



**STANDARD REQUEST FOR PROPOSALS  
FOR SELECTION OF CONSULTING FIRMS**

**FOR  
SUPPLY, DELIVERY, INSTALLATION, COMMISSIONING  
AND MAINTENANCE OF AN INTEGRATED EXCISABLE  
GOODS MANAGEMENT SYSTEM (EGMS) FOR A PERIOD  
OF FIVE (5) YEARS**

**TENDER NO. KRA/HQS/RFP-071/2025 - 2026**

**TIMES TOWER BUILDING  
P.O. BOX 48240-00100  
TEL: +254 020 2817022  
EMAIL: [eprocurement@kra.go.ke](mailto:eprocurement@kra.go.ke)**

**Pre – Bid Link**  
**[Register Here](#)**

**Pre-Bid Conference  
on 14<sup>TH</sup> May 2025 at 11:00 am**

**NAIROBI, KENYA.**

**CLOSING DATE 2<sup>ND</sup> JUNE 2025 AT 11:00 AM**

**BID VALIDITY 335 DAYS**

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# SECTION I: INVITATION TO TENDER



## Tender Notice

1. The Kenya Revenue Authority invites bids from eligible candidates for the following tenders:

DESCRIPTION	ELIGIBILITY	ONLINE PRE - BID DATE AND TIME	CLOSING DATE AND TIME
<b>KRA/HQS/RFP-071/2025 -2026 Proposal for Supply, Delivery, Installation, Commissioning and Maintenance of an Integrated Excisable Goods Management System (EGMS) for a period of Five (5) years</b>	Request for proposal (Open Tender)	14 <sup>th</sup> May, 2025 11.00 AM VIRTUAL	2 <sup>nd</sup> June, 2025 11.00 AM TIMES TOWER

2. Interested eligible candidates may obtain further information and inspect the tender documents with detailed requirements at the office of the:

**Deputy Commissioner - Supply Chain Management**  
**Times Tower Building, 21<sup>ST</sup> Floor,**  
**P.O Box 48240– 00100 GPO,**  
**Tel. +254 020 2817022**  
**Nairobi, Kenya.**  
**website: [www.kra.go.ke](http://www.kra.go.ke)**  
**Email :[eprocurement@kra.go.ke](mailto:eprocurement@kra.go.ke)**

3. A complete set of bidding documents in English may be obtained from KRA E-Procurement portal available on the KRA website [www.kra.go.ke](http://www.kra.go.ke) free of charge. Prospective bidders should register for E-Procurement to enable them access the KRA portal under “New Supplier Registration” found under the Tender Tab.
4. Qualified and interested tenderers may obtain further information and inspect the Tender Documents during office hours 8:00am-5:00pm. Completed Bids are to be saved as PDF documents marked “**KRA/HQS/RFP-071/2025-2026: Proposal for Supply, Delivery, Installation, Commissioning and Maintenance of an Integrated Excisable Goods Management System (EGMS) for a period of Five (5) years**”
5. and submitted to the appropriate KRA E-procurement Web Portal found on the KRA website so as to be received on or before **2<sup>nd</sup> June, 2025 at 11.00 A.M.**
6. The tenderer shall chronologically serialize all pages of the tender documents submitted.
7. Submission should strictly be done via the KRA E-Procurement Portal. Bidders to note that system bid submission issues shall not be addressed within 24 hours to the tender opening date and time.
8. Bids will be opened electronically promptly after closing time and Bidders or their representatives are welcome to witness the opening at Times Tower Building.
9. Tenders shall be quoted in **Kenya Shillings and shall include all taxes**. Tenders shall remain valid for **335 days** from the date of opening of tenders.
10. Tenders will be opened immediately after the deadline date and time specified above or any dead line date and time specified later. Tenders will be publicly opened in the presence of the Tenderers’ designated representatives who choose to attend at the address above.
11. **An original hard copy** of the Bid Security of not less than **Kenya Shillings Five Million (Kshs. 5,000,000.00)** the indicated amount or equivalent amount in a freely convertible currency valid for three hundred and sixty-five (365) days from the date of tender closing / opening must be dropped in **the Tender Security Box located at Times Tower Building, Ground Floor** any day before the tender closing date. The Bid Security must be in a sealed envelope bearing the Tender Description and addressed to the address indicated on line 2 above.
12. Late tenders will be rejected

**Any canvassing or giving of false information will lead to automatic disqualification.**

## SECTION 1 (A) - REQUEST FOR PROPOSAL (RFP)

Reference number: **KRA/HQS/RFP-071/2025-2026**

Name of Assignment: **Proposal for Supply, Delivery, Installation, Commissioning and Maintenance of an Integrated Excisable Goods Management System (EGMS) for a period of Five (5) years**

Dear Messrs.

1. The Kenya Revenue Authority envisaged solution is expected to be self-funding and the cost of implementation to be recovered through sale of stamps during the duration of the contract period, the hardware and software provided shall be on lease basis over the period of the contract and bidders should provide an outline of how the proposed solution will work under self-funding model.
2. The Kenya Revenue Authority now invites qualified firms to provide **Proposal for Supply, Delivery, Installation, Commissioning and Maintenance of an Integrated Excisable Goods Management System (EGMS) for a period of Five (5) years** (herein after called the “*services*”). More details on the services are provided in Section 5 Terms of Reference page 53-69.
3. This Request for Proposals has been addressed to all Eligible firms.
4. If a Consultant is a Joint Venture (JV), the full name of the JV shall be used and all members, starting with the name of the lead member. Where sub-consultants have been proposed, they shall be named. The maximum number of JV members shall be specified in the DS.
5. It is not permissible to transfer this RFP to any other firm.
6. A firm will be selected under Quality and Cost Based Selection method and in a format as described in this RFP, in accordance with section 124 of the Public Procurement and Asset Disposal Act 2015, a copy of which is found at the following website: [www.ppra.go.ke](http://www.ppra.go.ke).
7. The:  
Section 1: Letter of Request for Proposals  
Section 2: Instructions to Consultants and Data Sheet  
Section 3: Technical Proposal Standard Forms  
Section 4: Financial Proposal Standard Forms  
Section 5: Terms of Reference  
Section 6: Standard Contract Forms
8. Please inform us, in writing by E-mail [eprocurement@kra.go.ke](mailto:eprocurement@kra.go.ke):
  - a. That you have received this Request for Proposals; and
  - b. Whether you intend to submit a proposal alone or intend to enhance your experience by requesting permission to associate with other firm(s) (if permissible under Section 2, Instructions to Consultants (ITC), Data Sheet 11.1).
9. Details on the proposal's submission date, time and address are provided in the ITC 17.5 and ITC 18.5 of the Data Sheet.

Yours sincerely,

**Deputy Commissioner - Supply Chain Management,**  
Times Tower Building, 21st Floor, P.O Box 48240– 00100 GPO,  
Nairobi, Kenya. Tel. +254 020 310900  
Email: [eprocurement@kra.go.ke](mailto:eprocurement@kra.go.ke)

## SECTION 2. INSTRUCTIONS TO CONSULTANTS AND DATA SHEET

### Section 2(a). Instructions to Consultants (ITC)

#### A. GENERAL PROVISIONS

##### 1. Meanings/ Definitions

- a) “Affiliate(s)” means an individual or an entity that directly or indirectly controls, is controlled by, or is under common control with the Consultant.
- b) “Applicable Law” means the laws and any other instruments having the force of law in Kenya.
- c) “Procuring Entity” means the entity that is carrying out the consultant selection process and signs the Contract for the Services with the selected Consultant.
- d) “Consultant” means a legally established professional consulting firm or an entity that may provide or provides the Services to the KRA under the Contract.
- e) “Contract” means a legally binding written agreement signed between the KRA and the Consultant and includes all the attached documents listed in its Clause 1 (the General Conditions of Contract (GCC), the Special Conditions of Contract (SCC), and the Appendices).
- f) “Data Sheet” means an integral part of the Instructions to Consultants (ITC) Section 2 that is used to reflect specific assignment conditions to supplement, but not to over-write, the provisions of the ITC.
- g) “Day” means a calendar day unless otherwise specified as "Business Day". A Business Day is any day that is an official working day in Kenya and excludes official public holidays.
- h) “Experts” means, collectively, Key Experts, Non-Key Experts, or any other personnel of the Consultant, Sub-consultant or Joint Venture member(s).
- i) “Government” means the Government of the Republic of Kenya.
- j) “In writing” means communicated in written form such as by mail, e-mail, fax, including, if specified in the Data Sheet, distributed or received through the electronic-procurement system used by the KRA with proof of receipt.
- k) “Joint Venture (JV)” means an association with or without a legal personality distinct from that of its members, of more than one Consultant where one member has the authority to conduct all business for and on behalf of any and all the members of the JV, and where the members of the JV are jointly and severally liable to the KRA for the performance of the Contract.
- l) “Key Expert(s)” means an individual professional whose skills, qualifications, knowledge and experience are critical to the performance of the Services under the Contract and whose CV is considered in the technical evaluation of the Consultant's proposal.
- m) “ITC” (this Section 2 of the RFP) means the Instructions to Consultants that provides the Consultants with all information needed to prepare their Proposals.
- n) “Letter of RFP” means the letter of invitation being sent by the KRA to the Consultants.
- o) “Non-Key Expert(s)” means an individual professional provided by the Consultant or its Sub-consultant and who is assigned to perform the Services or any part thereof under the Contract and whose CVs are not evaluated individually.
- p) “Proposal” means the Technical Proposal and the Financial Proposal of the Consultant.
- q) “Public Procurement Regulatory Authority (PPRA)” means the statutory authority of the Government of Kenya that is mandated with the role of regulating and monitoring compliance with the public procurement law and regulations.
- r) “RFP” means the Request for Proposals to be prepared by the KRA for the selection of consultants.
- s) “Services” means the work to be performed by the Consultant pursuant to the Contract.
- t) “Sub-consultant” means an entity to whom the Consultant intends to subcontract any part of the Services while the Consultant remains responsible to the KRA during the whole performance of the Contract.
- u) “Terms of Reference (TORs)” means the Terms of Reference that explains the objectives, scope of work, activities, and tasks to be performed, respective responsibilities of the KRA and the Consultant, and expected results and deliverables of the assignment.

## **2. Introduction**

- 2.1 KRA intends to select a consultant from those listed in the Request for Proposals (RFP), in accordance with the method of selection specified in the Data Sheet.
- 2.2 The Consultant are invited to submit a Technical Proposal and a Financial Proposal, for consulting services required for the assignment named in the Data Sheet. The Proposal will be the basis for negotiating and ultimately signing the Contract with the selected Consultant.
- 2.3 The Consultants should familiarize themselves with the local conditions and take them into account in preparing their Proposals, including attending a pre-proposal conference if one is specified in the Data Sheet. Attending any such pre-proposal conference is optional and is at the Consultants' expense.
- 2.4 The KRA will timely provide, at no cost to the Consultants, the inputs, relevant project data, and reports required for the preparation of the Consultant's Proposal as specified in the Data Sheet.

## **3. Conflict of Interest**

- 3.1 The Consultant is required to provide professional, objective, and impartial advice, always holding the KRA's interest's paramount, strictly avoiding conflicts with other assignments or its own corporate interests and acting without any consideration for future work.
- 3.2 The Consultant has an obligation to disclose to the KRA any situation of actual or potential conflict that impacts its capacity to serve the best interest of the KRA. Failure to disclose such situations may lead to the disqualification of the Consultant or the termination of its Contract.
- 3.3 Without limitation on the generality of the foregoing, and unless stated otherwise in the Data Sheet, the Consultants shall not be hired under the circumstances set forth below:
  - i) *Conflicting Activities*  
Conflict between consulting activities and procurement of goods, works or non-consulting services: a firm that has been engaged by the KRA to provide goods, works, or non-consulting services for a project, or any of its Affiliates, shall be disqualified from providing consulting services resulting from or directly related to those goods, works, or non-consulting services. Conversely, a firm hired to provide consulting services for the preparation or implementation of a project, or any of its Affiliates, shall be disqualified from subsequently providing goods or works or non-consulting services resulting from or directly related to the consulting services for such preparation or implementation.
  - ii) *Conflicting Assignments*  
Conflict among consulting assignments: A Consultant (including its Experts and Sub-consultants) or any of its Affiliates shall not be hired for any assignment that, by its nature, may conflict with another assignment of the Consultant for the same or for another KRA.
  - (iii) *Conflicting Relationships*  
Relationship with the KRA's staff: a Consultant (including its Experts and Sub-consultants) that has a close business or personal relationship with senior management or professional staff of the KRA who has the ability to influence the bidding process and: (i) are directly or indirectly involved in the preparation of the Terms of Reference for the assignment, (ii) the selection process for the Contract, or (iii) the supervision of the Contract, may not be awarded a Contract, unless the conflict stemming from such relationship has been resolved in a manner that determines there is no conflict to affect this selection process.
  - iv) *Others*  
Any other types of conflicting relationships as indicated in the Data Sheet.

## **4. Unfair Competitive Advantage**

- 4.1 Fairness and transparency in the selection process require that the Consultants or their Affiliates competing for a specific assignment do not derive a competitive advantage from having provided consulting services related to the assignment in question. To that end, the KRA shall indicate in the Data Sheet and make available to all Consultants together with this RFP all information that would in that respect give such Consultant any unfair competitive advantage over competing Consultants.

## **5. Corrupt and Fraudulent Practices**

5.1 Consultant firms or any of its members shall not be involved in corrupt, coercive, obstructive, collusive, or fraudulent practice. Consultant firms or any of its members that are proven to have been involved in any of these practices shall be automatically disqualified and will not be awarded a contract.

## 5.2 Collusive practices

5.2 The KRA requires compliance with the provisions of the Competition Act 2010, regarding collusive practices in contracting. Any Consultant found to have engaged in collusive conduct shall be disqualified and criminal and/or civil sanctions may be imposed. To this effect, Consultants shall be required to complete and sign the "Certificate of Independent Proposal Determination" annexed to the Proposal Form.

5.3 In further pursuance of this policy, Consultants shall permit and shall cause their agents (where declared or not), subcontractors, sub-consultants, service providers, suppliers, and their personnel, to permit the Government and its agencies to inspect all accounts, records and other documents relating to any short-listing process, Proposal submission, and contract performance (in the case of award), and to have them audited by auditors, investigators, or compliance officers.

## 6. Eligibility

6.1 In the selection of consultants, short-listing shall be composed of firms or individuals who belong to the same line of professional business and who are almost of the same capability.

6.2 Unless otherwise specified in the Data Sheet, the KRA permits Consultants including proposed experts, joint ventures and individual members from all countries and categories to offer consulting services. The maximum number of members so far JV shall be specified in the TDS.

6.3 The Competition Act of Kenya requires that firms wishing to tender as Joint Venture undertakings which may prevent, distort, or lessen competition in provision of services are prohibited unless they are exempt in accordance with the provisions of Section 25 of the Competition Act, 2010. JVs will be required to seek for exemption from the Competition Authority. Exemption shall not be a condition for submission of proposals, but it shall be a condition of contract award and signature. AJV tenderer shall be given opportunity to seek such exemption as a condition of award and signature of contract. Application for exemption from the Competition Authority of Kenya may be accessed from the website [www.cak.go.ke](http://www.cak.go.ke)

6.4 3.2 Public Officers of the KRA, their Spouses, Child, Parent, Brothers or Sister. Child, Parent, Brother or Sister of a Spouse, their business associates or agents and firms/organizations in which they have a substantial or controlling interest shall not be eligible to tender or be awarded a contract. Public Officers are also not allowed to participate in any procurement proceedings.

6.5 It is the Consultant's responsibility to ensure that it's Experts, joint venture members, Sub-consultants, agents (declared or not), sub-contractors, service providers, suppliers and/or their employees meet the eligibility requirements.

6.6 As an exception to the foregoing ITC 6.1 and 6.2 above:

a) Sanctions-A firm or an individual that has been debarred from participating in public procurements shall be ineligible to be awarded a contract, or to benefit from the contract, financially or otherwise, during the debarment period. The list of debarred firms and individuals is available from the website of PPRA [www.ppra.go.ke](http://www.ppra.go.ke).

b) Prohibitions-Firms and individuals of a country or goods in a country may be ineligible if:

i) As a matter of law or official regulations, Kenya prohibits commercial relations with that country; or

ii) By an act of compliance with a decision of the United Nations Security Council taken under Chapter VII of the Charter of the United Nations, Kenya prohibits any import of goods or services from that country or any payments to any country, person, or entity in that country.

c) Restrictions for Government-owned Enterprises-Government-owned enterprises or institutions in Kenya shall be eligible only if they can establish that they

i) Are legally and financially autonomous,

ii) Operate under commercial law, and

iii) That they are not dependent agencies of the KRA.

d) Restrictions for public employees - Government officials and civil servants and employees of public institutions shall not be hired for consulting contracts.

- 6.7 Margin of Preference and Reservations- margin of preference shall be allowed in the selection of consultants. Reservations may however be allowed to a specific group of businesses (these groups are Small and Medium Enterprises, Women Enterprises, Youth Enterprises and Enterprises of persons living with disability, as the case may be), and who are appropriately registered as such by the authority to be specified in the Data Sheets. A procuring entity shall ensure that the invitation to submit proposals specifically includes only businesses or firms belonging to one group.

## **B. PREPARATION OF PROPOSALS**

### **7. General Considerations**

- 7.1 In preparing the Proposal, the Consultant is expected to examine the RFP in detail. Material deficiencies in providing the information requested in the RFP may result in rejection of the Proposal.

### **8. Cost of Preparation of Proposal**

- 8.1 The Consultant shall bear all costs associated with the preparation and submission of its Proposal, and the KRA shall not be responsible or liable for those costs, regardless of the conduct or outcome of the selection process. The KRA is not bound to accept any proposal and reserves the right to annul the selection process at any time prior to Contract award, without there by incurring any liability to the Consultant.

### **9. Language**

- 9.1 The Proposal, as well as all correspondence and documents relating to the Proposal exchanged between the Consultant and the KRA shall be written in the **English language**.

### **10. Documents Comprising the Proposal**

- 10.1 The Proposal shall comprise the documents and forms listed in the Data Sheet.
- 10.2 The Consultant shall declare in the Financial Proposal Submission Form, that in competing for and executing a contract, it shall undertake to observe the laws of Kenya against fraud and corruption including bribery, as well as against anti-competitive practices including bid rigging.
- 10.3 The Consultant shall furnish information on commissions, gratuities, and fees, if any, paid or to be paid to agents or any other party relating to this Proposal and, if awarded, Contract execution, as requested in the Financial Proposal Submission Form.

