



**BELGRADE LAND
DEVELOPMENT PUBLIC AGENCY**

Sites Analysis, Marketing and IT Department

Number:

Date:

Based on the Planning and Construction Law ("Official Gazette of the Republic of Serbia", No. 72/09, 81/09 - correction, 64/10 – Constitutional Court Decision, 24/11, 121/12, 42/13 – Constitutional Court Decision, 50/13 – Constitutional Court Decision, 98/13 – Constitutional Court Decision, 132/14, 145/14 and 83/18), the Decision on the Building Land ("Official Gazette of the City of Belgrade", No. 20/15, 126/16, 2/17, 43/17 and 118/18) and the City of Belgrade Mayor's Resolution No. 463-3682/19-G dated 17 May 2019, Belgrade Land Development Public Agency, issues:

**INVITATION TO COMPETITIVE BIDDING
FOR ALIENATION OF THE PUBLIC BUILDING LAND
OWNED BY THE CITY OF BELGRADE**

1. Building Land Data

Subject to alienation (sale) is the building land in Južni Bulevar Street, Municipality of Vračar, the LOT made of two cadastral plots, such as: cadastral plot No. 3450/2 CM of Vračar, with a surface area of 296m², filed in the Land Registry under No. 4590, and the cadastral plot No. 4777/5 CM of Vračar, with the surface area of 17m² filed in the Land Registry under No. 3094, both filed in the LR as the public property of the City of Belgrade.

Site position is shown in the graph below:

PHOTO

2. Purpose of the Facility

Secretariat for Urban Planning and Construction of the City of Belgrade issued the Site Information IX-20 No. 350.1-6066/2018 dated 15 January 2019, stating that:

According to the Detailed Regulation Plan for the area along Južni Bulevar Street, between the following streets: Maksima Gorkog, Šumatovacka, Đerdapska and Gospodara Vučića – The 9th Local Community of Vračar Detailed Regulation Plan - Phase 1 ("Official Gazette of the City of Belgrade" No. 34/03), the cadastral plots 3450/2 and 4777/5 CM of Vračar belong to the areas intended for other land use – for residential purposes with commercial activities, the "B2" Zone.

"B2" Zone is planned as mixed urban tissue. Construction of multi-family residential buildings with commercial activities inside the building is allowed.

Merger of land plots is recommended for more efficient parking in underground garages. The percentage of commercial activities within the referred urban tissue shall not exceed 30%.

Urban planning parameters are as follows:

- Max. No. of floors to be built along Južni Bulevar Street is GF+6+Loft;
- Max. Building Coverage Ratio (BCR) along Južni Bulevar is 60%;
- Max. Floor Area Ratio (FAR) along Južni Bulevar street is 4.5;
- Construction of one-side or double-side walled buildings is allowed.
- Parking shall be provided by constructing a garage, or in an open parking space within the LOT, applying the parameter of one parking space per residential unit (flat), and one parking space per 60m² of the net area of commercial space.

3. Degree of Infrastructural Development:

- LOT is approachable from the existing Južni Bulevar Street equipped with general sewer system.
- Improvement and redevelopment of part of the secondary water supply system within the road alignment is currently in progress. Construction of the watermain will provide the conditions for connection of the buildings constructed on the referred building plot to the water supply system.
- The road is also equipped with required power and telecommunication installations.
- Belgrade Land Development Public Agency is responsible for development of the public building land in accordance with the Regulation Plan and the Building Land Development Program.
- Belgrade Waterworks and Sewerage Public Utility Company's requirements for connection of the facilities to the existing water supply and sewerage systems shall be provided.
- EPS Distribucija and Telekom Srbija's requirements need to be provided for buildings connection to the existing power supply and telecommunication systems.

- 4. Person who the building land is alienated (sold) to shall, at his/her own expenses, perform and execute all preparatory works related to infrastructural development and equipping of the LOT such as: land survey and remedy, removal of all existing underground utilities, construction of running surfaces, pedestrian paths and parking areas, construction of required service roads including water supply and sewerage connections to the general public water supply and sewerage system outside the LOT, as well as development of open areas including landscaping, hydrant networks and public lighting on the LOT.**

Person who the building land is sold to shall in cooperation with the competent authorities relocate the existing 10 KV powerline from the site.

