



REPUBLIC OF KENYA

THE NATIONAL TREASURY

FINANCIAL SECTOR SUPPORT PROJECT

CONSULTANCY FOR A MEDIUM-TERM ADVISOR FOR THE KENYA DEPOSIT INSURANCE CORPORATION

REQUEST FOR EXPRESSIONS OF INTEREST (INDIVIDUAL CONSULTANT)

Ref: FSSP/PIU/KDIC/17/2016-17

Credit No: 5627 KE
Project ID No: P 151816

1. The Government of Kenya (GoK) has received financing from the World Bank towards the cost of the Financial Sector Support Project (FSSP) whose overall development objective is to strengthen the legal, regulatory and institutional environment for improved financial stability, access to and provision of, affordable and long term financing. It is intended that part of the proceeds of this credit be applied to eligible payments under the contracts for a Medium-Term Advisor for the Kenya Deposit Insurance Corporation (KDIC) to be implemented over a period of eighteen (18) months.
2. **Objective of the Assignment**
To provide medium-term advisory services to lead and support the newly established Kenya Deposit Insurance Corporation (KDIC) as a Deposit Insurance and Resolution agency.
3. **Scope of the Work**
The Consultant shall render the following services:
 - a) Review and refine resource requirements for the newly established KDIC and advice on any changes in its existing organization structure;
 - b) Advise on the policy, regulatory and operational requirements necessary for successful functioning of the KDIC; and work with local drafting professionals to implement the proposed policy through the legal framework (if necessary);
 - c) Enhance technical and other resource capacity of the KDIC to facilitate effective management of deposit insurance; supervision; review of surveillance risk management reports of commercial banks / financial institutions; conduct successful resolution of problem / failed financial institutions;
 - d) Review the existing structures, systems and approaches of Deposit Insurance such as operations manuals, regulations, guidelines and procedures manuals for the KDIC and make revisions (as necessary) / draft new implementation framework / manuals to guide effective regulation;
 - e) Establishment of KDIC as a Special Supervisor of the Banking Sector; developing a framework for supervision of financial institutions through audit and inspections; audit standards on design of suitable Management Information System (MIS); periodic returns for submission by intermediaries and their analysis;
 - f) Developing and introducing a suitable model for Differential Premium Assessment; Optimal Target Fund and Reporting Framework on Adequacy of Coverage;
 - g) Assessing effectiveness of technology (ICT) for deposit insurance and resolution and making recommendations to KDIC management;
 - h) Undertake other tasks as requested which serve the objectives of the KDIC in general and foster the objective of the development of the institution as a centre of excellence
4. The National Treasury (the Client) through its Project Implementation Unit (PIU) now invites **eligible individual consultants** to express their interest in providing the services. Interested **Consultants** should provide information demonstrating that they have the required qualifications and relevant experience to perform the services. Consultants

should provide their most recent profiles showing their experience, qualifications, capabilities, references and details of past experience especially in the area of their expertise etc. The Consultant should have gained experience from working in a technical capacity for a financial sector regulator, multilateral agency and involved in advising on deposit insurance reforms and resolution, conducting similar assignment for a Deposit Insurer (DI) for at least one developing country during the past five years and Production of policy frameworks and draft legislation for DIs in accordance with IADI core principles. The shortlisting criteria are; (a) Undergraduate qualification in finance, commerce, economics, law, insurance or a related discipline; (b) At least ten (10) years with a financial sector regulator, multilateral agency, Deposit Insurance Scheme; involved in financial sector reform; (c) At least five (5) years of experience in implementing and/or conducting policy advice on Deposit Insurance and Resolution; (d) Strong familiarity with current developments in regulatory and risk management issues especially with respect to Deposit Insurance, IADI Core Principles for Effective Deposit Insurance Systems, exposure to training courses, seminars and conferences on deposit insurance; (e) Experience in developing policy and drafting regulations for financial sector players; and (f) Experience in emerging market jurisdictions that have Deposit Insurance Schemes

5. The expression of interest is also open to interested firms who may wish to propose individual consultants. In such cases, only the experience and qualifications of the individuals proposed shall be taken into account in the selection process and not the firm's corporate experience. Consequently, the ensuing contract agreement will be signed directly with the successful individual.
6. The attention of interested Consultants is drawn to paragraph 1.9 of the World Bank's Guidelines: *Selection and Employment of Consultants* [under IBRD Loans and IDA Credits & Grants] by World Bank Borrowers published in *January 2011* and revised in *July 2014* ("Consultant Guidelines"), setting forth the World Bank's policy on conflict of interest.
7. Interested **eligible individuals** may obtain further information at the address given below during office hours **between 0900 to 1700 hours**, Monday – Friday inclusive, exclusive of public holidays, before the deadline for the submission of Expressions of Interest.
8. A Consultant will be selected in accordance with Selection of Individual Consultant method set out in the Consultants Guidelines.
9. Complete **Expressions of Interest** documents to be submitted in plain sealed envelopes with consultancy **reference and name clearly marked on top** should be delivered in person, sent by mail or by email to the address shown below or placed in the tender box at our offices on the 7th floor, Anniversary Towers, North Tower

Postal Address:

Project Implementation Unit
Attention: Procurement Specialist
P.O Box 21190 –00100
Nairobi, Kenya.

Telephone No: +254-20-2210271/4

Physical Address:

Project Implementation Unit
Attention: Procurement Specialist
7th Floor, Anniversary Towers, North Tower.
Building No.19 Monrovia Street/University Way
Nairobi, Kenya.

E-mail: procurement.ifppp@piu.go.ke; info.ifppp@piu.go.ke

10. **Deadline for submission of Expressions of Interest is Wednesday 24th August 2016 at 1600 hours Kenyan local time.**

**PROCUREMENT SPECIALIST
FOR: PRINCIPAL SECRETARY**