### **11. Only One Proposal**

- 11.1 The Consultant (including the individual members of any Joint Venture) shall submit only one Proposal, either in its own name or as part of a Joint Venture in another Proposal. If a Consultant, including any Joint Venture member, submits or participates in more than one proposal, all such proposals shall be disqualified and rejected. This does not, however, preclude Sub-consultant, or the Consultant's staff from participating as Key Experts and Non-Key Experts in more than one Proposal when circumstances justify and if stated in the Data Sheet.
- 11.2 Members of a joint venture may not also make an individual Proposal, be a subcontractor in a separate proposal or be part of another joint venture for the purposes of the same Contract.
- 11.3 Should a Joint Venture subsequently win the Contract, it shall consider whether an application for exemption from the Competition Authority of Kenya is merited pursuant to Section 25 of the Competition Act 2010.

### **13. Proposal Validity**

#### **a. Proposal Validity Period**

- 12.1 The Data Sheet indicates the period during which the Consultant's Proposal must remain valid after the Proposal submission deadline.
- 12.2 During this period, the Consultant shall maintain its original Proposal without any change, including the availability of the Key Experts, the proposed rates and the total price.

12.3 If it is established that any Key Expert nominated in the Consultant's Proposal was not available at the time of Proposal submission or was included in the Proposal without his/her confirmation, such Proposal shall be disqualified and rejected for further evaluation and may be subject to sanctions in accordance with ITC 5.

**b. Extension of Validity Period**

12.4 The KRA will make its best effort to complete the negotiations within the proposal's validity period. However, should the need arise, the KRA may request, in writing, all Consultants who submitted Proposals prior to the submission deadline to extend the Proposals' validity.

12.5 If the Consultant agrees to extend the validity of its Proposal, it shall be done without any change in the original Proposal and with the confirmation of the availability of the Key Experts, except as provided in ITC 12.7.

12.6 The Consultant has the right to refuse to extend the validity of its Proposal in which case such Proposal will not be further evaluated.

**b. Substitution of Key Experts at Validity Extension**

12.7 If any of the Key Experts become unavailable for the extended validity period, the Consultant shall provide a written adequate justification and evidence satisfactory to the KRA together with the substitution request. In such case, a replacement Key Expert shall have equal or better qualifications and experience than those of the originally proposed Key Expert. The technical evaluations core, however, will remain to be based on the evaluation of the CV of the original Key Expert.

12.8 If the Consultant fails to provide a substitute Key Expert with equal or better qualifications, or if the provided reasons for the replacement or justification are unacceptable to the KRA, such Proposal will be rejected.

**c. Sub-Contracting**

12.9 The Consultant shall not subcontract the whole or part of the Services without reasonable justification and written approval of the KRA.

**14. Clarification and Amendment of RFP**

13.1 The Consultant may request a clarification of any part of the RFP during the period indicated in the Data Sheet before the Proposals' submission deadline. Any request for clarification must be sent in writing, or by standard electronic means, to the KRA's address indicated in the Data Sheet. The KRA will respond in writing, or by standard electronic means, and will send written copies of the response (including an explanation of the query but without identifying its source) to all Consultants. Should the KRA deem it necessary to amend the RFP as a result of a clarification, it shall do so following the procedure described below:

13.2 At any time before the proposal submission deadline, the KRA may amend the RFP by issuing an amendment in writing or by standard electronic means. The amendment shall be sent to all invited Consultants and will be binding on them. The Consultants shall acknowledge receipt of all amendments in writing.

13.3 If the amendment is substantial, the KRA may extend the proposal submission deadline to give the Consultants reasonable time to take an amendment into account in their Proposals.

13.4 The Consultant may submit a modified Proposal or a modification to any part of it at any time prior to the proposal submission deadline. No modifications to the Technical or Financial Proposal shall be accepted after the deadline.

**14 Preparation of Proposals—Specific Considerations**

14.1 While preparing the Proposal, the Consultant must give particular attention to the following:

- i. If a consultant considers that it may enhance its expertise for the assignment by associating with other consultants in the form of a Joint Venture or as Sub-consultants, it may do so long as only one Proposal is submitted, in accordance with ITC 11. Above. A Consultant cannot associate with shortlisted Consultant(s). When associating with non-shortlisted/non-invited firms in the form of a joint venture or a sub-consultancy, the shortlisted/invited Consultant shall be a lead member. If shortlisted/invited Consultant associates with each other, any of them can be a lead member.

- ii. The KRA may indicate in the Data Sheet the estimated amount or Key Experts' time input (expressed in person-month), or the KRA's estimated total cost of the assignment, but not both. This estimate is indicative, and the Proposal shall be based on the Consultant's own estimates for the same. This clause shall not apply when using Fixed Budget selection method.
- iii. For assignments under the Fixed-Budget selection method, the estimated Key Experts' time input shall not be disclosed. Total available budget, with an indication whether it is inclusive or exclusive of taxes, is given in the Data Sheet, and the Financial Proposal shall not exceed this budget.
- iv. Key Experts shall not appear in more than one proposal unless so allowed in the Data Sheet. Invited firms must confirm and ensure their key experts do not appear in proposal of other invited firms, otherwise proposals with Key experts appearing in other proposals will be rejected.

## **15. Technical Proposal Format and Content**

- 15.1 The Technical Proposal shall be prepared using the Standard Forms provided in Section 3 of the RFP and shall comprise the documents listed in the Data Sheet under ITC 10.1. The Technical Proposal shall not include any financial information. A Technical Proposal containing material financial information shall be declared non-responsive.
- 15.2 Consultant shall not propose alternative Key Experts. Only one CV shall be submitted for each Key Expert position. Failure to comply with this requirement will make the Proposal non-responsive.

## **16. Financial Proposal**

- 16.1 The Financial Proposal shall be prepared using the Standard Forms provided in Section 4 of the RFP. It shall list all costs associated with the assignment, including (a) remuneration for Key Experts and Non-Key Experts, (b) reimbursable expenses indicated in the Data Sheet. Irrespective of the consultant selection method, any Consultant that does not submit itemized and priced financial proposal, or merely refers the KRA to other legal instruments for the applicable minimum remuneration fees shall be considered non-responsive.

### **a. Price Adjustment**

- 16.2 For assignments with a duration exceeding 18 months, a price adjustment provision for foreign and/or local inflation for remuneration rates apply if so, stated in the Data Sheet.

### **b. Taxes**

- 16.3 The Consultant and its Sub-consultants and Experts are responsible for meeting all tax liabilities arising out of the Contract unless stated otherwise in the Data Sheet. Information on taxes in Kenya is provided in the Data Sheet.

### **c. Currency of Proposal**

- 16.4 The Consultant may express the price for its Services in the currency or currencies as stated in the Data Sheet. If indicated in the Data Sheet, the portion of the price representing local cost shall be stated in Kenya Shillings.

### **d. Currency of Payment**

- 16.5 Payment under the Contract shall be made in the currency or currencies in which the payment is requested in the Proposal.

## **C. SUBMISSION, OPENING AND EVALUATION**

### **17. Submission, Sealing, and Marking of Proposals**

- 17.1 The Consultant shall submit a signed and complete Proposal comprising the documents and forms in accordance with ITC 10 (Documents Comprising Proposal). Consultants shall mark as “CONFIDENTIAL” information in their Proposals which is confidential to their business. This may include proprietary information, trade secrets or commercial or financially sensitive information. The submission can be done by mail or by hand. If specified in the Data Sheet, the Consultant has the option of submitting its Proposals electronically.
- 17.2 An authorized representative of the Consultant shall sign the original submission letters in the required format for both the Technical Proposal and the Financial Proposals and shall initial all pages of both. The authorization shall be in the form of a written power of attorney attached to the Technical Proposal.
- 17.3 A Proposal submitted by a Joint Venture shall be signed by all members so as to be legally binding on all members, or by an authorized representative who has a written power of attorney signed by each member's authorized representative.
- 17.4 Any modifications, revisions, interlineations, erasures, or overwriting shall be valid only if they are signed or initialed by the person signing the Proposal.
- 17.5 The signed Proposal shall be marked “ORIGINAL”, and its copies marked “COPY” as appropriate. The number of copies is indicated in the Data Sheet. All copies shall be made from the signed original. If there are discrepancies between the original and the copies, the original shall prevail.

### **18. Sealing and Marking of Proposals –**

- 18.1 The firm shall deliver the Proposals in a single sealed envelope, or in a single sealed package, or in a single sealed container bearing the name and Reference number of the assignment, addressed to the KRA and a warning “DO NOT OPEN BEFORE Within the single envelope, package or container, the Firm shall place the following separate, sealed envelopes:
- 18.2 In the single sealed envelope, or in a single sealed package, or in a single sealed container the following documents shall be closed and shall be addressed as follows:
- i) in an envelope or package or container marked “ORIGINAL”, all documents comprising the Technical Proposal, as described in ITC11;
  - ii) in an envelope or package or container marked “COPIES”, all required copies of the Technical Proposal;
  - iii) in an envelope or package or container marked “ORIGINAL”, all required copies of the Financial Proposal; and
- 18.3 The inner envelopes or packages or containers shall:
- i) Bear the name and address of the KRA.
  - ii) Bear the name and address of the Firm; and
  - iii) Bear the name and Reference number of the Assignment.
- 18.4 If an envelope or package or container is not sealed and marked as required, the KRA will assume no responsibility for the misplacement or premature opening of the proposal. Proposals that are misplaced or opened prematurely will not be accepted.
- 18.5 The Proposal or its modifications must be sent to the address indicated in the Data Sheet and received by the KRA no later than the deadline indicated in the Data Sheet, or any extension to this deadline. Any Proposal or its modification received by the KRA after the deadline shall be declared late and rejected, and promptly returned unopened.

### **19. Confidentiality/Canvassing**

- 19.1 From the time the Proposals are opened to the time the Contract is awarded, the Consultant should not contact the KRA on any matter related to its Technical and/or Financial Proposal. Information relating to the evaluation of Proposals and award recommendations shall not be disclosed to the Consultants who submitted the Proposals or to any other party not officially concerned with the process, until the publication of the Contract award information.

- 19.2 Any attempt by Consultants or any one on behalf of the Consultant to influence improperly the KRA in the evaluation of the Proposals or Contract award decisions may result in the rejection of its Proposal and may be subject to the application of prevailing PPRA's debarment procedures.
- 19.3 Notwithstanding the above provisions, from the time of the Proposals' opening to the time of Contract award publication, if a Consultant wishes to contact the KRA on any matter related to the selection process, it should do so only in writing.

## **20. Opening of Technical Proposals**

- 20.1 The KRA's tender opening committee shall conduct the opening of the Technical Proposals in the presence of the Consultants' authorized representatives who choose to attend (in person, or online if this option is offered in the Data Sheet). The opening date, time and the address are stated in the Data Sheet. The envelopes with the Financial Proposal shall remain sealed and shall be securely stored by the KRA or with a reputable public auditor or independent authority until they are opened in accordance with ITC 22.
- 20.2 At the opening of the Technical Proposals the following shall be read out: (i) the name and the country of the Consultant or, in case of a Joint Venture, the name of the Joint Venture, the name of the lead member and the names and the countries of all members; (ii) the presence or absence of a duly sealed envelope with the Financial Proposal; (iii) any modifications to the Proposal submitted prior to proposal submission deadline; and (iv) any other information deemed appropriate or as indicated in the Data Sheet.

## **21. Proposals Evaluation**

- 21.1 Subject to provision of ITC 15.1, the valuers of the Technical Proposals shall have no access to the Financial Proposals until the technical evaluation is concluded and after the KRA notifies all the Consultants in accordance with ITC 22.1.
- 21.2 The Consultant is not permitted to alter or modify its Proposal in anyway after the proposal submission deadline except as permitted under ITC12.7. While evaluating the Proposals, the Evaluation Committee will conduct the evaluation solely on the basis of the submitted Technical and Financial Proposals.

## **22. Evaluation of Technical Proposals**

- 22.1 The KRA's evaluation committee shall evaluate the Technical Proposals that have passed the eligibility and mandatory criteria, on the basis of their responsiveness to the Terms of Reference and the RFP. The eligibility and mandatory criteria shall include the following and any other that may include in the Data sheet.
- a) Firm has submitted the required number of copies of the Technical Proposals.
  - b) Firm has submitted a sealed financial proposal.
  - c) The Proposal is valid for the required number of days.
  - d) The Technical Proposal is signed by the person with power of attorney, without material deviation, reservation, or omission.
  - e) The Technical Proposal is complete with all the forms and required documentary evidence submitted.
  - f) A valid tax compliance certificate or tax exemption certificate issued by the Kenya Revenue Authority in accordance with ITT 3.14 for Kenyan firms.
  - g) Key Experts are from eligible countries.
  - h) Key Experts do not appear in more than one proposal, if so required.
  - i) A short-listed firm has not participated in more than one proposal, if so required.
  - j) The Consultant is not insolvent, in receivership, bankrupt or in the process of being wound up.
  - k) The Consultant, its sub-consultants and experts have not engaged in or been convicted of corrupt or fraudulent practices.
  - l) The Consultant is neither precluded from entering into a Contract nor debarred by PPRA.
  - m) The firm has not proposed employing public officials, civil servants and employees of public institutions.
  - n) The Consultant, its sub-consultants and experts have no conflicts of interest.

22.2 Each responsive Proposal will be given a technical score. A Proposal shall be rejected at this stage if it does not respond to important aspects of the RFP or if it fails to achieve the minimum technical score indicated in the Data Sheet.

## **23. Public Opening of Financial Proposals**

## **23.1 Unsuccessful Proposals**

After the technical evaluation is completed, the KRA shall notify those Consultants whose Proposals were considered non-responsive to the RFP and TOR or did not meet the minimum qualifying technical score, advising them the following: (i) their Proposal was not responsive to the RFP and TOR or did not meet the minimum qualifying technical score;(ii)provide information relating to the Consultant's overall technical score, as well as scores obtained for each criterion and sub-criterion; (iii) their Financial Proposals will be returned unopened after completing the selection process and Contract signing; and (iv ) notify them of the date, time and location of the public opening of the Financial Proposals and invite them to attend.

## **23.2 Financial Proposals for QBS, CQS and SSS**

Following the ranking of the Technical Proposals, when the selection is based on QBS or CQS, the top-ranked Consultant is invited to negotiate the Contract. Only the Financial Proposal of the technically top-ranked Consultant is opened by the opening committee. All other Financial Proposals shall be returned unopened after the Contract negotiations are successfully concluded and the Contract is signed with the successful Consultant.

When the selection is based on the SSS method and if the invited Consultant meets the minimum technical score required passing, the financial proposal shall be opened and the Consultant invited to negotiate the contract.

## **23.3 Financial Proposals for QCBS, FBS, LCS**

Following the ranking of the Technical Proposals, and after internal approvals, the KRA shall simultaneously notify in writing those Consultants whose Proposals were considered responsive to the RFP and TOR, and that have achieved the minimum qualifying technical score, advising them the following: (i) their Proposal was responsive to the RFP and TOR and met the minimum qualifying technical score; (ii) provide information relating to the Consultant's overall technical score, as well as scores obtained for each criterion and sub-criterion;(iii) their Financial Proposal will be opened at the public opening of Financial Proposals; and (iv) notify them of the date, time and location of the public opening and invite them for the opening of the Financial Proposals.

## **23.4 Opening of Financial Proposals**

The opening date should allow the Consultants sufficient time to decide for attending the opening and shall be no less than five (5) Business Days from the date of notification of the results of the technical evaluation, described in ITC 22.1 and 22.2.

The Consultant's attendance at the opening of the Financial Proposals (in person, or online if such option is indicated in the Data Sheet) is optional and is at the Consultant's choice.

The Financial Proposals shall be opened publicly by the KRA's opening committee in the presence of the representatives of the Consultants and anyone else who chooses to attend. Any interested party who wishes to attend this public opening should contact the KRA as indicated in the Data Sheet. At the opening, the names of the Consultants, and the overall technical scores, including the break-down by criterion, shall be read aloud. The Financial Proposals will then be inspected to confirm that they have remained sealed and unopened. These Financial Proposals shall be then opened, and the total prices read aloud and recorded. Copies of the record shall be sent to all Consultants who submitted Proposals.

## **24. Correction of Errors**

- 24.1 Activities and items described in the Technical Proposal but not priced in the Financial Proposal, shall be assumed to be included in the prices of other activities or items, and no corrections are made to the Financial Proposal.
- 24.2 Time-Based Contracts-If a Time-Based contract form is included in the RFP, in case of discrepancy between (i) a partial amount(sub-total) and the total amount, or (ii)between the amount derived by multiplication of unit price with quantity and the total price, or (iii) between figures and words, the later will prevail. In case of discrepancy between the Technical and Financial Proposals in indicating quantities of input, the Technical Proposal prevails and the KRA's evaluation committee shall correct the quantification indicated in the Financial Proposal so as to make it consistent with that indicated in the Technical Proposal, apply the relevant unit price included in the Financial Proposal to the corrected quantity, and correct the total Proposal cost.
- 24.3 Lump-Sum Contracts - If a Lump-Sum contract form is included in the RFP, the Consultant is deemed to have included all prices in the Financial Proposal, so neither arithmetical correction nor price adjustments shall be

made. The total price, net of taxes understood as per ITC 24 below, specified in the Financial Proposal (Form FIN-1) shall be considered as the offered price.

## **25. Taxes**

- 25.1 Subject to ITC 24.2, all taxes are deemed to be included in the Consultant's financial proposal as separate items, and, therefore, considered in the evaluation.
- 25.2 All local identifiable taxes levied on the contract in voices (such as sales tax, VAT, excise tax, or any similar taxes or levies) and in come and withholding tax payable to Kenya on the remuneration of non-resident Experts for the services rendered in Kenya are dealt with in accordance with the instructions in the Data Sheet.

## **26. Conversion to Single Currency**

- 26.1 For the evaluation purposes, prices shall be converted to a single currency using the selling rates of exchange, source and date indicated in the Data Sheet.

## **27. Abnormally Low Prices**

- 27.1 An Abnormally Low Price is one where the financial price, in combination with other constituent elements of the proposal, appears unreasonably low to the extent that the price raises material concerns with the KRA as to the capability of the Consulting firm to perform the Contract for the offered price.
- 27.2 In the event of identification of a potentially Abnormally Low Price by the evaluation committee, the KRA shall seek written clarification from the firm, including a detailed price analyses of its price in relation to the subject matter of the contract, scope, delivery schedule, allocation of risk sand responsibilities and any other requirements of the RFP document.
- 27.3 After evaluation of the price analyses, if the KRA determines that the firm has failed to demonstrate its capability to perform the contract for the offered price, the KRA shall reject the firm's proposal.