Person who the building land is sold to shall merger the cadastral plots in accordance with the Planning and Construction Law prior to issuance of the Use Permit.

Person who the building land is sold to shall enter into the agreements with all competent public utility institutions and other legal entities and shall pay fees for connection to electric power supply system, telecommunication system and facilities, cable television, heating and gas supply system and facilities, etc.

- 5. Start price** for the building land was determined based on the land market price assessed by the Tax Administration of the City of Belgrade, Report XXVI-01 No. 464-761/2017 dated 20 October 2017 and confirmed by the letter reference XXVI-01 No. 464-761/2017-1 dated 11 January 2019, and amounts to RSD 149.470,10 per m² of the land, which totally amounts to RSD **46.784.141,30** for the total area of 313m².

Public building land shall be sold to a Bidder offering the highest price, which shall be equal to or higher than the start price set forth in the Invitation to Competitive Bidding, and which cannot be further reduced.

6. Payment Deadline and Consequences in Case of Failure to Pay

When the building land is alienated (sold) in the public procurement procedure for the first time and the payment is made in full within 15 days as of the date of Land Alienation Decision submission to the most successful Bidder, in this case the bid is reduced by 30%.

In cases when building land price exceeds RSD1.200.000,00, it can be paid either in full or in no more than 12 monthly instalments.

The most successful Bidder is obliged to declare on the method of payment by signing a Statement by which he/she at the same time accepts the terms and conditions specified in the Invitation to Competitive Bidding for alienation of the public building land owned by the City of Belgrade, and commits him/herself to pay the maximum bid amount.

If payment is to be made in instalments, the person who the building land is alienated to shall pay 10% of the bid amount within 15 days as of the date of receipt of the Decision on Building Land Alienation, while the outstanding amount shall be paid in equal monthly instalments upon conclusion of the Land Alienation Contract.

When payment is to be made in instalments, the buyer shall, within 30 days as of the date of the Contract, provide an irrevocable Bank Guarantee for the outstanding amount, payable at first demand and with no entitlement to rise any objection whatsoever, which shall be valid for more than three months as of the date of payment of the final instalment, or the buyer shall, in favour of the City of

Belgrade, mortgage another property worth at least 30% more than the total amount of outstanding instalments.

Price shall be calculated in EURs on the date of Contract at the middle RSD exchange rate of the National Bank of Serbia, with obligation of repayment of instalments in RSD equivalent at the middle RSD exchange rate of the National Bank of Serbia at the date of payment.

In case of payment in instalments, the deposit paid in the course of Competitive Bidding is not considered the first instalment.

In case the Bidder who the building land has been alienated to in accordance with the above Land Alienation Decision fails to pay the amount within the period set forth therein, the Mayor, upon Agency's proposal, may decide to abrogate the Building Land Alienation Decision, and the person shall not be entitled to a refund of the deposit. In case of Bank Guarantee submission, it will be forfeited.

7. Deadline for Entering into a Land Alienation Contract and Consequences in Case of Failure to Do So

Person who the building land is alienated to shall enter into a Land Alienation Contract within 30 days as of the date of receipt of the Building Land Alienation Decision, and upon payment of the total amount in case of a full payment, or upon payment of 10% of the total amount if payment is made in instalments.

In case the person who the building land has been alienated to fails to enter into a Land Alienation Contract within 30 days as of the date of receipt of the Building Land Alienation Decision, and upon payment of the total amount in case of full payment, or upon payment of 10% of the total amount if making payment in instalments, the Mayor may decide to abrogate the Building Land Alienation Decision, in which case the person shall be entitled to a refund of the total amount paid, in nominal value, but decreased by the deposit.

8. Time for Completion starts as of the date of Notice of Commencement of Works, in accordance with the Planning and Construction Law, Articles 140 and 148.

9. Deposit (deposit amount, time for payment and consequences in case of withdrawal or Land Alienation Decision abrogation)

To participate in the Competitive Bidding, Bidder shall deposit **10%** of the start price which amounts to **RSD 4.678.414,13**, or provide an irrevocable Bank Guarantee for the deposit amount referred above, without any "objections" and payable "at first demand" and valid for no more than 180 days as of the date of Bid submission.

