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# BACKGROUND INFORMATION

## Partner country

Republic of Albania, Bosnia and Herzegovina, Republic of Serbia, Kosovo[[1]](#footnote-1)\*, Montenegro, Republic of North Macedonia

## Contracting authority

WESTERN BALKANS SIX CHAMBER INVESTMENT FORUM (WB6 CIF)

WB6 CIF is a regional association of national chambers of commerce and industry from Western Balkans, which is set up with the aim to increase involvement of business communities in the initiatives seeking to promote economic development of the Western Balkans, with particular focus on the activities supporting promotion of regional economic integration and cooperation and the integration of the Western Balkan region into the European Union. Its Permanent Secretariat–particularly the Secretary-General–is responsible for administrative and organisational tasks as well as the external representation of WB6 CIF, is responsible for providing the necessary technical and administrative support to the entire structure of WB6 CIF and for the overall management.

## Country background

According to the Commission’s Country Reports, all Western Balkan economies still need to reach the level of functioning market economy, capable of withstanding market forces and competitive pressure within the EU. Despite good recent developments, the average GDP per capita in the region remains nearly quarter that of the 27 EU members average and roughly 40% that of the CIS EU members (IMF, 2023).

Furthermore, the Western Balkans remain poorly integrated into the global and European markets despite the robust growth of exports of goods and services in previous years (30% for 2022). Compared to their peers in Central and Eastern Europe, where the share of export of goods and services in GDP average around 70% (63%, in large economies as Poland; over 90% in Slovakia and Hungary), the region lags significantly behind at 59% (2022). Also, the growth of exports of Central and Eastern European (CEE) countries to the EU in the pre-accession period was much faster.

## Current situation in the sector

Intra-regional trade has stagnated for many years but has grown significantly in the last two years (EUR 8,8 bn in 2022). The share of exports within the region remains small at around 14% despite the proximity and other trade promotion factors. The EU remains the dominant export market for all Western Balkan economies (EUR 35 bn in 2022); for most of the economies exports to the EU are 5 times bigger than to CEFTA parties. Today, the region’s exports to CEFTA and Germany are roughly the same, around 9 billion euros. Main trade barriers are procedural obstacles at customs, product safety requirements, including sanitary and phytosanitary measures and technical barriers to trade. There are place to resolve issues related to customs procedures, further alignment with EU norms and practices for reduce SPS/TBT barriers and conclusion of mutual agreements for conformity assessment procedures and certificates.

OECD reports that there is still room for improvement in integration of WB SMEs in European supply chains. The cooperation exists mostly in the final stages of the international supply chains in food, beverages and tobacco in addition to textiles and clothing, and mostly the intermediate stages of wood and cork, paper, printing and publishing, other non-metallic mineral products and fabricated metal products, as well as both first and intermediate stages of basic metals. The strongest export potential relates to machines and equipment and chemicals and plastics (GET, 2023). The product mix within the Western Balkan economies also explains the limited integration to date into European supply chains. Over 50% of the region’s manufactured goods are classified as “labor and resource intensive” or “low-skill and tech intensive”, in comparison to about 30% in the European Union. In contrast, only 18% fall into the category “high-skill and tech-intensive goods” in comparison to 27% in Central and Eastern Europe.

According to the World Bank's report, businesses in the Western Balkans face significant challenges in business internationalization and have less developed support systems. Although trading mostly with tariff-free markets, Balkan markets are burdened with significant non-tariff barriers. Exporters in the Western Balkans typically face bigger obstacles to doing business than those in CEE. Expanded regional co-operation represents a unique opportunity for Western Balkan economies to scale up and boost growth by making the most of intensified economic integration. Through resource- and knowledge-sharing networks, together with an enhanced regional trade, they are more likely to increase their productivity and competitiveness. Strengthened economic integration will also result in greater resilience to external shocks.

With almost 70% of the region’s exports directed towards the EU, all Western Balkan governments are working to adopt EU standards and harmonize technical regulations, with the adoption rate reaching 94%, up 3 percentage points since 2019. They are prioritizing SME efforts to increase export volume and to improve their complexity and sophistication. Since 2019, financial incentives for greening available to SMEs have been multiplied, albeit unevenly across the region. During the same period, the average regional share of SMEs offering green products or services increased 5 percentage points, to 25%; approaching the EU average of 32%. Most SMEs took at least one action to become more resource-efficient, often minimizing waste or saving energy or water

## Related programmes and other donor activities

In 2021 the leaders of the Western Balkans 6 adopted Common Regional Market Action Plan 2021-2024 (CRM AP) aiming as a catalyst for deeper regional economic integration and a stepping stone towards EU Single Market. The leaders agreed to enhance economic cooperation in the region by developing Common Regional Market, based on the EU rules and standards, to increase the attractiveness and competitiveness of the region and to bring the region closer to the EU markets. The Action Plan is based on the four freedoms and enriched with trade, digital, investment, innovation and industry areas. In the context of the CRM AP, WB6 CIF has been recognized as a voice of Western Balkans 6 (WB6) businesses, stating that “the private sector perspective and contribution will be ensured through close cooperation with WB6 CIF with a view to facilitating implementation of joint actions. At the same time, these actions will provide linkages and seek synergies with their European partners.” WB6 CIF has been involved in implementation of regional actions, jointly with other relevant organizations: Regional Cooperation Council (RCC), CEFTA, Transport Community (TC) and other supporting organizations/institutions.