## **28. Abnormally High Prices**

- 28.1 An abnormally high price is one where the proposal price, in combination with other constituent elements of the proposal, appears unreasonably too high to the extent that the KRA is concerned that it (the KRA) may not be getting value for money, or it may be paying too high a price for the contract compared with market prices or that genuine competition between consultants is compromised.
- 28.2 In case of an abnormally high tender price, the KRA shall make a survey of the market prices, check if the estimated cost of the contract is correct, and review the RFP to check if the specifications, TOR, scope of work and conditions of contract are contributory to the abnormally high proposals. The KRA may also seek written clarification from the Consultants on the reason or the high proposal price. The KRA shall proceed as follows:
- i) If the proposal price is abnormally high based on the wrong estimated cost of the contract, the KRA may accept or not accept the proposal depending on the KRA's budget considerations.
  - ii) If specifications, TOR, scope of work and/or conditions of contract are contributory to the abnormally high proposal prices, the KRA shall reject all proposals and may re-invite for proposals for the contract based on revised estimates, specifications, TOR, scope of work and conditions of contract.
- 28.3 If the KRA determines that the Proposal Price is abnormally too high because genuine competition between consultants is compromised (*often due to collusion, corruption or other manipulations*), the KRA shall reject all Proposals and shall institute or cause competent Government Agencies to institute an investigation on the cause of the compromise, before re-inviting for proposals.

## **29. Combined Quality and Cost Evaluation**

### **a. Quality and Cost Based Selection (QCBS) Method**

- 29.1 In the case of Quality and Cost Based Selection (QCBS), the total score is calculated **by weighting the technical and financial scores and adding them as per the formula and instructions in the Data Sheet. The Consultant that achieves the highest combined technical and financial score will be notified and invited for negotiations.**

### **b. Fixed Budget Selection (FBS) Method**

29.2 In the case of FBS, those Proposals that exceed the budget indicated in ITC 14.1.4 of the Data Sheet shall be rejected. The KRA's evaluation committee will select the Consultant with the highest-ranked Technical Proposal that does not exceed the budget indicated in the RFP, notify and invite such Consultant to negotiate the Contract.

**c. Least Cost Selection (LCS) Method**

29.3 In the case of Least-Cost Selection (LCS), the KRA's evaluation committee will select the Consultant whose Proposal is the lowest evaluated total price among those Proposals that achieve the minimum technical score required to pass, notify the Consultant, and invite the Consultant to negotiate the Contract.

**d. Combined Technical and Evaluation Report**

29.4 The evaluation committee shall prepare a combined technical and financial evaluation report, with specific recommendations for award or otherwise and subject to the required approvals within the KRA prior to notifications and invitation of consultant for negotiations.

**30. Notification of Intention to enter into a Contract/Notification of Award**

30.1 The KRA shall send to each Consultant (that has not already been notified that it has been unsuccessful) the Notification of Intention to Award the Contract to the successful Consultant. The **Notification of Intention to enter into a Contract / Notification of Award** shall contain, at a minimum, the following information:

- i) The name and address of the Consultant with whom the KRA successfully negotiated a contract.
- ii) the contract price of the successful Proposal.
- iii) a statement of the reasons why the recipient's Proposal was unsuccessful.
- iv) the expiry date of the Standstill Period, and
- v) instructions on how to request a debriefing and/or submit a complaint during the standstill period.

**31. Stand still Period.**

31.1 The Standstill Period shall be the number of days stated in the Data Sheet. The Standstill Period commences the day after the date the KRA has transmitted to each Consultant (that has not already been notified that it has been unsuccessful) the Notification of Intention to Award the Contract. The Contract shall not be signed earlier than the expiry of the Standstill Period. This period shall be allowed for aggrieved Consultants to lodge an appeal. The procedure for appeal and the authority to determine the appeal or complaint is as indicated in the Data Sheet.

**D. NEGOTIATIONS AND AWARD**

**32. Negotiations**

32.1 The negotiations will be held at the date and address indicated in the Data Sheet with the Consultant's representative(s) who must have written power of attorney to negotiate and sign a Contract on behalf of the Consultant.

32.2 The evaluation committee shall prepare minutes of negotiations that are signed by the Accounting Officer and the Consultant's authorized representative.

**32.3 Availability of Key Experts**

The invited Consultant shall confirm the availability of all Key Experts included in the Proposal as a pre-requisite to the negotiations, or, if applicable, a replacement in accordance with ITC 12. Failure to confirm the Key Experts' availability may result in the rejection of the Consultant's Proposal and the KRA proceeding to negotiate the Contract with the next-ranked Consultant.

32.4 Notwithstanding the above, the substitution Key Experts at the negotiations may be considered if due solely to circumstances outside the reasonable control of and not foreseeable by the Consultant, including but not limited to death or medical incapacity. In such a case, the Consultant shall offer a substitute Key Expert within the period of time specified in the letter of invitation to negotiate the Contract, who shall have equivalent or better qualifications and experience than the original candidate.

**32.5 Technical negotiations**

The technical negotiations include discussions of the Terms of Reference (TORs), the proposed methodology, the KRA's inputs, the special conditions of the Contract, and finalizing the "Description of Services" part of

the Contract. These discussions shall not substantially alter the original scope of services under the TOR or the terms of the contract, lest the quality of the final product, its price, or the relevance of the initial evaluation be affected.

### **32.6 Financial negotiations**

The financial negotiations include the clarification of the Consultant's tax liability in Kenya and how it should be reflected in the Contract. All applicable taxes shall be itemized separately and included in the contract price.

- 32.7 If the selection method included cost as a factor in the evaluation (that is QCBS, FBS, LCS), the unit rates and the total price stated in the Financial Proposal for a Lump-Sum contract shall not be negotiated.
- 32.8 Where QBS or CQS methods was used for a *Lump-sum Contract* as indicated in the RFP, the unit rates negotiations shall not take place, except when the offered Key Experts and Non-Key Experts' remuneration rates are much higher than the typically charged rates by consultants in similar contracts or the professional practice. In such a case, the KRA may ask for clarifications and, if the fees are very high, ask to change the rates. The format for (i) providing information on remuneration rates in the case of QB and CQS; and (ii) clarifying remuneration rates' structure under this Clause, is provided in Appendix A to the Financial Form FIN-3: Financial Negotiations – Breakdown of Remuneration Rates. If after the clarifications, the price is still considered too high, the KRA may terminate the negotiation and invite the next ranked Consultant to open its financial proposal and negotiate the contract.
- 32.9 In the case of a *Time- Based contract*, negotiation of unit rates shall not take place, except when the offered Key Experts and Non-Key Experts' remuneration rates are much higher than the typically charged rates by consultants in similar contracts. In such a case, the KRA may ask for clarifications and, if the fees are very high, ask to change the rates. The format for (i) providing information on remuneration rates in the case of QBS and CQS; and (ii) clarifying remuneration rates 'structure under this Clause, is provided in Appendix A to the Financial Form FIN-3: Financial Negotiations-Breakdown of Remuneration Rates. If after the clarifications, the price is still considered too high, the KRA may terminate the negotiation and invite the next ranked Consultant for negotiations.
- 32.10 Where the SSS method was used as indicated in the RFP, both the unit rates and total price shall be negotiated. If the negotiations fail, the KRA shall terminate the Consultant selection process. In that event, the KRA shall review the consultancy requirements and market conditions prior to deciding to use an appropriate selection method to again procure the consulting services.

### **33. Conclusion of Negotiations**

- 33.1 The negotiations are concluded with a review of the finalized draft Contract, which then shall be initialed by the Accounting Officer, and the Consultant's authorized representative and minutes prepared to record the outcome of the negotiations.
- 33.2 If the negotiations fail, the KRA shall inform the Consultant in writing of all pending issues and disagreements and provide a final opportunity to the Consultant to respond. If disagreement persists, the KRA shall terminate the negotiations informing the Consultant of the reasons for doing so. The KRA will invite the next-ranked Consultant to negotiate a Contract. Once the KRA commences negotiations with the next-ranked Consultant, the KRA shall not reopen the earlier negotiations.

### **34. Letter of Award**

- 34.1 Upon expiry of the Standstill Period, specified in ITC 28.1, after satisfactorily addressing any appeal that has been filed within the Standstill Period, and upon successful negotiations, the KRA shall send a Letter of Award to the successful Consultant. The letter shall confirm the KRA's award of Contract to the successful Consultant and request the Consultant to sign and return the draft negotiated Contract within Twenty-One (21) Days from the date of the Letter of Award.

### **35. Signing of Contract**

- 35.1 The Contract shall be signed prior to the expiration of the Proposal Validity Period and promptly after expiry of the Standstill Period, specified in ITC 28.1 and upon satisfactorily addressing any complaint that has been filed within the Standstill Period.
- 35.2 The Consultant is expected to commence the assignment on the date and at the location specified in the Data Sheet.

### **36. Publication of Procurement Contract**

- 36.1 Within the period specified in the Data Sheet, the KRA shall publish the awarded Contract which shall contain, at a minimum, the following information: (a) name and address of the KRA; (b) name and reference number of the contract being awarded, (c) the selection method used; (d) names of the consultants that submitted proposals; (e) names of all Consultants whose Proposals were rejected or were not evaluated; (f) the name of the successful consultant, the final total contract price, the contract duration and a summary of its scope.
- 36.2 Consider carefully the information on consultants to be published, particularly evaluation by the KRA, to avoid disclosing information which can facilitate bid-rigging formation going forward. Suggest amendment as follows:
- 36.3 The awarded Contract shall be published on the KRA's website with free access if available and in the official procurement tender portal.

### **37. Procurement Related Complaint and Administrative Review**

- 37.1 The procedures for making Procurement-related Complaints shall be specified in the **TDS**.
- 37.2 A request for administrative review shall be made in the form provided under contract forms.

## SECTION 2 (B). DATA SHEET

<b>A. General Provisions</b>	
Reference to ITC Clause	
1(j)	Electronic procurement system shall be used: <b>YES</b> If Yes; <b>Electronic – Procurement System</b> KRA shall use the following electronic-procurement system to manage this Request for Proposal process which includes Issuing Notification of the RFP, Issuing the RFP submissions of technical and financial proposals, Issuance of addendums and opening of Proposals
2.1	Name of the Procuring Entity: Kenya Revenue Authority The consultant selection method is: Quality and Cost Based Selection Method (QCBS)
2.2	Financial Proposal to be submitted together with Technical Proposal in separate folder: <b>YES</b> i. Technical Proposal to be Submitted in <b>The Tech bid C – Folder</b> and ii. Financial Proposals in the <b>Notes and Attachment Folder</b>  The name of the assignment is: <b>Proposal for Supply, Delivery, Installation, Commissioning and Maintenance of an Integrated Excisable Goods Management System (EGMS) for a period of Five (5) years</b>
2.3	A virtual pre-bid conference will be held: Yes <i>Please use the link to join the virtual meeting: <a href="#">Click here</a></i> <b>Date of pre-bid conference: 14<sup>th</sup> May, 2026</b>
2.4	The KRA will provide the following inputs, project data, reports etc. to facilitate the preparation of the Proposals; <u>  N/A  </u>
3.3 (iv)	<i>[Insert any other conflicting relationships]</i> None
4.1	<i>[If “Unfair Competitive Advantage” applies to the selection, explain how it is mitigated, including listing the reports, information, documents, etc. and indicating the sources where these can be downloaded or obtained by the Consultants]</i>
6.2	A maximum number of members in the Joint Venture (JV) or consortiums shall be: <i>[Three (3)]</i> .
6.6(a)	The list of debarred firms and individuals is available at the PPRA’s website <b>www.ppra.go.ke</b> or email <b>complaints@ppra.go.ke</b>
6.7	The business will be registered with <u>  N/A  </u>  • <b>Any of the following Preference schemes shall apply for the lead bidders.</b>  a. Ten percent (10%) margin of preference of the evaluated price of the tender, where the percentage of shareholding of Kenyan citizens is more than fifty percent (50%);  b) Eight percent (8%) margin of preference of the evaluated price of the tender, where the percentage of shareholding of Kenyan citizens is less than fifty percent (50%) but above twenty percent (20%); and  c) Six percent (6%) margin of preference of the evaluated price of the tender, where percentage of shareholding of Kenyan citizens is above five percent (5%) and less than twenty percent (20%).
<b>B. Preparation of Proposals</b>	
10.1	The Proposal shall comprise the following technical proposal documents which will be Submitted electronically via the supplier portal to <b>Tech Bid C- Folder</b> :

	<p><b>TECHNICAL PROPOSAL:</b>  Power of Attorney to sign the Proposal:  TECH-1: Technical Proposal Submission Form  TECH-2: Consultant’s Organization and Experience  TECH-3: Comments and Suggestions  TECH-4: Description of Approach, Methodology and Work plan  TECH-5: Work Schedule and Planning for Deliverables  TECH-6: Team Composition, Assignment, and Key Experts’ Inputs  TECH-7: Mandatory Documentary Evidence</p> <p>AND</p> <p>Financial Proposal shall comprise the following financial proposal documents which will be submitted electronically via the supplier portal to <b>Notes and Attachment Folder</b>  (1) FIN-1: Financial Proposal Submission Form  (2) FIN-2: Summary of Costs  (3) FIN-3: Breakdown of Remuneration  (4) FIN-4: Breakdown of Reimbursable Expenses</p>
11.1	Participation of Sub-consultants, and Key Experts in more than one Proposal is permissible: <i>[select one option]</i> <b>No_</b>
12.1	Proposals must remain valid for <b>335 days</b> after the proposal submission deadline.
13.1	Clarifications may be requested no later than <i>[Seven (7) days prior]</i> to the submission deadline. <b>The contact information for requesting clarifications is: _</b> Email: <a href="mailto:eprocurement@kra.go.ke">eprocurement@kra.go.ke</a>
14 (b) (do not use for Fixed Budget method)	<i>[If not used, state “Not applicable”. If used, insert the following:</i> Estimated input of Key Experts’ time-input: _____person-months. <i>[OR]</i> Estimated total cost of the assignment: _____ <i>[Indicate only either time input (in person-month) or total cost, but not both!]</i>
14 (c) and 26.2 [use for Fixed Budget method]	“Not applicable”.
14 (d)	Key Experts shall not appear in more than one proposal: <b>YES.....</b>
16.1 (b)	<i>[A <u>sample</u> list of reimbursable expenses is provided below for guidance. Items that are not applicable should be deleted; others may be added. If the KRA wants to set up maximum ceilings for unit rates of certain types of expenses, such ceilings should be indicated in the FIN forms].</i> The Financial Proposal will include (but not limited to) the following reimbursable expenses: (1) <i>a per diem allowance, including hotel, for experts for every day of absence from the home office for the purposes of the Services.</i> (2) <i>cost of travel by the most appropriate means of transport and the most direct practicable route.</i> (3) <i>cost of office accommodation, including overheads and back-stop support.</i> (4) <i>communication costs.</i> (5) <i>cost of purchase or rent or freight of any equipment required to be provided by the Consultants.</i> (6) <i>cost of reports production (including printing) and delivering to the KRA.</i> (7) <i>other allowances where applicable and provisional or fixed sums (if any)</i> (8) <i>[insert relevant type of expenses, if/as applicable]</i>
16.2	A price adjustment provision applies to remuneration rates: <b>NOT ALLOWED.</b>

	<p><i>[The price adjustment applies to Time-Based contracts with a duration exceeding 18months. In exceptional circumstances, price adjustment can also apply to Lump-Sum contracts assignment longer than 18 months in duration with prior agreement with the KRA]</i></p> <p><i>[If “Yes”, specify whether it applies to foreign and/or local inflation]</i></p>												
16.3	Information on the Consultant’s tax obligations in the Procuring Entity’s country can be found on the Kenya Revenue Authority website: <a href="http://www.kra.go.ke">www.kra.go.ke</a>												
16.4	The Financial Proposal shall be stated in the following currencies: <b>KENYA SHILLINGS.</b>												
<b>C. Submission, Opening and Evaluation</b>													
17.1	The Consultants [“shall”] submit their Proposals electronically.												
17.5	<p><b>The Consultant must submit:</b></p> <p>(a) Technical Proposal: <b>electronically via the supplier portal to <u>Tech Bid C- Folder</u></b></p> <p>(b) Financial Proposal: <b>electronically via the supplier portal to <u>Notes and Attachment Folder</u></b></p>												
18.5	<p>The Proposal must be submitted no later than:</p> <p>Date: <b>Tuesday, 2<sup>nd</sup> June, 2026</b></p> <p>Time: <b>11:00AM East African Time.</b></p> <p>The Proposal submission address is: <b>KRA E-Procurement Portal</b></p>												
20.1	<p>Technical proposals shall be <b>opened online.</b></p> <p><i>The online opening procedure shall be: <b>Initiation of RFX opening by two KRA responsible officers simultaneous log in, opening of the RFX and reading out of the Technical proposals submitted on Tech Bid C Folder.</b></i></p> <p>The opening shall take place at:  Street Address: <b>Haile Selassie Avenue</b>  Floor Number <b>21<sup>st</sup> Floor</b></p> <p>Room Number <b>SCM MEETING ROOM 1</b>  City: <b>NAIROBI</b>  County: <b>NAIROBI</b>  Country: <b>KENYA</b>  Date: <b>Tuesday, 2<sup>nd</sup> June, 2026</b>  Time: <b>11:00 am East African Time</b></p>												
20.2	In addition, the following information will be read aloud at the opening of the Technical Proposals <i>The name and address of the Firms submitted the proposal.</i>												
22.1	<p>Other eligibility and mandatory criteria shall be:</p> <p><b>a) MANDATORY REQUIREMENTS</b></p> <table border="1"> <thead> <tr> <th></th> <th><b>REQUIREMENTS</b></th> <th><b>Compliance (Yes / No)</b></th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Duly filled, signed and stamped Technical proposal submission.  Technical Proposal: <b>electronically via the supplier portal to <i>Tech Bid C- Folder</i></b></td> <td></td> </tr> <tr> <td>2.</td> <td>Duly filled, signed and stamped Financial proposal submission forms – Section 4  Financial Proposal: <b>to be submitted electronically via the supplier portal to <i>Notes and Attachment Folder</i></b></td> <td></td> </tr> <tr> <td>3.</td> <td><b>An original hard copy</b> of the Bid Security of not less than Kenya Shillings Five Million (<b>Kshs. 5,000,000.00</b>) or equivalent amount in a freely convertible currency valid for Three hundred and sixty-five (365) days from the date of tender closing /opening. A digital tender security <b>MUST</b> be verifiable in form of QR code or an online portal and must be submitted in the notes and attachments.</td> <td></td> </tr> </tbody> </table>		<b>REQUIREMENTS</b>	<b>Compliance (Yes / No)</b>	1.	Duly filled, signed and stamped Technical proposal submission.  Technical Proposal: <b>electronically via the supplier portal to <i>Tech Bid C- Folder</i></b>		2.	Duly filled, signed and stamped Financial proposal submission forms – Section 4  Financial Proposal: <b>to be submitted electronically via the supplier portal to <i>Notes and Attachment Folder</i></b>		3.	<b>An original hard copy</b> of the Bid Security of not less than Kenya Shillings Five Million ( <b>Kshs. 5,000,000.00</b> ) or equivalent amount in a freely convertible currency valid for Three hundred and sixty-five (365) days from the date of tender closing /opening. A digital tender security <b>MUST</b> be verifiable in form of QR code or an online portal and must be submitted in the notes and attachments.	
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		<b>NB: Original tender security MUST be deposited on the TENDER SECURITY BOX Located at Times Tower Building, Ground Floor.</b>	
4.		Submit Power of Attorney (except for Sole proprietor)	
5.		Submit the legal status of the organization in the form of Certificate of Incorporation/Registration or other proof as may be relevant in the country of origin. <b>Note:</b> This applies also to the respective partners, consortium, JV member(s), Local representatives, etc.	
6.		<b>Current CR12</b> for Limited Liability Companies issued by the Registrar of Companies. This should be within the last twelve (12) months from the tender closing date <b>or equivalent from country of Incorporation.</b>  <b>Current CR 13</b> for Sole proprietors and partnership issued by the Registrar of Companies. This should be within the last twelve (12) months from the tender closing date <b>or equivalent from country of Incorporation.</b>	
7.		<b>Proof of Financial Resources</b> Submit audited financial statements for the last 3 years <b>(2022/2023 &amp; 2023/2024, 2024/2025) of the Lead bidder</b> that must demonstrate the current soundness of the Bidder's financial position and indicate its prospective long-term profitability.	
8.		<b>Average Annual Turnover</b> Minimum average annual turnover of Kshs.3 billion per year within the last 3 years.	
9.		Valid Registration and Accreditation certificate in security Printing	
10.		<b>Physical Facilities and Address:</b> <ul style="list-style-type: none"> <li>• State if owned or leased and attach copy of title or lease documents and latest utility bill(s).</li> <li>• Security Equipment and other resources related to supply, delivery, installation, commissioning, and maintenance of an integrated excisable goods management system (EGMS).</li> </ul>	
11.		A valid Manufacturer Authorization Letter for an integrated excisable goods management system (EGMS) addressed to Kenya Revenue Authority.	
12.		<b>Submit a copy of a valid Tax Compliance Certificate</b> The bidding firm must attach a copy of a valid Tax Compliance Certificate (or equivalent applicable document based on jurisdiction), valid at least up to the tender closing date  <b>Note:</b> In case a company is registered and is operating in different countries, bidders are advised to submit Proof of Tax Compliance in the country where the firm is registered and for the countries in operations. This applies also to their respective partners, consortium, JV members, Local representatives, etc.	
13.		<b>Submit Practice/trade License or Certificate of the Firm</b> <i>(Consultant to attach a copy of the firm's practice/trade license or registration certificate issued by the professional body)</i>	
14.		<b>Submit at least two (2) Similar Assignments Experience for the last five years from the date of tender publishing.</b> <i>attach copies of Form of Contract, purchase order, service order, and performance certificate or similar evidence of similar assignments carried out by the firm. The assignments shall be the same as those provided under FORM TECH 2B – Page 33)</i>	
15.		Have the capability and proven experience to develop, implement and maintain nation-wide integrated excisable goods management system with government agencies comprising of hardware, software and consumables for an application covering, at least 3 billion units of Secure Revenue Stamps per annum while	
		meeting contractual obligations ( <b>Attach a statement of capability</b> )	