The deposit mentioned above shall be paid to the Belgrade Land Development Public Agency's account No. 200-2867071601033-49, no later than by 1 July 2019.

The amount deposited to the account in the course of the Competitive Bidding represents a part of the total price and will be transferred to an appropriate bank account of the City of Belgrade upon issuance of the Land Alienation Decision.

Deposited amount or the Bank Guarantee submitted by unsuccessful Bidders is to be returned to them within no more than five (5) days as of the date of Building Land Commission's session.

The Bidder shall not be entitled to a refund of the deposit amount, or the Bank Guarantee (if submitted) will be forfeited in case the Bidder who offered the highest price withdraws from the Competitive Bidding once the Chairman of the Building Land Commission had declared the Public Bidding closed, but prior to issuance of the Land Alienation Decision.

Mayor shall decide on abrogation of the Land Alienation Decision, and the Bidder shall not be entitled to a refund of the deposit in the following cases as well:

- If the Bidder who the land was alienated to fails to make payment within the deadline defined in the Land Alienation Decision;
- If the Bidder who the land was alienated to ceases the alienation once he/she paid the total price amount but prior to Land Alienation Contract signature;
- If the Bidder who the land was alienated to fails to enter into a Land Alienation Contract within 30 days as of the date of Land Alienation Decision receipt.

10. Required Application Contents and the Documents to be Attached

Application to Competitive Bidding shall be submitted in the sealed envelope clearly and visibly marked with the name of the site it refers to, and the Bidder's full name.

Application submitted by a *legal person* shall contain full name and headquarters address and the telephone number and shall be signed by the authorized representative and stamped. Application shall be attached with the excerpt from the Business Entities Register with the competent authority as well as with the Tax Identification Number Certificate.

Application submitted by an *individual* shall contain full name, address, ID No., telephone number and shall be signed. Application shall be attached with a copy of the Bidder's ID Card.

Application submitted by an *entrepreneur* shall contain business name, headquarters address, telephone number and shall be signed by the authorized representative and stamped. Application shall be attached with the excerpt from the competent authority register and the Tax Identification Number Certificate.

Application shall also be attached with an evidence of deposit payment, i.e. a deposit guarantee, as well as the account number the deposit would possibly be repaid to.

Application shall be attached with the Bidder's Statement on accepting all terms and conditions defined in the Invitation to Competitive Bidding and shall specify the Time for Completion of Construction Works.

Application cannot be made by the Chairmen of the Commission nor by any of its members.

11. Application Deadline

Applications shall be submitted by mail to the Belgrade Land Development Public Agency, 84 Njegoševa Street, 11111 Belgrade, PAC 126016, or directly to the Agency's ground floor reception desk.

Applications shall be submitted no later than until 1 July 2019 by 15.30.

12. Venue and Time of Competitive Bidding

Competitive Bidding will take place on **2 July 2019** in the premises of the Belgrade Land Development Public Agency, 84 Njegoševa Street, fourth floor conference room, starting at **11.00 a.m.**

The Competitive Bidding shall be attended either by the Bidder him/herself or his/her duly authorized representative.

13. Incomplete and Late Applications

The Application is considered incomplete unless it contains all attachments and documents as requested in the Invitation to Competitive Bidding, or unless the given information is in compliance with the terms and conditions specified therein.

The Application is considered timely if submitted by the date and time specified in the Invitation to Competitive Bidding.

The Commission shall identify the Bidders, the present Bidders and those who submitted the Power of Attorney for participation in the Competitive Bidding and which Applications are late or incomplete.

A Bidder whose Application is late or incomplete, or a representative of a Bidder whose Application isn't late or incomplete but whose Power of Attorney was not appropriately issued, shall not be entitled to participate in the Competitive Bidding, while late or incomplete Applications shall be rejected.

If the Bidder whose Application is not late or incomplete fails to attend the Competitive Bidding, he/she shall be deemed to have withdrawn from the Competitive Bidding.

This Invitation to Competitive Bidding is available at the Belgrade Land Development Public Agency website <http://www.beoland.com>

Further information related to this Invitation is available at the Belgrade Land Development Public Agency - Sites Analysis, Marketing and IT Department, tel. +381 (0)11 2041 302, every regular business day from 7.30 to 15.30.