With the Brussels Declaration from the EU-Western Balkans Summit from December 2023, the WB6 CIF has been recognized as one of the main stakeholders in the Common Regional Market, and for the first time has been tasked to work on preparation of an ambitious successor to the current Common Regional Market Action Plan before the current one expires in 2024. In line with the New Growth Plan for the Western Balkans, this entails, among others, aligning with the EU single market rules and opening relevant sectors and areas, incentivizing and implementing fundamental reforms with a view to close convergence gap with EU, advancing the four freedoms and improving sustainable economic growth.

# OBJECTIVES & EXPECTED OUTPUTS

## Overall objective

The overall objective of the project of which this contract will be a part is to contribute to solving two interlinked problems: insufficiently developed intra-regional trade and investment, and the competitive pressure of the EU Single Market.

## Specific objective(s)

The specific objectives (outcomes) of this contract are as follows:

* Specific objective (Outcome) 1: to provide logistic support to Contracting Authority in organisation of the WB6-EU Business Platform meeting

## Expected outputs to be achieved by the contractor

The expected outputs of this contract are as follows:

* Output 1 to Outcome 1: accommodation in Brussels for up to 33 persons
* Output 2 to Outcome 1: air tickets for up to 33 persons
* Output 3 to Outcome 1: group transfer of up to 33 persons airport Brussels-hotel-airport Brussels
* Output 4 to Outcome 1: conference room rental in the hotel of accommodation
* Output 5 to Outcome 1: working lunch in Brussels for up to 50 persons
* Output 6 to Outcome 1: refreshments for up to 50 persons during the meeting

# ASSUMPTIONS & RISKS

## Assumptions underlying the project

N/A

## Risks

N/A

# SCOPE OF THE WORK

## General

### Description of the assignment

The purpose of this contract is to provide logistic support to Contracting Authority in organizing the Business Platform meeting in Brussels, on 12 March 2025.

The WB6-EU Business Platform was created in 2020 to facilitate dialogue between EU policy makers and WB6 business community on how to leverage up European accession perspective to create more opportunities for trade, investment and other forms of business cooperation between the two sides.

The meeting participants are: members of the WB6 Business Council (that is, representatives of WB6 business communities), representatives of EU institutions, members of the WB6 CIF Managing Board, and coordinators of thematic groups (TG).

### Geographical area to be covered

Brussels, Belgium

### Target groups

WB6 CIF, WB6 business community, EU institutions

## Specific work

The Contractor’s tasks include the following:

*1) Travel and local transfer*

The Contractor shall book and cover the economy–class air tickets for up to 33 persons from WB6 capitals to Brussels. The departure date is March 11, 2025 or March 12, 2025 in early morning, if desired by the participants. The meeting on 12/03/2025 starts at approximately 9h, so the time for participants’ transfer to the hotel has to be taken in consideration when making the flight arrangements.

The departure from Brussels shall be on 13th March 2025 or on 12th March in the late afternoon.

Flights without stops/transfers will be considered an advantage in evaluation of offers.

Local transfer for up to 33 persons in Brussels, that is, airport-hotel-airport, shall also be organised and covered by the Contractor (joint transfer of persons taking the same flight).

*2) Hotel accommodation and conference room*

The Contractor shall book and cover the cost of accommodation in a hotel in Brussels of 4\* category, single room with breakfast, for up to 33 participants, for 1-2 nights (depending on flight arrangements). The hotel should be in the area between the airport and city centre and all participants must be accommodated in the same hotel. Hotel that is closer to city centre will be considered an advantage in evaluation of offers.

The proposed hotel must have a conference room suitable for working meetings of high-rank officials, which can comfortably accommodate 50 persons. The room must be equipped with adequate-size LED screen and laptop for presentations, WiFi connection, sound system and pertinent equipment, as well as technical assistant for manning the equipment.

The tenderer is required to supply the details of the proposed hotel (name, location, and preferably its website link) in the Annex III-Organisation and methodology.

*3) Working lunch and refreshments*

On 12/03/2025 the Contractor shall organise a working lunch for max 50 persons, starting around 13 h. The lunch should be served in the same hotel where the conference will take place, or in the restaurant that is max 300 m walking distance from the hotel.

The menu should include: both meat and vegetarian dishes; sweets and fruit for desert; coffee, tea, plain and sparkling water; soft drinks and fruit juices.

During the meeting, the Contractor is required to organise that coffee, tea, plain and sparkling water are available for self-serving throughout the meeting.

**NOTE:** The Contractor will receive the list of participants and their contact details immediately after contract signing, by 20/02/2025 at latest. Maximum number of travellers is 33:

* 18 members of the Business Council (3 per each of WB6 economy),
* 9 Thematic Group coordinators,
* 6 members of the WB6 CIF Managing Board (including Secretary General and Deputy Secretary General)

However, if required so by the Contracting Authority, the Contractor will book flights only for 9 thematic group coordinators and 6 members of the WB6 CIF Managing Board. The members of the Business Council will purchase the tickets on their own and the Contractor shall in that case reimburse to them the cost of ticket in full or partially, up to EUR 500.