16.	<b>Commercial &amp; Operational Model</b>		
	<ul style="list-style-type: none"> <li>The envisaged solution is expected to be self-funding and the cost of implementation to be recovered through sale of stamps during the duration of the contract.</li> <li>The hardware and software provided shall be on lease basis over the period of the contract.</li> <li>The bidders should provide an outline of how the proposed solution will work under self-funding model.</li> </ul>		
	<b>(Attach a statement of commitment)</b>		
17.	<b>Social Obligations for the following.</b>		
	<ul style="list-style-type: none"> <li>Submit Sworn Anti-Corruption Affidavit issued by a commissioner of Oaths for local bidders and a notary public in the case of international bidders in regards to Instruction to Tenderers (ITT 22.1 (k)).</li> <li>Submit a sworn statement indicating any current and previous corruption or fraudulent practices that have been convicted or under conviction process in courts/jurisdictions for dealing with corruption/fraudulent practices.</li> </ul>		
	<b>Note:</b> ITT 22.1 (k) The Consultant, its sub- consultants and experts/personnel have not engaged in or been convicted of corrupt or fraudulent practices.		
18.	<b>Submit Academic Certificates</b>		
	attach copies of the required relevant academic certificates relevant to the assignment for all the key experts).		
19.	<b>Submit Professional Certificates</b>		
	attach copies professional certifications to demonstrate certifications to demonstrate professional qualifications for all the key experts. The certifications should be relevant to the proposed solution.		
20.	Submit Dully filled, signed, and stamped Certificate of Independent Proposal Determination – Page 29		
21.	Submit Dully filled, signed, and stamped Tech 1 - Technical Proposal Submission Form – (Page 27).		
22.	Submit Dully filled, signed, and stamped Self-Declaration Form (Form SD1) - Form Tech 8 (Page 39)		
23.	Submit Dully filled, signed, and stamped Self-Declaration that the Person / Tenderer will not engage in any Corruption or Fraudulent Practice. - (Form SD2 – Page 40)		
24.	Submit Dully filled, signed, and stamped Declaration and Commitment to the Code of Ethics (Page 41)		
25.	Tenderers must dully fill, stamp and sign Tenderer's Eligibility - Confidential Business Questionnaire – Page 123 – 125		
	<b>Note:</b> This applies also to the respective partners, consortium, JV member(s), Local representatives, etc.		
26.	<b>Teaming Agreement</b>		
	Where bidders are teaming up, the firms must submit a teaming agreement clearly indicating the lead partner and the roles of the members in the teaming agreement.		
<b>FOR EACH TEAMING PATNER) – ALL PARTNERS ARE REQUIRED TO FILL AND SUBMIT THE BELOW LISTED FORMS</b>			
27.	Copy of certificate of incorporation or registration certificate or its equivalent		
28.	Duly filled, signed and stamped confidential Business Questionnaire		
29.	Duly filled, signed and stamped form SD 1 - Self Declaration That the Person/Tenderer Is Not Debarred in The Matter of the Public Procurement and Asset Disposal Act 2015		
30.	Duly filled, signed and stamped form SD 2 – Self Declaration that the person/ tenderer will not engage in any corrupt/ fraudulent practice.		
31.	Duly filled, signed and stamped Declaration and commitment to the code of ethics		
	Description	Mandatory	Bidders Response (Bidder to provide a substantive respond)

32.	Warranty	Bidder is required to provide solution warranty of at least one (1) year from the global go live date.	
33.	Support and Maintenance	Bidder is required to provide ( support and maintenance including manufacturer's premier technical support (provided 24*7*365) throughout the contract period	
34.	Implementation and Knowledge Transfer	The solution implementation shall require on-site physical presence of key project team.	Bidders are advised to provide a commitment letter
35.		The bidder is required to provide adequate knowledge transfer to ensure future supportability and upgradeability of the solution.	Bidders are advised to provide commitment letter
36.	FCTC Commitment	Bidder are prohibited from having any affiliations to any manufacturer or importer of Tobacco and Tobacco products or any other relationships that may raise conflict of interest in the deployment of the Track and Trace solution.	Bidders to submit a statement/declaration they and their affiliates are not prohibited or conflicted as per the obligations set out in the FCTC protocol (Protocol to Eliminate Illicit Trade in Tobacco Products)

**Note:**

Bidders who shall not meet **ALL the mandatory requirements** shall be disqualified from further evaluation.

**b) FIRM AND CONSULTANTS' REQUIREMENTS**

No.	Requirements	Marks	Bidders Response
1	<p>The consultant should be a professional firm, a joint venture, or a consortium with expertise in implementation of EGMS or a teaming agreement in case two or more entities come together for the purposes of this tender.</p> <p>Bidders are required to provide <b>at least 3 nationwide contracts</b> with governmental agencies (<b>excluding Kenya Revenue Authority</b>) that has implemented within the last five (5) years with a comparable scope and deliverables.</p> <p>i) Provide evidence of contract showing:</p> <ul style="list-style-type: none"> <li>• Description of product/services rendered.</li> <li>• Contract value</li> <li>• Contract award date</li> <li>• Project Start Date &amp; Completion Date</li> <li>• Contact person, address and Telephone contacts details.</li> <li>• Geographical location (country, city)</li> <li>• Any other relevant information to describe capability.</li> </ul> <p>(Score: 1 mark for each requirement above).</p>	<b>18</b>	
	<p>ii) Attach reference/recommendation letters of contracts awarded from the two major clients indicated in (i) above (excluding Kenya Revenue Authority) as a proof of satisfactory service rendered in supply, delivery, installation, commissioning, and maintenance of an integrated excisable goods management system (EGMS) – 2 marks for each client reference letter).</p>		

		<p><b>Note:</b> The information provided for the projects implemented by the vendor shall be subjected to verification to confirm the successful implementation. Scores shall be awarded based on the level of experience demonstrated. <b>Six (6) Marks for each reference site with all requirements detailed in item (i) and (ii) above Max – 18 Marks</b></p>		
	2	<p>The vendor should indicate the relevant technical experience and certifications for <b>at least five (5) relevant key staff</b> for the proposed EGMS solution implementation.</p> <p>The experience should be in implementing the solution proposed in the bid.</p> <p>The personnel proposed <b>MUST</b> have experience in the implementation of at least one project where the proposed EGMS solution has been deployed. Information on relevant key staff to include the following:</p> <ol style="list-style-type: none"> <li>Name</li> <li>Years of experience in the EGMS solution implementation</li> <li>Description of project(s) where Experience was gained.</li> <li>Professional certifications relevant to the EGMS solution proposed in the bid (attach and reference the certificate provided)</li> <li>Personnel CV and Certification (<b><u>Attach and reference the CV and relevant certification.</u></b> The CV should demonstrate the experience in implementation and support roles).</li> </ol> <p><b>NB:</b> <i>These documents will be used to score and rate the capacity.</i></p> <p>All the proposed resources must be committed to the project with onsite availability for the duration of the contract and any changes to the consultant team must be made with KRA's concurrence.</p> <p><b>Key personnel relevant experience:</b></p> <ul style="list-style-type: none"> <li>Above 7 years – 5 marks</li> <li>4 - 7 years – 2.5 marks</li> <li>Less than 3 years – 1 mark</li> </ul> <p>Five (5) Marks for each resource with all requirements and experience of 10 years and above (Max – 25 Marks).</p>	25	
	3	<p><b>Bidders should also attach the following evidence:</b></p>		
		<ul style="list-style-type: none"> <li>Track records and credentials in security applications</li> </ul>	3	
		<ul style="list-style-type: none"> <li>Qualification and experience as System Integrator of revenue stamps management platforms with tax declaration and control systems.</li> </ul>	3	
		<ul style="list-style-type: none"> <li>Proprietary technologies in relation to the platform</li> </ul>	3	
		<ul style="list-style-type: none"> <li>List of patents owned by or licensed to the supplier in relation to the platform (including without limitation patents related to the security features used by or in relation to the platform)</li> </ul>	2	
		<ul style="list-style-type: none"> <li>Establishment of an internal code of conduct which ensures that all employees are educated to follow the law and adhere to high ethical standards</li> </ul>	2	
		<ul style="list-style-type: none"> <li>In the case of partnership agreement, partnership</li> </ul>	2	
		<p>agreement with other company (-ies) for the provision of the systems and solutions covered under the specifications of this RFP.</p>		

<ul style="list-style-type: none"> <li>In case of a partnership, the bidder shall list the role of each company in the performance of the contract and list all points of business interaction(s) between the partner companies.</li> </ul>	2	
<b>Total Score</b>	<b>60</b>	<b>20</b>
<b>Pro-rated Total Scores &amp; cut off scores</b>	<b>20</b>	<b>15</b>

**Note:**

The total score of 60 marks shall be prorated to 20 marks. The cut off score will be 15 marks. A bidder **MUST** meet the cut-off score in order to proceed to the next stage of evaluation.

**c) TECHNICAL REQUIREMENTS**

The Submissions on the technical Requirements shall meet all the requirements in

- a) **SECTION 3. TECHNICAL PROPOSAL – STANDARDS FORMS AND**
- b) **SECTION 5. TERMS OF REFERENCE OF THE REQUEST FOR PROPOSAL DOCUMENT**

**d) FINANCIAL REQUIREMENTS**

The Submissions on the Financial Requirements shall meet all the requirements in

- a) **SECTION 4. FINANCIAL PROPOSAL – STANDARDS FORMS**

The lowest evaluated Financial Proposal (Fm) is given the maximum financial score (Sf) of 100. The formula for determining the financial scores (Sf) of all other Proposals is calculated as following:

$Sf = 100 \times Fm / F$ , in which “Sf” is the financial score, “Fm” is the lowest price, and “F” the price of the proposal under consideration.

The weights given to the Technical (T) and Financial (P) Proposals are:

$T = \underline{\hspace{2cm}} 0.80$

$P = \underline{\hspace{2cm}} 0.20$

Proposals are ranked according to their combined technical (St) and financial (Sf) scores using the weights (T = the weight given to the Technical Proposal; P = the weight given to the Financial Proposal; T + P = 1) as following:  $S = St \times T\% + Sf \times P\%$ .

**e) OVERALL RFP TECHNICAL EVALUATION**

The bid evaluation will take into account technical factors in addition to cost factors. The weight for financial evaluation is 20% while the weight for technical evaluation is 80%. Bidders must conform to the specific Technical Requirements.

Criteria	Maximum Score / Requirement	Cut-off Score
Tender Responsiveness (Pages 18-21)	Mandatory	All
Firm and Consultants' Requirements (Pages 21-23)	20	15
Technical Requirements Evaluation (Pages 53-69)	50	35
Non-Functional Requirements(General) (Pages 64-69)	Responsive	All
Non-Functional Requirements (Pages 64-69)	Responsive	All
<b>Demonstration of Solution</b> Functional and technology requirements. The demo evaluation checklist shall be submitted to bidders who will have met the minimum Technical Specifications and passed the technical evaluation (Pages 68)	10	5
<b>Financial Proposal (Pages 45)</b>	20	
<b>Totals</b>	<b>100</b>	<b>55</b>
<b>Award</b>	The bid with the highest Evaluated Bid Score (B) among responsive bids shall be termed the Lowest Evaluated Bid and is eligible for Contract award	
<b>Site Visit / Due diligence</b>	KRA may conduct site visit (s) to any or all the provided reference sites. The bidder will be required to facilitate/organize the visit to any such chosen site(s) forming substantive responsiveness.	
<b>Factory Visit / verification</b>	KRA may conduct Factory Visit (s) as part of Post tender qualification. The bidder will be required to facilitate/organize the visit to any such chosen site(s) forming substantive responsiveness.	

	<p><b><u>PERFORMANCE BOND:</u></b>  Successful bidder will be required to submit a Performance Security within twenty-one (21) days of receipt of the Form of Acceptance from Kenya Revenue Authority. The successful tenderer shall furnish the Performance Security which shall be denominated in [ <i>Kenya Shillings</i>] for an amount equal to [ <i>10%</i>] percent of the Contract Price. Performance Bond from Insurance Company (registered and licenced by the Insurance Regulatory Authority listed by the Authority) or Bank (regulated by CBK) of <b>10%</b> and in the same currency of the Accepted Contract Amount) is accepted.</p>
22.2	<p>The Criteria, sub-criteria, and point system for the evaluation of the Technical Proposals: <i>[Note to KRA: Allocation of points shall be within the range provided for each criteria and sub-criteria]</i></p> <p><b>Points</b></p> <p>(i) Specify experience of the Consultant, as a firm, relevant to the Assignment  I [0 – 10]</p> <p>(ii) Adequacy and quality of the proposed methodology, and work plan in responding to the Terms of Reference (TORs):</p> <p>(a) Technical approach and methodology <i>[insert points]</i>  (b) Work plan <i>[insert points]</i>  (c) Organization and staffing <i>[insert points]</i></p> <p><b>Total points for criterion (ii): [20 – 50]</b></p> <p><i>[Notes to Consultant: The KRA will assess whether the proposed methodology is clear, responds to the TORs, work plan is realistic and implementable; overall team composition is balanced and has an appropriate skill mix; and the work plan has right input of Experts]</i></p> <p>(iii) Key Experts’ qualifications and competence for the Assignment:</p> <p><i>{Notes to Consultant: each position number corresponds to the same for the Key Experts in Form TECH-6 to be prepared by the Consultant}</i></p> <p>(a) Position K-1: <i>[Team Leader]</i> <i>[Insert points]</i>  (b) Position K-2: <i>[insert position title]</i> <i>[Insert points]</i>  (c) Position K-3: <i>[Insert position title]</i> <i>[Insert points]</i></p> <p><i>ETC</i></p> <p><b>Total points for criterion (iii): [30 – 60]</b></p> <p>The number of points to be assigned to each of the above Key Experts positions shall be determined considering the following three sub-criteria and relevant percentage weights:</p> <p>(1) General qualifications (general education, training, and experience): <i>[Insert weight between 10 and 30%]</i></p> <p>(2) Adequacy for the Assignment (relevant education, training, experience in the sector or similar assignments): <i>[Insert weight between 60 and 70%]</i></p> <p>(3) Relevant experience in the Kenya (working level fluency in the local language(s)/knowledge of local culture or administrative system, government organization, etc): <i>[Insert weight between 0 and 10%]</i></p> <p>Total weight: 100%</p> <p>(4) Transfer of knowledge and training program (relevance of approach and methodology):</p> <p><i>[Normally not to exceed 10 points]</i></p> <p><i>When transfer of knowledge is a particularly important component of the assignment, more than 10 points may be allocated; the following sub-criteria may be provided]</i></p> <p>(a) <i>Relevance of training program</i> <i>[Insert points]</i>  (b) <i>Training approach and methodology</i> <i>[Insert points]</i>  (c) <i>Qualifications of experts and trainers</i> <i>[insert points]</i></p>

