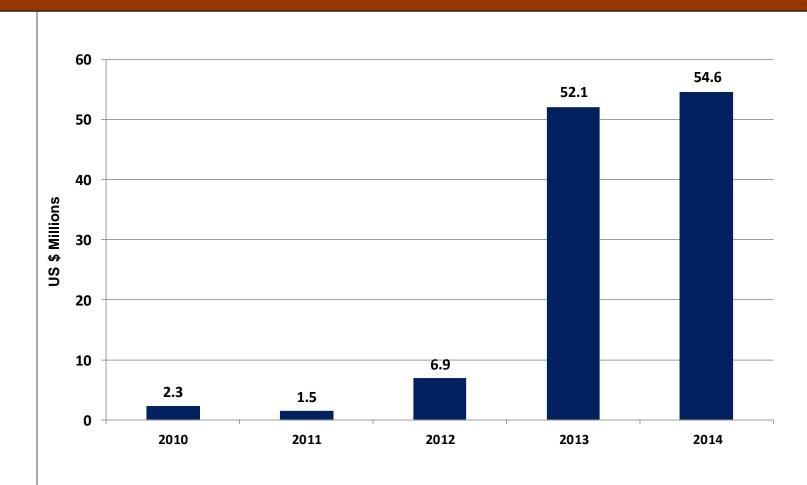




## Procurement Trend (UN Secretariat)



## Business Placed with Ethiopian Suppliers by UN Secretariat, 2010-2014







## Major Items procured by the UN procurement system

#### <u>Goods</u>

- Food
- Pharmaceutical Supplies
- Vehicles
- Computers and Software
- Shelter and Housing
- Telecommunications Equipment
- Laboratory Equipment
- Chemicals (POL)
- Building Materials

#### **Services**

- Security Services
- Outsourced Personnel Services
- Engineering Services
- Construction
- Corporate Services
- Freight Services
- Printing Services and Equipment Rental
- Consultancy Services
- Telecommunication Services





How to Identify Business Opportunities



## Pre-registration – Are you ready to supply to the UN (1/2)

## UN market knowledge

- UN structure
- UN procurement procedures
- UN requirements
- Range of goods and services
- International experience
- Existing customers/references

## Languages

- English primary language
- Local languages

#### **Standards**

- International standards
- Best value for money





## Pre-registration – Are you ready to supply to the UN (2/2)

- Country knowledge, after sales services
- Capacities: Financial, personnel, equipment
   Mobilization
  - Acquisition project size
- Persistence, endurance, patience
- Supplier code of conduct: http://www.un.org/depts/ptd/pdf/conduct\_english.pdf
- Analysis, feedback and adjustment



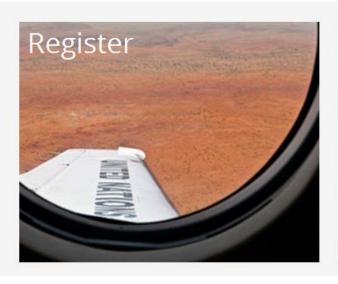


## Register on-line at: www.ungm.org

## Registration is Mandatory!!!



## Welcome to the UNGM









## **UNGM Tender Alert Service**

- Value-added service offered by UNGM
- Online and easy subscription to the Tender Alert Service on www.ungm.org
- Receive relevant business opportunities
- Automatic e-mail tender alerts
- UNGM Interactive Guide available to guide potential suppliers to subscribe to this valuable service.





## Registration and Post registration process

- Registration with the UNGM
- Continue UN market research
- Thorough information about procurement
- Obtain systematic / regular information about current procurement activities / opportunities
- Keep yourself up-to-date and update regularly your vendor profile





## **Post registration process**

Bid according to tender documents & instructions

- Administrative mistakes may lead to rejection of bid
- Observe international norms and standards or equivalent
- Seek clarification in case of questions
- If unsuccessful obtain debrief for your strength & weakness
- If successful perform according to contract
- UN requires highest standards of performance!





**Overview of UN Procurement System Procedures** 



## **Common Guidelines for UN Procurement system**

Procurement activities of the UN system are based on the following principles:

- The objectives/needs of the UN Organization
- Fairness, integrity & transparency through international competition
- Economy & effectiveness
- Best value for money

These Common Guidelines cover procurement stages from sourcing to execution of a procurement contract.





## **UN Vendor Sourcing**

- Competitive suppliers of previous procurement exercises
- Past performance
- Suppliers of the required goods or services, found on the UN Global Market (UNGM)
- Codification (UNCCS)
- Automatic tender reference for UN Procurement Division
- Through calls for Expression of Interest (EOI)
- Search of World Wide Web
- Trade Missions, Chambers of Commerce
- Information exchange with other UN Agencies





## Expression of Interest and Types of Solicitation

- Expression of Interest (EOI)
- Request for Quotation (RFQ)
- Invitation to Bid (ITB)
- Request for Proposal (RFP)





## Thresholds/Award for types of solicitation

Up to [40,000 USD]

Local, informal, simplified acquisition procedure Requests for Quotation (RFQ)

- Above [40,000 USD]
   Invitation to Bid (ITB) and Request for Proposal (RFP)
   Open and formal: advertised (on the web) generally larger shortlist (minimum 6 potential bidders)
   Public bid opening
- Contract award Contract authority
   Review and recommendation by independent body for higher value contracts



## **Bid Evaluation Criteria (not exhaustive list)**

- Acceptance of UN payment terms, terms & conditions, contract template, liability, legal capacity, etc.
- Delivery Terms
- Delivery Time
- Technical Requirements
- Recognized International Standards or similar
- Supporting Documentation
- Proven Production Capacity & Financial Strength
- Warranty Conditions
- Appropriate After-sales Service
- Previous Contract References
- Price (life cycle cost)