Any changes Also, less than 33 persons can confirm travel after the contract signing. In this case, the contract price will be modified by the contract addendum accordingly.

**NOTE 2**: When preparing the budget, please indicate the total cost and then split it into two sub-totals: subtotal 1 shall include cost of travel and accommodation for 6 Managing Board members only, and the subtotal 2 all other costs. The reason for this is of administrative nature, that is, the total cost refers to 2 different project budget lines and have to be reported as such.

Maximum budget for Business Council members and Thematic Group coordinators - 55000 EUR

Maximum budget for WB6 CIF Managing Board - 9000 EUR

All results and outputs must comply with the latest Communication and Visibility Manual for EU External Actions concerning acknowledgement of EU financing of the project. (See <https://ec.europa.eu/europeaid/communication-and-visibility-manual-eu-external-actions_en>

## Project management

### Responsible body

Permanent Secretariat of WB6 CIF

### Management structure

The institutional setup of WB6 CIF is made of the following organs: the General Assembly, the Managing Board, and the Permanent Secretariat. The General Assembly defines the overall strategic direction and monitors the Managing Board. The Managing Board has the overall decision-making power. The Permanent Secretariat –particularly the Secretary-General – is responsible for administrative and organisational tasks as well as the external representation of WB6 CIF.

In more details, the General Assembly is composed of the representatives of the six founding members and it meets at least once annually. Key tasks of the General Assembly are: to define the general guidelines for actions, to approve the WB6 CIF’s Financial Statements, to agree on an Annual Action Plan.

The Managing Board is composed of the presidents of the chambers of commerce of the WB6 economies (or their appointed representatives). It incorporates the main decision-making power of WB6 CIF and its Chairperson is the legal representative of the WB6 CIF. The Chairperson of the Managing Board is elected among its members for four years, after which another president takes over (rotation principle).

The Permanent Secretariat is led by Secretary General and Deputy Secretary General (in his/her absence). Both are appointed by the Management Board for four years.

In addition, in order to facilitate exchange of knowledge and practices in different fields and to advise decision-making bodies, WB6 CIF has initiated establishment of 9 thematic groups composed of one expert delegated by the chamber member, with additional possibility of involving business sector representatives (SMEs), in order to have more comprehensive approach with sectorial coverage.

### Facilities to be provided by the contracting authority and/or other parties

No facility will be provided by Contracting Authority or other parties.

# LOGISTICS AND TIMING

## Location

Trieste (Italy), WB6

## Start date & period of implementation of tasks

The intended start date is 14 February 2025 and the period of implementation of the contract will be until 20 March 2025. Please see Articles 19.1 and 19.2 of the special conditions for the actual start date and period of implementation.

In case the extension of the project duration takes place, the Contractor’s services, if need be, can be prolonged for an additional period of time. Remuneration amount would be agreed by an annex, depending on time of additional engagement and available budget.

# REQUIREMENTS

## Staff

Note that civil servants and other staff of the public administration of the partner country, or of international/regional organisations based in the country, shall only be approved to work as experts if well justified. The justification should be submitted with the tender and shall include information on the added value the expert will bring as well as proof that the expert is seconded or on personal leave.

### Key experts

Key experts are not required.

### Other experts, support staff & backstopping

The tenderer will have to demonstrate in their offer that they have access to experts with the required profiles. The contractor shall select and hire other experts as required according to the needs. The selection procedures used by the contractor to select these other experts shall be transparent, and shall be based on pre-defined criteria, including professional qualifications, language skills and work experience.

The costs for backstopping and support staff, as needed, are considered to be included in the tenderer's financial offer.

## Office accommodation

Office accommodation for each expert working on the contract is to be provided by the contractor.

## Facilities to be provided by the contractor

The contractor shall ensure that experts are adequately supported and equipped. In particular, it must ensure that there is sufficient administrative, secretarial and interpreting provision to enable experts to concentrate on their primary responsibilities. It must also transfer funds as necessary to support their work under the contract and to ensure that its employees are paid regularly and in a timely fashion.

## Equipment

**No** equipment is to be purchased on behalf of the contracting authority / partner country as part of this service contract or transferred to the contracting authority / partner country at the end of this contract. Any equipment related to this contract which is to be acquired by the partner country must be purchased by means of a separate supply tender procedure.

# REPORTS

## Reporting requirements

The Contractor will submit the following reports in English by e-mail, in pdf format:

* report of maximum 3 pages, in free format, summarizing the provided services. Approval of the report constitute the base for payment.

## Submission and approval of reports

The report referred to above must be submitted to the project manager identified in the contract. The project manager is responsible for approving the reports.

# MONITORING AND EVALUATION

## Definition of indicators

The indicator of the successful implementation of the contract is “Services provided in timely, quality and quantity manner, as required in these Terms of Reference.

## Special requirements

N/A

1. [↑](#footnote-ref-1)