23.4	An online option of the opening of the Financial Proposals is offered: <b>No</b> _____.  <i>[If yes, insert “The online opening procedure shall be: [describe the procedure for online opening of Financial Proposals.]”</i>
25.2	For the evaluation, the Procuring Entity will include separate items of: (a) all local identifiable indirect taxes such as sales tax, excise tax, VAT, or similar taxes levied on the contract’s invoices; and (b) all additional local indirect tax on the remuneration of services rendered by experts.  If a Contract is awarded, at Contract negotiations, all such taxes will be discussed, finalized using the itemized list and included in the Contract amount as a separate line, also indicating which taxes shall be paid by the Consultant and which taxes are withheld and paid by the Procuring Entity on behalf of the Consultant.
26.1	The single currency for the conversion of all prices expressed in various currencies into a single one is:_____ <i>[indicate Kenya Shillings or another fully convertible foreign currency]</i> The official source of the selling exchange rate is: _____ The date of the exchange rate is: _____ <i>[The date may be the same as the that for deadline for submission of proposals, or a date that is five business days prior to the submission deadline]</i>
29.1 (QCBS only)	The lowest evaluated Financial Proposal (Fm) is given the maximum financial score (Sf) of 100. The formula for determining the financial scores (Sf) of all other Proposals is calculated as following: $Sf = 100 \times Fm / F$ , in which “Sf” is the financial score, “Fm” is the lowest price, and “F” the price of the proposal under consideration.  The weights given to the Technical (T) and Financial (P) Proposals are: T = _____ 0.80 P = _____ 0.20 Proposals are ranked according to their combined technical (St) and financial (Sf) scores using the weights (T = the weight given to the Technical Proposal; P = the weight given to the Financial Proposal; T + P = 1) as following: $S = St \times T\% + Sf \times P\%$ .
31	The Standstill Period shall be: ___days <i>[insert the minimum number of days legally allowed for appeals to Administrative Review Board]</i> The procedures for making a procurement related complaint are detailed in the Public Procurement and Asset Disposal Act and Regulations. If a Consultant wishes to make a procurement related complaint or appeal, the Consultant shall submit its complaint to the Public Procurement Administrative Review Board.
<b>D. Negotiations and Award</b>	
32.1	Expected date and address for contract negotiations: Date: _____day/month/year <i>[for example, 15 January 2018]</i> Address: _____N/A
33.1	Negotiations on the contract shall entail discussions on the terms and conditions for the implementation of the notes in <b>FORM FIN2</b>
33.3	Should the successful bidder be a foreign company without a local presence, they shall be required to comply with the provisions of Section 975 of the Companies Act 2015 by registering as foreign company prior to contract formalities.
35.2	Expected date for the commencement of the Services: Date: <i>[insert date, month and year]</i> at: __ <i>[insert location]</i>
36.1	The publication of the contract award information following the completion of the contract negotiations and contract signing will be done as following: The publication will be done within _____days after the contract signing <i>[Insert the legally recognized days for publishing the Contract Award Notice]</i>
37.1	The procedures for making a Procurement-related Complaints are detailed in the “Regulations” available from the PPRA Website <a href="http://www.ppra.go.ke">www.ppra.go.ke</a> or email <a href="mailto:complaints@ppra.go.ke">complaints@ppra.go.ke</a> . If a Tenderer wishes to make a Procurement-related Complaint, the Tenderer should submit its complaint following these procedures, in writing (by the quickest means available, that is either by hand delivery or email to:

	<p>For the attention: <i>[insert full name of person receiving complaints]</i></p> <p>Title/position: <i>[insert title/position]</i></p> <p>Procuring Entity: <i>[insert name of Procuring Entity]</i></p> <p>Email address: <i>[insert email address]</i></p> <p>In summary, a Procurement-related Complaint may challenge any of the following:</p> <p>(i) the terms of the Tender Documents; and</p> <p>(ii) the Procuring Entity’s decision to award the contract.</p>														
38.1 Clause GC	<p>The following taxes will be applicable to paper stamps:</p> <table border="1" data-bbox="320 613 1161 860"> <tr> <td colspan="2">Items Description: Paper Stamps</td> </tr> <tr> <td>HS Code</td> <td>4907.00.90</td> </tr> <tr> <td>Duty Rate</td> <td>0%</td> </tr> <tr> <td>Excise Rate</td> <td>0%</td> </tr> <tr> <td>VAT Rate</td> <td>0%</td> </tr> <tr> <td>Import Declaration Fees (IDF)</td> <td>2.5%</td> </tr> <tr> <td>Railway Development Levy</td> <td>1.50%</td> </tr> </table> <p><b>NOTE:</b> VAT and import duty do not apply to revenue stamps</p>	Items Description: Paper Stamps		HS Code	4907.00.90	Duty Rate	0%	Excise Rate	0%	VAT Rate	0%	Import Declaration Fees (IDF)	2.5%	Railway Development Levy	1.50%
Items Description: Paper Stamps															
HS Code	4907.00.90														
Duty Rate	0%														
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Import Declaration Fees (IDF)	2.5%														
Railway Development Levy	1.50%														

### SECTION 3. TECHNICAL PROPOSAL – STANDARD FORMS

#### b. FORM TECH-1: TECHNICAL PROPOSAL SUBMISSION FORM

To:

Dear Sirs:

We, the undersigned, offer to provide the consulting services for ..... in accordance with your RFP dated .....and our Proposal. We are hereby submitting our Proposal, which includes this Technical Proposal and a Financial Proposal electronically as instructed under ITC 17.5 in the Tender Data Sheet.

*We have attached a copy {insert: “of our letter of intent to form a joint venture” or, if a JV is already formed, “of the JV agreement”} signed by every participating member, which details the likely legal structure of and the confirmation of joint and severable liability of the members of the said joint venture.*

OR

{If the Consultant's Proposal includes Sub-consultants, insert the following:} We are submitting our Proposal with the following firms as Sub-consultants: .....

We hereby declare that:

- a) All the information and statements made in this Proposal are true and we accept that any misinterpretation or misrepresentation contained in this Proposal may lead to our disqualification by the KRA or maybe sanctioned by the PPRA.
- b) Our Proposal shall be valid and remain binding upon us for the period of time specified in the Data Sheet, Clause 12.1.
- c) We have no conflict of interest in accordance with ITC3.
- d) We meet the eligibility requirements as stated in ITC6, and we confirm our understanding of our obligation to abide by the Government's policy in regard to corrupt, fraudulent and prohibited practices as per ITC5.
- e) In competing for (and, if the award is made to us, in executing) the Contract, we undertake to observe the laws against fraud and corruption, including bribery, as well as laws against anti-competitive practices, including bid rigging in force in Kenya; we hereby certify that we have taken steps to ensure that no person acting for us or on our behalf engages in any type of Fraud and Corruption or anti-competitive practices.
- f) We confirm that we are not insolvent, in receivership, bankrupt or on the process of being of being wound up.
- g) The Consultant shall declare in the Technical Proposal Submission Form, that in competing for and executing a contract, it shall undertake to observe the laws of Kenya against fraud and corruption including bribery, as well as against anti-competitive practices including bid-rigging.
- h) We are not guilty of any serious violation of fair employment laws and practices. We undertake to observe the laws of Kenya against fraud and corruption including bribery, as well as against collusive and anti-competitive practices, including bid rigging. To this effect we have signed the “Certificate of Independent Proposal Determination” attached below. We also undertake to adhere by the Code of Ethics for persons participating in Public Procurement and Asset Disposal Activities in Kenya, copy available from \_\_\_\_\_ during the procurement process and the execution of any resulting contract.
- i) We, along with any of our sub-consultants are not subject to, and not controlled by any entity or individual that is subject to, a temporary suspension or a debarment imposed by the PPRA.

- (e) Except as stated in the ITC12 and Data Sheet, we undertake to negotiate a Contract on the basis of the proposed Key Experts. We accept that the substitution of Key Experts for reasons other than those stated in ITC Clause 12 and ITC Clause 29.3 and 29.4 may lead to the termination of Contract negotiations.
- (j) Our Proposal is binding upon us and subject to any modifications resulting from the Contract negotiations.
- (k) We understand that the KRA is not bound to accept any Proposal that it receives.

We undertake, if our Proposal is accepted and the Contract is signed, to initiate the Services related to the assignment no later than the date indicated in Clause 32.2 of the Data Sheet.

We remain,

Yours sincerely,

Authorized Signature

Name and Title of Signatory:

Name of Consultant

Contact information

**c. CERTIFICATE OF INDEPENDENT PROPOSAL DETERMINATION**

I, the undersigned, in submitting the accompanying TECHNICAL PROPOSAL SUBMISSION FORM to the \_\_\_\_\_  
\_\_\_\_\_ [Name of Procuring Entity]

for: \_\_\_\_\_ [Name and number of tender] in response to the request  
for tenders made by: \_\_\_\_\_ [Name of Tenderer] do hereby make the  
following statements that I certify to be true and complete in every respect:

I certify, on behalf of \_\_\_\_\_ [Name of Tenderer] that:

1. I have read and I understand the contents of this Certificate;
2. I understand that the Tender will be disqualified if this Certificate is found not to be true and complete in every respect;
3. I am the authorized representative of the Tenderer with authority to sign this Certificate, and to submit the Tender on behalf of the Tenderer;
4. For the purposes of this Certificate and the Tender, I understand that the word “competitor” shall include any individual or organization, other than the Tenderer, whether or not affiliated with the Tenderer, who:
  - Has been requested to submit a Tender in response to this request for tenders;
  - could potentially submit a tender in response to this request for tenders, based on their qualifications, abilities or experience;
5. The Tenderer discloses that [check one of the following, as applicable]:
  - i. The Tenderer has arrived at the Tender independently from, and without consultation, communication, agreement or arrangement with, any competitor;
  - ii. The Tenderer has entered into consultations, communications, agreements or arrangements with one or more competitors regarding this request for tenders, and the Tenderer discloses, in the attached document(s), complete details thereof, including the names of the competitors and the nature of, and reasons for, such consultations, communications, agreements or arrangements;
6. In particular, without limiting the generality of paragraphs(5)(a) or (5) (b)above, there has been no consultation, communication, agreement or arrangement with any competitor regarding:
  - i. prices;
  - ii. methods, factors or formulas used to calculate prices;
  - iii. the intention or decision to submit, or not to submit, a proposal; or
  - iv. the submission of a proposal which does not meet the specifications of the request for proposals; except as specifically disclosed pursuant to paragraph(5)(b) above;
  - v. In addition, there has been no consultation, communication, agreement or arrangement with any competitor regarding the quality, quantity, specifications or delivery particulars of the works or services to which this RFP relates, except as specifically authorized by the procuring authority or as specifically disclosed pursuant to paragraph(5)(b) above;
  - vi. The terms of the RFP have not been, and will not be, knowingly disclosed by the Consultant, directly or indirectly, to any competitor, prior to the date and time of the official proposed opening, or of the awarding of the Contract, which ever comes first, unless otherwise required by law or as specifically disclosed pursuant to paragraph(5)(b) above.

Name \_\_\_\_\_

Title \_\_\_\_\_

Date \_\_\_\_\_

*[Name, title and signature of authorized agent of Consultant and Date]*

### **3. APPENDIX TO FORM OF PROPOSAL ON FRAUD AND CORRUPTION CLAUSE (for information)**

#### **Purpose**

the government of Kenya's Anti-Corruption and Economic Crime laws and their sanction's policies and procedures, Public Procurement and Asset Disposal Act (*no. 33 of 2015*) and its Regulation, and any other Kenya's Acts or Regulations related to Fraud and Corruption, and similar offences, shall apply with respect to Public Procurement Processes and Contracts that are governed by the laws of Kenya.

#### **Requirements**

The Government of Kenya requires that all parties including Procuring Entities, Tenderers, (applicants/proposers), Consultants, Contractors and Suppliers; any Sub-contractors, Sub-consultants, Service providers or Suppliers; any Agents (whether declared or not); and any of their Personnel, involved and engaged in procurement under Kenya's Laws and Regulation, observe the highest standard of ethics during the procurement process, selection and contract execution of all contracts ,and refrain from Fraud and Corruption and fully comply with Kenya's laws and Regulations as per paragraphs 1.1 above.

Kenya's public procurement and asset disposal act (*no.33 of 2015*) under Section 66 describes rules to be followed and actions to be taken in dealing with Corrupt, Coercive, Obstructive, Collusive or Fraudulent practices, and Conflicts of Interest in procurement including consequences for offences committed. A few of the provisions noted below highlight Kenya's policy of no tolerance for such practices and behavior:

- (1) a person to whom this Act applies shall not be involved in any corrupt, coercive, obstructive, collusive or fraudulent practice; or conflicts of interest in any procurement or asset disposal proceeding;
- (2) A person referred to under sub section (1) who contravenes the provisions of that sub-section commits an offence;
- (3) Without limiting the generality of the subsection (1) and (2), the person shall be: -
  - a) disqualified from entering into a contract for a procurement or asset disposal proceeding; or
  - b) if a contract has already been entered into with the person, the contract shall be avoidable;
- (4) The voiding of a contract by the procuring entity under subsection (7) does not limit any legal remedy the procuring entity may have;
- (5) An employee or agent of the procuring entity or a member of the Board or committee of the procuring entity who has a conflict of interest with respect to a procurement—
  - i) Shall not take part in the procurement proceedings;
  - ii) shall not, after a procurement contract has been entered into, take part in any decision relating to the procurement or contract; and
  - iii) Shall not be a sub-contractor for the tender to whom was awarded contract, or a member of the group of tenderers to whom the contract was awarded, but the sub-contractor appointed shall meet all the requirements of this Act.
- (6) An employee, agent or member described in subsection (1) who refrains from doing anything prohibited under that subsection, but for that subsection, would have been within his or her duties shall disclose the conflict of interest to the procuring entity;
- (7) If a person contravenes sub section (1) with respect to a conflict of interest described in subsection (5)(a) and the contract is awarded to the person or his relative or to another person in whom one of them had a direct or indirect pecuniary interest, the contract shall be terminated and all costs incurred by the public entity shall be made good by the awarding officer.
- (8) Incompliance with Kenya's laws, regulations and policies mentioned above, the Procuring Entity:
  - a) Defines broadly, for the purposes of the above provisions, the terms set forth below as follows:
    - i) “corrupt practice” is the offering, giving, receiving, or soliciting, directly or indirectly, of anything of value to influence improperly the actions of another party;

- ii) “fraudulent practice” is any act or omission, including misrepresentation, that knowingly or recklessly misleads, or attempts to mislead, a party to obtain financial or other benefit or to avoid an obligation;
  - iii) “collusive practice” is an arrangement between two or more parties designed to achieve an improper purpose, including to influence improperly the actions of another party;
  - iv) “coercive practice” is impairing or harming, or threatening to impair or harm, directly or indirectly, any party or the property of the party to influence improperly the actions of a party;
  - v) “obstructive practice” is:
    - i) deliberately destroying, falsifying, altering, or concealing of evidence material to the investigation or making false statements to investigators in order to materially impede investigation by Public Procurement Regulatory Authority (PPRA) or any other appropriate authority appointed by Government of Kenya into allegations of a corrupt, fraudulent, coercive, or collusive practice; and/or threatening, harassing, or intimidating any party to prevent it from disclosing its knowledge of matters relevant to the investigation or from pursuing the investigation; or
    - ii) Acts intended to materially impede the exercise of the PPRA's or the appointed authority's inspection and audit rights provided for under paragraph 2.3e. below.
- b) Defines more specifically, in accordance with the above procurement Act provisions set forth for fraudulent and collusive practices as follows:
- "fraudulent practice" includes a misrepresentation of fact in order to influence a procurement or disposal process or the exercise of a contract to the detriment of the procuring entity or the tenderer or the contractor, and includes collusive practices amongst tenderers prior to or after tenders submission designed to establish tender prices at artificial non-competitive levels and to deprive the procuring entity of the benefits of free and open competition.
- c) Rejects a proposal or award<sup>1</sup> of a contract if PPRA determines that the firm or individual recommended for award, any of its personnel, or its agents, or its sub-consultants, sub-contractors, service providers, suppliers and/ or their employees, has, directly or indirectly, engaged in corrupt, fraudulent, collusive, coercive, or obstructive practices in competing for the contract in question.
  - d) Pursuant to the Kenya's above stated Acts and Regulations, may sanction or debar or recommend to appropriate authority (ies) for sanctioning and debarment of a firm or individual, as applicable under the Acts and Regulations.
  - e) Requires that a clause be included in Tender documents and Request for Proposal documents requiring (i) Tenderers (applicants/proposers), Consultants, Contractors, and Suppliers and their Sub-contractors, Sub-consultants, Service providers, Suppliers, Agents personnel, permit the PPRA or any other appropriate authority appointed by Government of Kenya to inspect<sup>2</sup> all accounts, records and other documents relating to the procurement process, selection and/or contract execution, and to have them audited by auditors appointed by the PPRA or any other appropriate authority appointed by Government of Kenya; and
  - f) Pursuant to Section 62 of the above Act, requires Applicants/Tenderers to submit along with their Applications/Tenders/Proposals a “Self-Declaration Form” as included in the procurement document declaring that they and all parties involved in the procurement process and contract execution have not engaged/will not engage in any corrupt or fraudulent practices.

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<sup>1</sup>For the avoidance of doubt, a party's ineligibility to be awarded a contract shall include, without limitation, (i) applying for pre-qualification, expressing interest in A consultancy, and tendering, either directly or as a nominated sub-contractor, nominated consultant, nominated manufacturer or supplier, or nominated service provider, in respect of such contract, and(ii) entering into an addendum or amendment introducing a material modification to any existing contract.

<sup>2</sup> Inspections in this context usually are investigative (i.e., forensic) in nature. They involve fact-finding activities undertaken by the Investigating Authority or persons appointed by the KRA to address specific matters related to investigations/audits, such as evaluating the veracity of an allegation of possible Fraud and Corruption, through the appropriate mechanisms. Such activity includes but is not limited to: accessing and examining a firm's or individual's financial records and information, and making copies thereof as relevant; accessing and examining any other documents, data and information (whether in hard copy or electronic format) deemed relevant for the investigation/audit, and making copies thereof as relevant; interviewing staff and other relevant individuals; performing physical inspections and site visits; and obtaining third party verification of information.

## 1. FORM TECH-2: CONSULTANT'S ORGANIZATION AND EXPERIENCE

Form TECH-2: a brief description of the Consultant's organization and an outline of the recent experience of the Consultant that is most relevant to the assignment. In the case of a joint venture, information on similar assignments shall be provided for each partner. For each assignment, the outline should indicate the names of the Consultant's Key Experts and Sub-consultants who participated, the duration of the assignment, the contract amount (total and, if it was done in a form of a joint venture or a sub-consultancy, the amount paid to the Consultant), and the Consultant's role/involvement.

### A - Consultant's Organization

Provide here a brief description of the background and organization of your company, and-in case of a joint venture-of each member for this assignment.