## **Common General Terms & Conditions**

- UN General Clauses Conditions of Contracts for Goods, Services, Combination, Construction
- Most provisions are common within the UN procurement system, however some provisions may vary in text depending on individual agency requirements.
- Potential suppliers are encouraged to familiarise themselves with the UN Terms & Conditions (UNGCC)
  - Immunity & Privileges
  - Bid and Performance bonds
- UN Supplier Code of Conduct





## **Key Features of the UN Secretariat**

- Generalist procurement organization
- World wide operation
- Previous procurement principles apply plus "zero tolerance policy"
- Additional provisions for internal control, e.g. post employment and risk management
- Easy registration process (next brief)
- Detailed general and specific information available at: <a href="http://www.un.org/depts/ptd/contact.htm">http://www.un.org/depts/ptd/contact.htm</a>

Your commitment – Our Support - Your success!





## New York HQs and Field Missions: types of Goods and Services

- Air Transportation Services
- Chemical & Petroleum Products
- Telecommunication Equipment & Services
- Food Rations & Catering Services
- Motor Vehicles/Parts & Transportation Equipment
- Computer Equipment and Services
- Logistics & Freight Forwarding
- Prefabricated Buildings

- Inspection & Related Services
- Architecture, Engineering & Construction
   Related Services
- Electrical Apparatus & electronic component
- Real Estate Lease & rental
- Banking & Investment
- Security Equipment
- Pharmaceutical products and vaccines
- Medical Equipment



## **Bid & Vendor Review**

The United Nations Secretariat Procurement Division is committed to the continuous improvement of its operations and relationships with the vendor community.

- Award Review Board
- Senior Vendor Review Committee





## **Procurement Division**

Search...

UNPD launches new website



HOME

VENDORS \*

BUSINESS OPPORTUNITIES \*

AWARDS \*

STATISTICS

ABOUT US \*

Read more



Chief Procurement Officers meet in New York for annual conference

Business Seminars: learn more about business opportunities with the U

#### Welcome to the United Nations Procurement Division (UNPD)

Welcome to the United Nations Procurement Division's website. To learn more About Us and the many opportunities this site offers please see the key features of each of the above listed options. The menu is specifically designed to meet the increasing demands of Vendors seeking registration and Business Opportunities with the UN. Information about the UN General Conditions of Contract and contract Awards is equally available at this site.

#### Latest Bulletins

- 23 Apr 14 Updated UN responses to the questions from Air Charter Conference (18...
- O3 Apr 14 Registration for Air Transportation Companies (01 December 2013):...
- 18 Dec 13 Air Charter Conference (18 Dec 2013): presentation and form for...
- O3 Oct 13 Updated: Transition in solicitation methodology for long-term air...
- 30 Jul 13 ICAO Study on transition in

Top Stories

UNPD launches new website

Thursday, 3 July 2014

The United Nations Procurement Division website is a meeting point for current and http://www.up.org/Depts/otd/uppd-launches-new-website |s. Requisitioning Offices, UN Member States and UN staff

www.un.org/Depts/ptd

## SAMPLE OF EXPRESSION OF INTEREST (EOI) FORM

To be filled by the Vendor (All fields marked with an '\*' are mandatory)

COMPANY INFORMATION		
UN Vendor ID Number**:	UNGM Vendor ID Number*:	
Company Name *:		
Company Contact *:		
Address *:		
City *:		
Country *:		
Telephone Number *:		
Fax Number *:		
Email Address:		
Company Website:		
We declare that our company fully meets the prereq United Nations as outlined in the paragraph 1 of the	uisites A, B, C, D and E, for eligibility to register with the EOI INSTRUCTIONS page.	
Signature:	Date:	
Name and Title:		

\*\* If not already registered with UN Procurement Division, please use the following URL to register at United Nations Global Marketplace (UNGM): <a href="https://www.ungm.org">www.ungm.org</a>. Registration at UNGM is mandatory for responding to this EOI. The following information is available about the registration process.



B. United Nations Secretariat Procurement Division (PD) Entebbe, Uganda and New York, USA



## UNPD's Regional Procurement Office (RPO), Entebbe, Uganda

- Established to create peacekeeping procurement capacity in a conflictfree location close to large UN Missions in order to attract and retain qualified and experienced procurement staff and reduce the footprint and exposure to individual missions.
- Conducts cross-cutting regional acquisition activities;
- Consolidates requirements from several UN Missions to set up regional contracts;
- Streamline acquisition process;
- Provide technical assistance to UN Missions;
- Provide stand-by acquisition capability for UN Missions at start-up.





## The UN Global Compact

### Ten Principles:

- Business should support and respect the protection of internationally proclaimed human right; and
- 2. Make sure that they are not complicit in human rights abuses;
- 3. Business should uphold the freedom of association and the effective recognition of the right to collective bargaining;
- 4. The elimination of all forms of forced and compulsory labour;
- 5. The effective abolition of child labour;
- 6. The elimination of discrimination in respect of employment and occupation;
- 7. Business should support a precautionary approach to environmental challenges;
- 8. Undertake initiatives to promote greater environmental responsibility;
- 9. Encourage the development and diffusion of environmentally friendly technologies;
- 10. Business should work against all forms of corruption, including extortion and bribery.

www.unglobalcompact.org



## UN Procurement Mobile App for iOS (new release) and Android



Download on iTunes

https://market.android.com/details?id=org.UN.PD.MobileApp http://itunes.apple.com/us/app/un-procurement/id473333632