### B - Consultant's Experience

- List only previous similar assignments successfully completed in the last five years from the date of tender publishing.
- List only those assignments for which the Consultant was legally contracted by the Procuring Entity as a company or was one of the joint venture partners. Assignments completed by the Consultant's individual experts working privately or through other consulting firms cannot be claimed as the relevant experience of the Consultant, or that of the Consultant's partners or sub-consultants, but can be claimed by the Experts themselves in their Curriculum Vitae (CV).
- The Consultant shall substantiate their claimed experience by presenting copies of relevant documents such as the form of contract (not the whole contract), purchase order, service order, performance certificate, etc.; which shall be included in the proposal as part of *Form Tech 7 Mandatory Documentary Evidence*.

<b>Assignment name:</b>	<b>Approx. value of the contract [KES]:</b>
Country:	Duration of assignment (months):
Name of Procuring Entity:	Total N <sup>o</sup> of staff-months of the assignment:
Contact Address: Email:	Approx. value of the services provided by your firm under the contract:
Start date (month/year): Completion date:	N <sup>o</sup> of professional staff-months provided by associated Consultants:
Role on Assignment: (E.g. <i>Lead Member in ABC JV, or Sole Consultant</i> ):	Name of senior professional staff of your firm involved and functions performed:
Narrative description of Assignment:	
Description of actual services provided by your staff within the assignment:	
Name of Consulting Firm:	Name and Title of Signatory:

## 5. FORM TECH-3: COMMENTS AND SUGGESTIONS

Form TECH-3: The Consultant to provide comments and suggestions on the Terms of Reference, counterpart staff and facilities to be provided by the KRA that could improve the quality/effectiveness of the assignment; and on requirements for counterpart staff and facilities, which are provided by the KRA, including: administrative support, office space, local transportation, equipment, data, etc.

#### **A - On the Terms of Reference**

*{Improvements to the Terms of Reference, if any}*

#### **B - On Counterpart Staff and Facilities**

*{Include comments on counterpart staff and facilities to be provided by the KRA. For example, administrative support, office space, local transportation, equipment, data, background reports, etc., if any}*

Form TECH-4: a description of the approach, methodology and work plan in responding to the terms of reference for performing the assignment, including a detailed description of the proposed methodology and staffing for training, if the Terms of Reference specify training as a specific component of the assignment.

{The structure of your Technical Proposal:

a) Technical Approach and Methodology

b) Work Plan

c) Organization and Staffing}

i) Technical Approach and Methodology. *{Please explain your understanding of the objectives of the assignment as outlined in the Terms of Reference (TORs), the technical approach, and the methodology you would adopt for implementing the tasks to deliver the expected output(s), and the degree of detail of such output. Please do not repeat/copy the TOR sin here.}*

ii) Work Plan. *{Please outline the plan for the implementation of the main activities/tasks of the assignment, their content and duration, phasing and interrelations, milestones (including interim approvals by the KRA), and tentative delivery dates of their ports. The proposed work plan should be consistent with the technical approach and methodology, showing your understanding of the TOR and ability to translate them into a feasible working plan. A list of the final documents (including reports) to be delivered as final output(s) should be included here. The work plan should be consistent with the Work Schedule Form. }*

iii) Organization and Staffing. *{Please describe the structure and composition of your team, including the list of the Key Experts, Non-Key Experts and relevant technical and administrative support staff.}*

**7. FORM TECH-5: WORK SCHEDULE AND PLANNING FOR DELIVERABLES**

N°	Deliverables <sup>1</sup> (D-..)	Months											
		1	2	3	4	5	6	7	8	9	.....	n	TOTAL
D-1	{e.g., Deliverable #1: Report A												
	1) data collection												
	2) drafting												
	3) inception report												
	4) incorporating comments												
	5) .....												
	6) delivery of final report to Procuring Entity}												
D-2	{e.g., Deliverable #2:.....}												
N													

- 1 List the deliverables with the breakdown for activities required to produce them and other benchmarks such as the KRA's approvals. For phased assignments, indicate the activities, delivery of reports, and benchmarks separately for each phase.
- 2 Duration of activities shall be indicated in a form of a bar chart.
- 3 Include a legend, if necessary, to help read the chart.

**8. FORM TECH- 6A: TEAM COMPOSITION, ASSIGNMENT, AND KEY EXPERTS' INPUTS**

N°	Name	Expert's input (in person/month) per each Deliverable (listed in TECH-5)										Total time-input (in Months)			
		Position		D-1		D-2		D-3	.....	D-...			Home	Field	Total
<b>KEY EXPERTS</b>															
K-1	{e.g., Mr. Abbbb}	[Team Leader]	[Home]	[2 month]	[1.0]	[1.0]									
			[Field]	[0.5 m]	[2.5]	[0]									
K-2															
K-3															
N															
											Subtotal				
<b>NON-KEY</b>															
N-1			[Home]												
			[Field]												
N-2															
N															
											Subtotal				
											Total				

- For Key Experts, the input should be indicated individually for the same positions as required under the ITC Data Sheet 21.2
- Months are counted from the start of the assignment/mobilization. One (1) month equals twenty-two (22) working (billable) days. One working (billable) day shall be not less than eight (8) working (billable) hours.
- “Home” means work in the office in the expert's country of residence. “Field” work means work carried out in Kenya, or outside the normal residence of the Expert in Kenya or any other country outside the expert's country of residence.  
 Full time input  Part time input

**9. FORM TECH-6B: CURRICULUM VITAE (CV)**

Position Title and No.	{e.g., K-1, Team Leader}
Name of Expert:	{Insert full name}
Date of Birth:	{day/month/year}
Country of Citizenship	

**Education:** {List college/university or other specialized education, giving names of educational institutions, dates attended, degree(s)/diploma(s) obtained}

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Employment record relevant to the assignment: {Starting with present position, list in reverse order. Please provide dates, name of employing organization, titles of positions held, types of activities performed and location of the assignment, and contact information of previous Procuring Entity's and employing organization(s) who can be contacted for references. Past employment that is not relevant to the assignment does not need to be included.}

Period	Employing organization and your title/position. Contact Infor for references	Country	Summary of activities performed relevant to the Assignment
[e.g., May 2011-present]	[e.g., Ministry of ....., advisor/consultant to...  For references: Tel...../e-mail.....; Mr. Bbbbbb, deputy manager]		

Membership in Professional Associations and Publications: \_\_\_\_\_

Language Skills (indicate only languages in which you can work): \_\_\_\_\_

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Adequacy for the Assignment:

Detailed Tasks Assigned on Consultant's Team of Experts:	Reference to Prior Work/Assignments that Best Illustrates Capability to Handle the Assigned Tasks
{List all deliverables/tasks as in TECH- 5 in which the Expert will be involved)	

Expert's contact information :(e-mail..... phone.....)

Certification:

I, the undersigned, certify that to the best of my knowledge and belief, this CV correctly describes myself, my qualifications, and my experience, and I am available to undertake the assignment in case of an award. I understand that any misstatement or misrepresentation described herein may lead to my disqualification or dismissal by the Procuring Entity, and/or sanctions by the PPRA.

Name of Expert \_\_\_\_\_ Signature \_\_\_\_\_ Date \_\_\_\_\_  
{ day / month/year }

Name of authorized \_\_\_\_\_ Signature \_\_\_\_\_ Date \_\_\_\_\_

Representative of the consultant

the same who signs the

Proposal

## 10. FORM TECH-7: MANDATORY SUPPORT DOCUMENTS

*[The Consultant shall use this form to submit all the required support documentary evidence as required in the RFP, especially the mandatory and eligibility criteria specified in the **Data Sheet ITC 22.1]***

- a) Certificate of Incorporation/Certificate of Registration

*{Insert here a copy of certificate of incorporation or registration}*

- b) Tax Compliance Certificate

*{Consultant to insert a copy of the tax compliance certificate from Kenya Revenue Authority or similar body in the case of foreign consulting firms}*

- c) Practice/Trade License or Certificate for the Firm

*{If required, Consultant to insert a copy of the firm's practice license or registration certificate issued by the professional body specified under Data Sheet ITC 21.1}*

- d) Similar Consulting Assignments Experience

*{Consultant to insert here copies of the form of contract, purchase order, service order, and performance certificate or similar evidence of similar assignments carried out by the firm. The assignments shall be the same as those provided under FORM TECH 2B}*

- e) Academic Certificates

*{Consultant to insert copies of the required relevant academic certificates relevant to the assignment for all the key experts}*

- f) Professional Certificates

*{Consultant to insert copies of professional certificates and relevant short-term trainings to demonstrate professional qualifications for all the key experts}*

- g) Professional Membership of Key Experts

*{If applicable, Consultant to insert copies of professional membership certificate for its key experts}*

- h) Certificate of Independent Proposal Determination

*(The Form is available on Tech FORM TECH-1: TECHNICAL PROPOSAL SUBMISSION FORM).*



**12. FORM SD2: SELF-DECLARATION THAT THE PERSON/TENDERER WILL NOT ENGAGE IN ANY CORRUPT OR FRAUDULENT PRACTICE.**

I, ..... of P. O. Box..... being a resident of ..... in the Republic of ..... do hereby make a statement as follows: -

1. THAT I am the Chief Executive/Managing Director/Principal Officer/Directer of.....  
..... (*insert name of the Company*) who is a Bidder in respect of **Tender No.**  
..... for..... (*insert tender title/description*)  
for ..... (*insert name of the KRA*) and duly authorized and competent to make this statement.
2. THAT the aforesaid Bidder, its servants and/or agents /subcontractors will not engage in any corrupt or fraudulent practice and has not been requested to pay any inducement to any member of the Board, Management, Staff and/or employees and/ or agents of ..... (*insert name of the KRA*) which is the KRA.
3. THAT the aforesaid Bidder, its servants and/or agents /subcontractors have not offered any inducement to any member of the Board, Management, Staff and/or employees and/or agents of..... (*name of the KRA*).
4. THAT the aforesaid Bidder will not engage /has not engaged in any corrosive practice with other bidders participating in the subject tender.
5. THAT what is deponed to herein above is true to the best of my knowledge information and belief.

.....  
(Title)

.....  
(Signature)

.....  
(Date)

Bidder's Official Stamp

**13. DECLARATION AND COMMITMENT TO THE CODE OF ETHICS**

I.....(person) on behalf of (*Name of the Business/ Company/Firm*) ..... declare that I have read and fully understood the contents of the Public Procurement & Asset Disposal Act,2015, Regulations and the Code of Ethics for persons participating in Public Procurement and Asset Disposal Activities in Kenya and my responsibilities under the Code.

I do here by commit to abide by the provisions of the Code of Ethics for persons participating in Public Procurement and Asset Disposal.

Name of Authorized signatory.....

Sign.....

Position.....

Office address..... Telephone.....

E-mail.....

Name of the Firm/Company.....

Date.....

*(Company Seal/ Rubber Stamp where applicable)*

Witness

Name .....

Sign.....

Date.....

**14. FORM TECH - 9: TENDER-SECURING DECLARATION FORM {r 46 and 155(2)}**

[The Bidder shall complete this Form in accordance with the instructions indicated]

Date:..... [insert date (as day, month and year) of Tender Submission]

Tender No. .... [insert number of tendering process]

To:..... [insert complete name of Purchaser]

I/We, the undersigned, declare that:

1. I / We understand that, according to your conditions, bids must be supported by a Tender-Securing Declaration.
2. I /We accept that I/we will automatically be suspended from being eligible for tendering in any contract with the Purchaser or the period of time of [insert number of months or years] starting on [insert date], if we are in breach of our obligation (s) under the bid conditions, because we—(a) have withdrawn our tender during the period of tender validity specified by us in the Tendering Data Sheet; or (b) having been notified of the acceptance of our Bid by the Purchaser during the period of bid validity, (i) fail or refuse to execute the Contract, if required, or (ii) fail or refuse to furnish the Performance Security, in accordance with the instructions to tenders.
3. I / We understand that this Tender Securing Declaration shall expire if we are not the successful Tenderer (s), upon the earlier of:
  - a) Our receipt of a copy of your notification of the name of the successful Tenderer; or
  - b) Thirty days after the expiration of our Tender.
4. I/We understand that if I am /we are/in a Joint Venture, the Tender Securing Declaration must be in the name of the Joint Venture that submits the bid, and the Joint Venture has not been legally constituted at the time of bidding, the Tender Securing Declaration shall be in the names of all future partners as named in the letter of intent.

Signed: .....

Capacity / title (director or partner or sole proprietor, etc.) .....

Name: .....

Duly authorized to sign the bid for and on behalf of..... [insert complete name of Tenderer]

Dated on ..... day of..... [Insert date of signing]

Seal or stamp

## **SECTION 4. FINANCIAL PROPOSAL - STANDARD FORMS**

*{Notes to Consultant shown in brackets {....} provide guidance to the Consultant to prepare the Financial Proposals; they should not appear on the Financial Proposals to be submitted.}*

Financial Proposal Standard Forms shall be used for the preparation of the Financial Proposal according to the instructions provided in Section 2.

FIN-1 Financial Proposal Submission Form

FIN-2 Summary of Costs

FIN-3 Breakdown of Remuneration

FIN-4 Reimbursable expenses

# 1. FORM FIN-1: FINANCIAL PROPOSAL SUBMISSION FORM

.....{Location, Date}  
To:..... [Name and address of KRA]

Dear Sirs:

We, the undersigned, offer to provide the consulting services for..... [Insert title of assignment] in accordance with your Request for Proposal dated ..... [Insert Date] and our Technical Proposal.

Our attached Financial Proposal is for the amount of ..... {Indicate the corresponding to the amount currency} {Insert amounts in words and figures}, including of all taxes in accordance with ITC24.2 in the Data Sheet. The estimated amount of local taxes is. .... {Insert currency} {Insert amount in words and figures}.

{Please note that all amounts shall be the same as in Form FIN-2}.

Our Financial Proposal shall be valid and remain binding upon us, subject to the modifications resulting from Contract negotiations, for the period of time specified in the ITC12.1 Datasheet.

Commissions and gratuities paid or to be paid by us to an agent or any third party relating to preparation or submission of this Proposal and Contract execution, paid if we are awarded the Contract, are listed below:

Name and Address, Amount and Purpose of Commission of Agents, Currency or Gratuity

{If no payments are made or promised, add the following statement: “No commissions or gratuities have been or are to be paid by us to agents or any third party relating to this Proposal and Contract execution.”}

We understand you are not bound to accept any Proposal you receive. We remain,  
Yours sincerely,

---

Signature..... (of Consultant's authorized representative) {In full and initials}: Full name: .....  
{insert full name of authorized representative} Title: .....{insert title/position of authorized representative}  
Name of Consultant..... (company's name or JV's name): Capacity..... {insert the person's capacity to sign for the Consultant} Physical Address: ..... {insert the authorized representative's address}  
Phone: .....{insert the authorized representative's phone and fax number, if applicable} Email:  
.....{insert the authorized representative's email address}

{For a joint venture, either all members shall sign or only the lead member/consultant, in which case the power of attorney to sign on behalf of all members shall be attached}

**2. FORM FIN-2: SUMMARY OF COSTS - “KRA/HQS/RFP-071/2025-2026: PROPOSAL FOR SUPPLY, DELIVERY, INSTALLATION, COMMISSIONING AND MAINTENANCE OF AN INTEGRATED EXCISABLE GOODS MANAGEMENT SYSTEM (EGMS) FOR A PERIOD OF FIVE (5) YEARS.**

**FINANCIAL REQUIREMENTS**

The envisaged solution is expected to be self-funding, and the cost of implementation is to be recovered through the sale of secure marks during the term of the contract. KRA shall adopt a leasing model for the hardware, software and all associated components for the duration of the contract.

The cost of the entire solution shall be aggregated into the cost of the secure marks. Bidders are required to provide a typical cost breakdown of what constitutes the aggregated price quoted.

**A) Secure marks**

#	Item	Estimated Quantity for Five (5) Years	Unit Price per 1,000 secure marks in Kenya Shillings - inclusive of all applicable taxes	Total cost in Kenya Shillings - inclusive of all applicable taxes
1	Secure Marking	10 Billion Digital Codes		
		5 Billion Paper Stamps		
<b>GRAND TOTAL INCLUSIVE OF ALL APPLICABLE TAXES TO BE MOVED TO FINANCIAL PROPOSAL SUBMISSION FORM</b>				

**Notes:**

1. All prices should be in Kenya Shillings inclusive of all applicable taxes.
2. No escalation of prices during the Contract period.
3. KRA estimates that currently there are about 212 automated production lines (this estimate includes all automated lines regardless of the speed of the line). The number of lines is likely to increase during the duration of the contract. In the event of an increase in production lines, the quoted unit price above shall apply.
4. The current annual consumption of excise stamps is approximately 3 billion.
5. Quantities are not fixed. Product quantities can fluctuate if new items are added or removed from the stamps regime, or if consumption patterns for excisable goods change.
6. The stamps should be delivered duty paid (DDP) to the stamp issuance centre.
7. The ratio of digital codes and paper stamps will vary depending on the levels of automation and the product categories under the excise regime. The quantities provided in this table are therefore estimates based on the current stamp consumption patterns.
8. During the period of the Contract, KRA may request any enhancements to the core solution at no additional cost.

### 3. FORM FIN-3A: BREAKDOWN OF REMUNERATION

When used for Lump-Sum contract assignment, information to be provided in this Form shall only be used to demonstrate the basis for the calculation of the Contract's ceiling amount; to calculate applicable taxes at contract negotiations; and, if needed, to establish payments to the Consultant for possible additional services requested by the KRA. This Form shall not be used as a basis for payments under Lump-Sum contracts.

A. Remuneration _____								
No	Name	Position (as in TECH- 6)	Person-month Remuneration Rate	Time Input in Person/Month (from TECH-6)	{Currency # 1- as in FIN-2}	{Currency # 2- as in FIN-2}	{Currency# 3- as in FIN-2}	{Local Currency- as in FIN- 2}
Key Experts								
K-1			[Home]					
			[Field]					
K-2								
Non-Key Experts								
N-1			[Home]					
N-2			[Field]					
Total Costs								

Signature of Authorized Representative

Name:

.....

Title: .....

Date: .....

**4. FORM FIN 3B: CONSULTANT'S REPRESENTATIONS REGARDING COSTS AND CHARGES**

*{This Form FIN 3B shall be used for Time-Based contracts only. If Lumpsum Contract is used, the KRA shall delete the FORMFIN-3B, FORM FIN-3C and FORM FIN-3D from the RFP before issuance to Consultants}*

Consultant:..... Country:

Assignment:..... Date:

We hereby confirm that:

- a) The basic fees indicated in the attached table are taken from the firm's pay roll records and reflect the current rates of the Experts listed which have not been raised other than within the normal annual pay increase policy as applied to all the Consultant's Experts;
- b) attached are true copies of the latest pay slips of the Experts listed;
- c) the away-from-home office allowances indicated below are those that the Consultant has agreed to pay for this assignment to the Experts listed;
- d) the factors listed in the attached table for social charges and overhead are based on the firm's average cost experiences for the latest three years as represented by the firm's financial statements; and
- e) said factors for overhead and social charges do not include any bonuses or other means of profit-sharing.

..... *[Name of Consultant]*

**5. FORM 3C: FORM FOR CONSULTANT'S REPRESENTATIONS REGARDING COSTS AND CHARGES**

{This Form FIN 3C shall be used for Time-Based contracts only}

(Expressed in {insert name of currency\*})

Personnel		1	2	3	4	5	6	7	8
Name	Position	Basic Remuneration Rate per Working Month/Day/Year	Social Charges <sup>1</sup>	Overhead <sup>1</sup>	Subtotal	Profit <sup>2</sup>	Away from Home Office Allowance	Proposed Fixed Rate per Working Month/Day/Hour	Proposed Fixed Rate per Working Month/Day/Hour <sup>1</sup>
Home Office									
Procuring Entity's Country									

{\* If more than one currency is used, use additional table(s), one for each currency}

1. Expressed as percentage of 1
2. Expressed as percentage of 4

## 6. FORM FIN 3D: BREAKDOWN OF REMUNERATION RATES [FOR TIME BASED CONTRACTS ONLY]

### 1. Review of Remuneration Rates

- 1.1 The remuneration rates are made up of salary or base fee, social costs, overheads, profit, and any premium or allowance that may be paid for assignments away from headquarters or a home office. Form FIN3 C can be used to provide a breakdown of rates.
- 1.2 The Form FIN 3C shall be completed and attached to the Financial Form-3. As agreed at the negotiations, breakdown sheets shall form part of the negotiated Contract and included in its Appendix D or C.
- 1.3 At the negotiations the firm shall be prepared to disclose its audited financial statements for the last three years, to substantiate its rates, and accept that its proposed rates and other financial matters are subject to scrutiny. The KRA is charged with the custody of government funds and is expected to exercise prudence in the expenditure of these funds.

### 2 Rate details are discussed below:

- (i) Salary is the gross regular cash salary or fee paid to the individual in the firm's home office. It shall not contain any premium for work away from headquarters or bonus, except where these are included bylaw or government regulations.
- (ii) Bonuses are normally paid out of profits. To avoid double counting, any bonuses shall not normally be included in the "Salary" and should be shown separately. Where the Consultant's accounting system is such that the percentages of social costs and overheads are based on total revenue, including bonuses, those percentages shall be adjusted downward accordingly. Where national policy requires that 13 months' pay be given for 12 months' work, the profit element need not be adjusted downward. Any discussions on bonuses shall be supported by audited documentation, which shall be treated as confidential.
- (iii) Social Charges are the costs of non-monetary benefits and may include, inter alia, social security (including pension, medical, and life insurance costs) and the cost of a paid sick and/or annual leave. In this regard, a paid leave during public holidays or an annual leave taken during an assignment if no Expert's replacement has been provided is not considered social charges.

- (iv) Cost of Leave The principles of calculating the cost of total days leave per annum as a percentage of basic salary is normally calculated as follows:

$$\text{Leave cost as percentage of salary} = \frac{\text{total days leave} \times 100}{[365 - w - \text{ph} - v - s]}$$

Where w = weekends, ph = public holidays, v = vacation, and s = sick leave.

Please note that leave can be considered as a social cost only if the KRA is not charged for the leave taken.

- (v) Overheads are the Consultant's business costs that are not directly related to the execution of the assignment and shall not be reimbursed as separate items under the Contract. Typical items are home office costs (non-billable time, time of senior Consultant's staff monitoring the project, rent of headquarters' office, support staff, research, staff training, marketing, etc.), the cost of Consultant's personnel not currently employed on revenue-earning projects, taxes on business activities, and business promotion costs. During negotiations, audited financial statements, certified as correct by an independent auditor and supporting the last three years' over heads, shall be available for discussion, together with detailed lists of items making up the overheads and the percentage by which each relates to basic salary. The KRA does not accept an add-on margin for social charges, overhead expenses, etc. for Experts who are not permanent employees of the Consultant. In such case, the Consultant shall be entitled only to administrative costs and a fee on the monthly payments charged for sub-contracted Experts.
- (vi) Profit is normally based on the sum of the Salary, Social costs, and Overheads. If any bonuses paid on a regular basis are listed, a corresponding reduction shall be made in the profit amount. Profit shall not be allowed on travel or any other reimbursable expenses.

- (vii) Away from Home Office Allowance or Premium or Subsistence Allowances Some Consultants pay

allowances to Experts working away from headquarters or outside of the home office. Such allowances are calculated as a percentage of salary (or a fee) and shall not draw over heads or profit. Sometimes, by law, such allowances may draw social costs. In this case, the amount of this social cost shall still be shown under social costs, with the net allowance shown separately.

**7. FORM FIN-4 BREAKDOWN OF REIMBURSABLE**

When used for Lump-Sum contract assignment, information to be provided in this Form shall only be used to demonstrate the basis for calculation of the Contract ceiling amount, to calculate applicable taxes at contract negotiations and, if needed, to establish payments to the Consultant for possible additional services requested by the KRA. This form shall not be used as a basis for payments under Lump-Sum contracts. This form shall be filled for Time-Based Contracts to form the basis of contract negotiations.

B. Reimbursable Expenses _____								
N°	Type of Reimbursable Expenses	Unit	Unit Cost	Quantity	{Currency # 1- as in FIN-2}	{Currency # 2- as in FIN-2}	{Currency# 3- as in FIN-2}	{Local Currency- as in FIN-2}
	{e.g., Per diem	{Day}						
	{e.g., International flights}	{Ticket}						
	{e.g., In/out airport transportation}	{Trip}						
	{e.g., Communication costs between Insert place and Insert place}							
	{ e.g., reproduction of							
	{e.g., Office rent}							
	.....							
	{Training of the Procuring Entity’s personnel – if required in TOR}							
Total Costs								

## **SECTION 5. TERMS OF REFERENCE**

### **Terms of Reference for the Supply, Delivery, Installation, Commissioning, and Maintenance of an Integrated Excisable Goods Management System (EGMS)**

#### **1.1 Introduction**

The Kenya Revenue Authority (KRA), established under Cap. 469 of the Laws of Kenya, is mandated to assess, collect, and account for all revenues on behalf of the Government of Kenya. Pursuant to the Excise Duty Act, 2015, and the Excisable Goods Management System (EGMS) Regulations, 2017, the Authority seeks to implement a next-generation Integrated Excisable Goods Management System (EGMS).

The system is aimed at addressing the multiplicity of threats KRA faces in excise duty administration. The threats include those associated with tax evasion and, illicit trade.

#### **1.2 Purpose of the EGMS**

The objective of the EGMS is to provide a secure, end-to-end digital platform capable of:

- Tracking, tracing, and authenticating all excisable goods manufactured in, or imported into, Kenya across their entire supply chain.
- Enhancing revenue performance by detecting and deterring illicit production, diversion, smuggling, stamp counterfeiting, under-declaration, and tax evasion.
- Providing real-time visibility and analytics to KRA, partner agencies, and policy makers.
- Safeguarding national security interests by preventing the misuse of excisable goods channels for criminal or subversive activities.

#### **1.3 Justification**

The current Excisable Goods Management System (EGMS), implemented under a proprietary architecture, has registered notable operational milestones but is increasingly unable to meet the growing complexity of excise tax administration. Key structural gaps, including the absence of real-time end-to-end traceability from production to the end consumer and isolation from other core KRA systems, create enforcement blind spots and limit coordinated data exchange and cross-functional enforcement, respectively. The consequence is a reactive enforcement process, with interventions triggered only after complaints are reported rather than being driven by proactive, intelligence-led monitoring. To address these limitations, KRA seeks to transition to a modern, open, standards-based architecture that supports seamless integration, scalability, and technological agility, reducing dependency on vendor-specific solutions.

The proposed EGMS will leverage emerging technologies such as advanced data analytics, artificial intelligence, enhanced digital security, and scalable cloud infrastructure to establish real-time traceability and proactive compliance monitoring across the full excise value chain. This transformation is anticipated to improve revenue assurance, improve fraud detection capabilities, streamline administrative operations, and lower the cost of tax administration. Ultimately, it will provide a future-ready, agile platform aligned with international best practices, enabling KRA to shift from reactive to predictive enforcement,

intelligence-driven interventions, and to deliver improved service delivery across the entire excise tax ecosystem.

The proposed solution must provide the following minimum requirements:

- a) A track and trace technology that meets the requirements of EGMS regulations, tracking excisable products from production or importation to the point of sale and the Framework Convention on Tobacco Control (FCTC) Protocol to Eliminate Illicit Trade in Tobacco Products.
- b) A secure marking of excisable goods with support for both digital and physical markings.
- c) The solution should include the requisite equipment, hardware, software, and consumables that are necessary for the implementation of the system.
- d) The proposed solution shall adopt a modular, scalable, and open architecture that supports interoperability, flexibility, and integration with other systems, in line with modern enterprise standards.
- e) A compliance and risk profiling capability to provide effective real-time monitoring, enforcement, and analytics across all classes of goods, both local and imported.
- f) Open APIs for all functionalities to provide the capability for integration with other relevant KRA systems, Government Regulatory Systems, and Partner EAC Countries.
- g) Transparent and direct access and control of the system by the Authority.
- h) Reliable consumer verification system(s) for verification of products in the market, i.e., secure marking.
- i) System(s)/tools for verification of secure markings by authorized KRA law enforcement officers.
- j) An automated approval process for ordering and delivery of secure markings.
- k) Capability to account for the delivery of excisable goods (tracking across the supply chain) and to perform excise tax projections and simulations.
- l) Secure and user-friendly system, with mobile-first access for users.
- m) Capacity building for relevant stakeholders, including targeted KRA staff.
- n) Secure, modern, and scalable solution(s), interoperable with existing and future factory monitoring equipment and agnostic to hosting hardware, with end-to-end encryption at all points of integration and data transmission.

#### 1.4 Current Landscape of the Stamps Regime in Kenya

Kenya's excisable goods market comprises over 2,758 manufacturers and 1,021 importers. Approximately 3 billion stamps are currently issued annually with an annual growth of 5%.

	<b>Product</b>	<b>Estimated Number of Production Plants</b>	<b>Estimated Number of Automated Lines</b>	<b>Estimated Number of Importers</b>
	Tobacco products	4	8	50
	Beer	19	6	118
	Spirit	40	22	250
	wine	5	2	284
	RTD	20	11	50
	Soft drinks and juices	93	59	247
	Bottled water	2,587	30	22
	<b>TOTAL</b>	<b>2,758</b>	<b>138</b>	<b>1,021</b>

#### NOTES:

1. The manufacturers and importers are spread out across the country.
2. The current estimated number of excise stamps is 3 billion annually.

The numbers provided above are based on the current estimates and, therefore, may be subject to change.

#### 1.5 Technical Requirements Comprehensive Specification

#	<b>Minimum Requirements</b>	<b>Detailed Specifications</b>	<b>Maximum Score</b>	<b>Bidder Response</b>
1.	A track and trace technology that meets the requirements of the EGMS Regulations, tracking products from production or importation to the point of sale, and the Framework Convention on Tobacco Control (FCTC) Protocol to Eliminate Illicit Trade in Tobacco Products.	Describe how the solution will provide the following capabilities: 1. Capability to be integrated with the global information-sharing focal point. 2. Provide a track and trace capability through the supply chain from production and importation to the point of sale. 3. Demonstrate the system's capability to capture, monitor, and control the movement of the excisable goods provided in Article 8.4.1 of the FCTC Protocol: a. date and location of manufacture; b. manufacturing facility; c. machine used to manufacture tobacco products; d. production shift or time of manufacture; e. the name, invoice, order number, and payment records of the first customer who is not affiliated with the manufacturer; f. the intended market of retail sale; g. product description; h. any warehousing and shipping; i. the identity of any known subsequent purchaser; and	1 1 2	

		j. the intended shipment route, the shipment date, the shipment destination, the point of departure, and the consignee.		
		4. The system should provide the capability to capture the information in subparagraphs (a), (b), (g), and, where available, (f) in item number 3 above as part of the unique identification markings as provided under Article 8.4.2 of the Protocol. Describe how the system achieves these capabilities.	1	
2.	<ul style="list-style-type: none"> <li>• End-to-End Track &amp; Trace</li> <li>• Real-time</li> <li>• tracking from</li> <li>• production to</li> <li>• consumption.</li> </ul>	<p>The bidder shall provide a backend system that supports end-to-end traceability of excisable goods across the supply chain, from production through distribution, retail, and consumer verification.</p> <p>a. The system shall support item-level and hierarchical traceability, including aggregation and disaggregation of single units into consignments, while maintaining secure parent-child relationships at all packaging levels.</p> <p>b. The system shall capture and preserve traceability events across production, packaging, storage, dispatch, transfer, receipt, return, sale, and destruction, as applicable. It shall support unique and secure identification, authentication, and validation of products at each level of the supply chain.</p> <p>c. The system shall provide real-time or near-real-time visibility of product status and custody, and enable detection of anomalies such as broken aggregation links.</p>	5	
3.	A secure marking of excisable goods with support for both digital and physical markings.	<p>The marking provided should leverage advanced technology and offer the highest level of security to deter counterfeiting, duplication, and illegal production. Further, Bidders are required to provide a written statement of guarantee that the stamps and security features cannot be counterfeited, that they are not commercially available, under exclusive control of the solution provider, within certified high-security facilities and that they are safeguarded through a unique, exclusive, and traceable source of supply. <i>It is mandatory to provide the written statement of guarantee in the form of a letter in the response to this requirement.</i></p> <p>Describe how the solution will provide a multi-layered security on the secure marking, which will include:</p> <p><b>I. Overt features</b></p> <p>The secure marks shall contain at least ten overt security features (these <i>would include and not be limited to; KRA Acronym, lion logo, stamp colour, the court of Arms, design, Guilloche lines, serial number, micro-cuts, stamp size, colour shift</i>) to assist in the unaided visual authentication of the stamps. These features should be as counterfeit-proof as possible, thus the proposed overt security feature should at least comply with the following requirements:</p> <p>Provide a detailed description regarding the complete and secure supply chain in the manufacturing of the overt feature based on controlled sources of ingredients.</p>	1	

	<ul style="list-style-type: none"> <li>Demonstrate the strength of the proposed overt security feature from the chemical manufacturing, technical, and commercial point of view.</li> </ul>		
	<p><b>II. Semi covert features</b> Semi-covert features mean that this security feature will not be accessible to the naked eye. The secure marks shall contain at least four semi-covert security features (these would include and not be limited to: polarisation, ULTRAVIOLET (UV) feature, Antistoke security feature, Infrared fluorescent feature and Micro text) to assist in the aided visual authentication of the stamps. The supplier is required to demonstrate the strength of the proposed semi-overt security feature from the chemical manufacturing, technical, and commercial points of view, and measures taken to ensure that the same cannot be copied or duplicated.</p>	1	
	<p><b>III. Covert features</b> The secure marks shall contain at least four covert security features (these would include and not be limited to: UIDs (Unique Identifiers), INK, non-additive digital fingerprint, PAPER (substrate)) to assist in the aided visual authentication of the stamps. The covert features should be designed so that if the Revenue Stamp is altered or reproduced through photocopying, digital reproduction, or other means, i.e., counterfeited, the resulting copy will not be capable of being authenticated as a valid stamp. The supplier is required to demonstrate the strength of the proposed covert security feature from the chemical manufacturing, technical, and commercial points of view, and measures taken to ensure that the same cannot be copied or duplicated</p>	1	
	<p><b>IV. Forensic features</b></p> <ol style="list-style-type: none"> <li>The bidder should provide a forensic analysis guide for use by a specialized laboratory that will provide court-admissible evidence in the event of prosecution.</li> <li>To reinforce the security of the physical marking, special technology shall be used to provide forensic features. The security features should be highly resistant to chemical and physical attacks and be hard to reverse-engineer.</li> <li>These forensic features should be controlled by the bidder, unique to the proposed solution, and used to provide unequivocal evidence of the authenticity of the physical markings.</li> <li>KRA may require a change of the security features/design of a stamp.</li> </ol>	1	
	<ul style="list-style-type: none"> <li><b>V. Digital Security</b> The solution should have the capability to: <ol style="list-style-type: none"> <li>Assign a unique, encrypted serial number to each product.</li> </ol> </li> </ul>	1	

		<p>b. Apply a digital signature to protect data from forgery.</p> <p>c. Generate tamper-evident, machine-readable codes for tracking and verification. The codes must be protected against copies and authenticated by dedicated field inspection devices.</p> <p>d. Enable secure access to product information for authentication.</p>		
4.	The solution should include the requisite equipment, hardware, software, and consumables that are necessary for the implementation of the system.	<p>a) Provide requisite equipment, hardware, software, and licenses at:</p> <ul style="list-style-type: none"> <li>i Taxpayers site</li> <li>ii KRA Data Centre (Primary and Secondary)</li> <li>iii Network Infrastructure between the taxpayer site and the primary Data centre.</li> <li>iv Stamp issuance centres</li> </ul>	1	
		b) Stamp Activation systems	1	
		c) Secure web portal for taxpayers and a back office solution to support system administration	1	
		d) Stamp encoding and issuing equipment	1	
		e) Integrated issue logging and management system	1	
		f) Provide at least five stamp issuance centres (Recommended locations are Nairobi, Mombasa, Nakuru, Kisumu, and Embu.)	1	
5.	The proposed solution shall adopt a modular, scalable, and open architecture that supports interoperability, flexibility, and integration with other systems, in line with modern enterprise standards.	<p><b>i) Solution Architecture</b></p> <ul style="list-style-type: none"> <li>• Bidders to demonstrate understanding of the scope and complexity of the requirements as provided in the Terms of Reference by providing the following architecture platforms: <ul style="list-style-type: none"> <li>a. End-to-End System Architecture</li> <li>b. Production-Line Integration Architecture</li> <li>c. Data Platform &amp; Analytics Architecture</li> <li>d. Security Architecture</li> </ul> </li> <li>•</li> </ul> <p><b>ii) Production-Line Integration</b></p> <ul style="list-style-type: none"> <li>• The EGMS must integrate into all production lines using: <ul style="list-style-type: none"> <li>a. Online Production Counters (OPC)</li> <li>b. Authentication of the security features of the stamps</li> <li>c. Machine Vision Systems (MVS)</li> <li>d. PLC integration</li> <li>e. Automated detection of: <ul style="list-style-type: none"> <li>i. Line stoppages</li> <li>ii. Bypass attempts</li> <li>iii. Stamp misapplications</li> <li>iv. Discrepancies between stamp orders vs stamps applied vs actual production</li> </ul> </li> </ul> </li> </ul> <p><b>iii) Production-Line Integration Accuracy KPIs</b></p> <ul style="list-style-type: none"> <li>• <b>Accuracy Thresholds:</b> <ul style="list-style-type: none"> <li>i. OPC-to-EGMS data transmission accuracy <math>\geq 99\%</math>;</li> </ul> </li> </ul>	8	

		<ul style="list-style-type: none"> <li>ii. MVS stamp detection accuracy <math>\geq 99\%</math>;</li> <li>iii. Production volume reconciliation accuracy <math>\geq 99\%</math>.</li> </ul> <p><b>iv) Production-Line Performance KPIs: Minimum throughput capability:</b></p> <ul style="list-style-type: none"> <li>a. Soft Drinks &amp; Juices: <math>\geq 40,000</math> units/hr</li> <li>b. Water PET: <math>\geq 40,000</math> units/hr</li> <li>c. Spirits: <math>\geq 2000</math> units/hr</li> <li>d. RTD: <math>\geq 40,000</math> units/hr</li> <li>e. Beer: <math>\geq 40,000</math> units/hr</li> <li>f. Keg: <math>\geq 300</math> units/hr</li> <li>g. Wine: <math>\geq 2000</math> units/hr</li> <li>h. Tobacco: <math>\geq 30,000</math> cigarette/hr</li> <li>i. OTP: <math>\geq 1000</math> units/hr</li> </ul> <ul style="list-style-type: none"> <li>• <b>Accuracy requirements:</b> <ul style="list-style-type: none"> <li>a. OPC accuracy <math>\geq 99\%</math></li> <li>b. MVS detection accuracy <math>\geq 99\%</math></li> </ul> </li> <li>• <b>Offline operation:</b> <ul style="list-style-type: none"> <li>a. Local data buffering for <math>\geq 48</math> hours</li> <li>b. Tamper-proof audit logs</li> <li>c. Automatic sync on reconnection</li> </ul> </li> <li>• <b>Environmental robustness:</b> <ul style="list-style-type: none"> <li>• Resistance to temperature, humidity, vibration (industrial-grade).</li> </ul> </li> </ul>		
6.	A compliance and risk profiling capability to provide effective real-time monitoring, enforcement, and analytics across all classes of goods, both local and imported.	<p><b>Analytics and Business Intelligence:</b></p> <ul style="list-style-type: none"> <li>a. Demonstrate how the system will provide out-of-the-box reports and dashboards.</li> <li>b. Demonstrate how the system will allow end users to be able to build ad-hoc queries through a self-service, drag-and-drop report builder requiring no SQL or coding knowledge.</li> <li>c. Demonstrate the capability of the system to expose all its data models to an Enterprise Data Lake.</li> <li>d. Demonstrate the capability of the system to provide configurable trend analysis tools that allow for tracking of volumetric, behavioural, and revenue trends across user-defined periods.</li> <li>e. Demonstrate automated real-time alerts which shall be triggered when any monitored metric crosses a KRA-defined threshold, delivered via dashboard notification, email, and SMS.</li> </ul>	2	
		<p><b>Real Time Analytics, Artificial Intelligence and Machine Learning</b></p> <ul style="list-style-type: none"> <li>a. Demonstrate predictive analytics for illicit trade hotspots</li> <li>b. Demonstrate anomaly detection using machine learning, including abnormal stamp-to-production ratios, unusual ordering frequency and verification failure clusters.</li> <li>c. AI powered production reconciliation: Demonstrate automatic reconciliation of existing flow meter readings against stamp affixation records and excise return</li> </ul>	2	

		<p>declarations running at a configurable scheduled frequency.</p> <p>d. Demonstrate the capability of the system to provide AI powered risk scoring for manufacturers and importers</p> <p>e. Demonstrate the capability of the system to have dashboards for enforcement with live feeds of active high-risk alerts, field inspection statuses, verification failure events with configurable dashboard refresh intervals.</p> <p>f. Demonstrate the capability of the system to have heat maps visualising non-compliance intensity at county and sub-county levels, updated in real time from live system events.</p>		
		<p><b>Manufacturer and Importer Behavioural Analytics</b></p> <p>a. Demonstrate behavioural profiles established using a parameterized rolling historical baseline, multi-dimensional profiling covering production volumes, stamp ordering frequency, geographic distribution of verified stamp scans, peer-to-peer comparison metrics and historical enforcement metrics and a profile health indicator for each manufacturer.</p> <p>b. Demonstrate the implementation of advanced trend deviation monitoring and peer benchmarking.</p>	2	
7.	Open APIs for all functionalities to provide the capability for integration with other relevant KRA and 3rd party systems.	<p>The system must provide open APIs to enable integration with:</p> <p>i. KRA systems</p> <p>ii. 3<sup>rd</sup> Party systems, including systems used by manufacturers and distributors to capture and report product movements in the supply chain of products.</p> <p>iii. Government regulatory systems and EAC partner countries.</p> <p>This should support an interoperable open architecture to allow different devices, applications, and systems to exchange and process data seamlessly.</p>	2	
8.	Transparent and direct access and control of the system by KRA.	The bidder must describe and demonstrate how the system and database administration will exclusively be managed by KRA with support from the vendor.	3	
9.	Reliable consumer verification system(s) for verification of secure markings.	a. Demonstrate how the consumer verification system is user-friendly (Mobile App, Feature Phone, WhatsApp Business, and other tools).	2	
		b. Describe how the consumer smartphone application has the capability to verify both paper stamps and digital codes and that digital codes are readable when printed on branded caps containing different colours.	5	
		c. Describe how the system will provide alerts on non-compliant products in the market.	1	

		d. Describe how the system will provide physical address and geo-location capabilities for stamps that have been scanned	1	
		e. Demonstrate how the system will provide insights from consumer verification data on suspicious activities.	2	
		f. Demonstrate the capability of the system to check multiple security features in a stamp.	1	
		g. Demonstrate the capability of the system to support for the following Mobile App specifications: i. Stamp authentication and code verification capability ii. Encrypted local cache iii. Multi-language support (English, Swahili, minimum)	1	
10.	System(s)/tools for verification of secure markings by authorized KRA law enforcement officers. (estimated number is 2,000)	a. Demonstrate the user-friendliness of the field enforcement solution to be provided to the authorized KRA law enforcement officers.	2	
		b. The verification tool should be a portable field enforcement device capable of scanning and providing verification results.	2	
		c. Demonstrate the gadget's ability not to be compromised. The solution must provide a field audit device capable of performing on-site authentication of secure markings	2	
		d. Demonstrate the tool's capability to provide the gadget's location when switched on, and to retrieve the last recorded location before it was switched off.	2	
		e. Describe how the system will provide a record/report of all scans made, whether for genuine stamps or not. The report should not be editable, and the scans cannot be deleted.	2	
		f. Describe how verification results are supported by ISO/IEC 17025 accredited forensic evidence. The evidence should be adequate for production in court as evidence.	2	
		g. Demonstrate how the tool will verify multiple security features within a stamp.	1	
		h. Demonstrate how the results of the scans and other information stored in the system can be analysed through Artificial Intelligence and analytics to detect potential fraud.	2	
11.	An automated approval process for ordering and delivery of secure markings.	a. Demonstrate how the system will provide the capability for the registration of various categories of users (Manufacturers (Local/Foreign), importers, distributors), Products, Production facilities, warehouses, and production lines.	1	
		b. Describe how the system will provide an automated process of ordering,	1	

		generating, and distributing secure marks with multi-level approvals.		
		c. Describe and demonstrate how the system will provide automated tracking of paper stamps in the supply chain (The solution should provide full visibility over the entire paper stamps supply chain from ordering, printing, and delivery, including records of wastage, damage, and disposal).	2	
		d. Demonstrate how the system will provide an automated stamp payment management solution.	1	
12.	Capability to account for the delivery of excisable goods and to perform excise tax projections and simulations.	a. Demonstrate how the system will provide the capability to record deliveries of all excisable products removed from an excise factory.	2	
		b. Demonstrate how the system will provide capabilities to perform tax projections and simulations.	2	
13.	Capacity building for relevant stakeholders including targeted KRA Staff.	a. The solution delivery should include training at an authorized facility by an authorized trainer. Provide the functional and technical training proposal/details for the proposed solution, including training materials to be offered. This should include, but not be limited to user/analyst training, support, and system administration/configuration training (Note: Training delivery is required to be done on-site and based on the number of classes, not the number of participants)	2	
		b. Provide a detailed functional and technical training plan for the following categories of users, including: <ul style="list-style-type: none"> <li>i Compliance Officers</li> <li>ii Field enforcement officers</li> <li>iii KRA Lab officers</li> <li>iv Security, System, and Database Administrators</li> <li>v System auditors</li> <li>vi Training of trainers</li> </ul>		
14.	<ul style="list-style-type: none"> <li>• Describe how the solution supports secure, modern, and scalable solution(s), interoperable with existing and future factory monitoring equipment and agnostic to hosting hardware, with end-to-end encryption at all points of integration and data transmission and supports the features</li> <li>•</li> </ul>	a. The solution must support Multi Factor Authentication to choose from: SMS and/or email, and/or authenticator application for Time-Based OTP. The solution should also support the ability to override/disable MFA.	2	
		b. The solution should support AES128 and above.	1	
		c. Digital encryption, serialization, secure cryptographic signatures, anti-cloning mechanisms, digital twins.	1	
		d. The solution should provide detailed application audit trails as well as database audit trails for all dynamic and static tables of interest. The logs should be viewable and printable.	1	
		e. The solution should be interoperable (software and hardware) with the existing and future factory equipment.	2	

		f. The solution should be scalable	1	
		g. Data Management & Cybersecurity <ul style="list-style-type: none"> <li>• Describe how the solution supports the following data management and cybersecurity features: <ul style="list-style-type: none"> <li>• All cybersecurity requirements must align with: include <ul style="list-style-type: none"> <li>a. ISO/IEC 27001:2022</li> <li>b. Kenya Data Protection Act, 2019</li> <li>c. Zero-Trust Architecture</li> <li>d. AES-256 encryption at rest; TLS 1.3 in transit</li> <li>e. SIEM integration</li> <li>f. MFA, RBAC, PAM</li> <li>g. Monthly vulnerability scanning + continuous SAST/DAST</li> <li>h. Annual third-party penetration testing</li> </ul> </li> </ul> </li> </ul> <p>All cryptographic keys MUST be generated, stored, and managed within Kenya. The root-of-trust SHALL NOT leave Kenyan jurisdiction.</p>	2	
15.	Integration with KRA and Government Systems and Support for Open Standards Protocols	<p><b>Describe how the system supports the following:</b></p> <p><b>1 Open Standards Compliance</b> The EGMS SHALL implement and demonstrate compliance with:</p> <ul style="list-style-type: none"> <li>a. ISO/IEC 15459 (unique identifiers)</li> <li>b. ISO/IEC 16022 (DataMatrix)</li> <li>c. ISO/IEC 18004 (QR Code)</li> <li>d. GS1 EPCIS standard</li> <li>e. OpenAPI 3.x RESTful APIs</li> <li>f. JSON, XML, CSV, Parquet for structured data exchange</li> </ul> <p>The vendor shall deploy middleware, serialization gateways, or data routers allowing interoperability with other systems. Bidders MUST submit an API Catalogue demonstrating OpenAPI 3.x compliance, including:</p> <ul style="list-style-type: none"> <li>a. Complete API documentation</li> <li>b. Sample schemas</li> <li>c. Sample endpoints</li> <li>d. Rate-limiting strategies</li> <li>e. Authentication mechanisms</li> </ul> <p><b>2 Open Standards Conformance</b> Bidders MUST demonstrate conformance with Open Standards Architecture.</p>	1	
16.	Implementation Period	<p>The successful bidder shall provide a fully integrated EGMS covering design, manufacture, supply, installation, configuration, commissioning, training, maintenance, and support over five (5) years.</p> <ul style="list-style-type: none"> <li>a. The solution should be implemented within the shortest time possible. <ul style="list-style-type: none"> <li>• 6-8 months- 5 marks</li> <li>• 9-12 Months- 3 marks</li> <li>• Above 12 Months – 0 mark</li> </ul> </li> <li>b. Provide an integration, migration and takeover path from the existing platform.</li> </ul>	5	
17.	Methodology/Work Plan/Timelines	Bidders must submit a comprehensive implementation methodology that includes a work plan outlining detailed activities,	5	

		timelines, milestones, and dependencies presented in the form of a Gantt chart Provide a transitional plan for the integration, migration, and takeover from the existing platform		
		<b>Total</b>	<b>100</b>	

### 1.6 Non-Functional Requirements

Bidders MUST Confirm compliance with the non-functional requirements by stating “***I Understand and Will Comply***” or “***I Understand and Will Not Comply***”

No.	Non-Functionality/Service: General	Bidder’s Response
1	For web-based or mobile applications, the system should support multiple web browsers and devices.	
2	The system should adhere to relevant industry standards for data formats, security, including the Data Protection Act 2019, and communication protocols.	
3	The system must be operational and accessible when needed. The system shall have an uptime of at least 99.95% during each calendar month.	
4	Continuous monitoring of system health is essential to detect and address issues promptly. The system shall include real-time performance monitoring, observability, and alerting, with thresholds defined for all critical metrics.	
5	System should maintain Data Integrity, Data accuracy, consistency, and security.	
6	Planned maintenance shall be scheduled during off-peak hours, with the system designed to sustain operations during maintenance where possible.	
7	Implement the system as micro services to allow for flexibility when it comes to change management, including allowing modification and deployment of one module without affecting others micro services	
8	The solution should be implemented with an end to end CI/CD pipeline including automated testing	
9	The system architecture shall be modular to support the addition or modification of integration interfaces with minimal impact on existing components.	
10	The system should support automated deployment, rolling upgrades, and rollbacks to minimize downtime and ensure smooth transitions during maintenance.	
11	Comprehensive operational documentation and support procedures should be available to facilitate troubleshooting and maintenance	
12	Provide data backup and data auto recovery procedures for the system.	
13	The system should enable secure self-registration and if need be administrator-assisted enrolment to ensure proper authentication of new users. The system should therefore allow administrators to create, modify and deactivate users securely.	
14	The system should allow primary users (e.g., taxpayer) to delegate specific roles or access rights to employees (Portal) The system should also support time-based or transaction-based access delegation as well as enable businesses to assign sub-users with limited privileges.	
15	The system should ensure that all user management processes comply with applicable data protection regulations and internal privacy policies.	
16	The system should enable a self-service functionality for password resets and unlocking of locked accounts	

**Bidders MUST Confirm compliance with the Usability/ Training Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Usability / Training Requirements	Bidder’s Response
1	System should be easy to use	
2	System should have an intuitive, easy to navigate interface with a modern UI/UX design with clear instructions where necessary.	
3		
4	System should maintain a common look and feel across modules, interfaces and comply to usability standards.	
5	The system shall provide <b>clear error / warning messages</b> with actionable guidance.	
6	The system shall support screen readers and speech-based interaction tools to ensure accessibility for visually impaired users and those who rely on voice input, in compliance with WCAG 2.1 or equivalent standards	
7	System should have adequate documentation for training purposes.	
8	The system should prevent invalid data entry	
9	The system shall maintain <b>fluid animations</b> and avoid lag during UI transitions.	
10	The system shall provide <b>real-time feedback</b> for user actions (e.g., button clicks, form submissions).	
11	The system shall request <b>confirmation</b> for irreversible actions (e.g., activation of stamps).	
12	System should support modern browsers and support responsive layout on desktops, tablet or mobiles devices across several multichannel	

**Bidders MUST Confirm compliance with the Performance Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Performance Requirements	Bidder’s Response
1	Allow for acceptable response time for different operations with low latencies. The system shall return results within milliseconds of all user requests.	
2	System should provide for efficient use of system resources such as CPU, memory, disk, and network bandwidth, monitors and auto-scale in response to load provided	
3	The system should have the ability to perform under both normal and extreme load conditions, including handling unexpected spikes.	
4	System should have the capacity to support multiple users or processes simultaneously.	
5	The system Should handle increased loads by scaling up (vertical scaling) or out (horizontal scaling) without performance degradation. The system shall scale to support a 10x increase in concurrent users with no more than a 20% degradation in performance.	
6	In the event of a performance degradation, the system shall recover to normal operational levels within 60 seconds.	

**Bidders MUST Confirm compliance with the Compatibility Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Compatibility Requirements	Bidder’s Response
1	The system must be platform independent, running consistently across multiple operating systems and hardware configurations. The system must operate correctly across a range of operating systems (e.g., Windows, mac OS, Linux) and hardware configurations.	
2	The system must adhere to industry standards to ensure full interoperability with various technologies.	

No.	Compatibility Requirements	Bidder's Response
3	The system should work with common middleware, databases, and network environments.	

**Bidders MUST Confirm compliance with the Reliability Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Reliability Requirements	Bidder's Response
1	The system must have good fault tolerance capabilities. It should continue to operate, possibly at a reduced level, even if one or more software or hardware component fails.	
2	System should have standard data recovery capability. The system must be capable of recovering quickly and completely from failures.	
3	The system must ensure that data remains accurate and uncorrupted throughout its lifecycle. Data shall be protected from corruption or loss during storage and transmission, with mechanisms for periodic integrity checks.	
4	System should follow an archiving policy defined by KRA and the vendor.	
5	Allow fault tolerance ability to recover from failures. The application should support active active deployment across data centre. Automated processes should seamlessly switch operations to backup systems when failures occur. The system shall automatically redirect operations to a backup server within seconds in the event of a primary server failure.	

**Bidders MUST Confirm compliance with the High Availability Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	High Availability Requirements	Bidder's Response
1	The system should run 24x7 and be available and fully operational 99.95% of the time per month.	
3	All critical components shall be deployed in a redundant configuration, ensuring continued operation in the event of a component failure.	
4	The system shall ensure no data loss of transactional data in the event of a failure.	
5	The system shall implement real-time availability monitoring with alerts for any deviation from the defined thresholds.	
6	The system shall have a fully documented and regularly tested disaster recovery plan to restore critical services within the defined RTO.	

**Bidders MUST Confirm compliance with the Maintainability Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Maintainability Requirements	Bidder's Response
1	Have the system customizable to allow for the ability to add new features or functionalities	
2	The architecture should accommodate future enhancements and upgrades without major rework.	
3	All external libraries, APIs, and interfaces shall be documented and version-controlled to support timely upgrades or replacements.	

**Bidders MUST Confirm compliance with the Interoperability Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Interoperability Requirements	Bidder's Response
1	The system should adopt the best industry standards for communication protocols.	
2	The system must support widely accepted data formats.	
3	Deliver platform compatibility with different hardware and software environments.	
4	The systems' APIs should be versioned to allow for evolution without breaking existing integrations.	
5	The system should have secure mechanisms in place to authenticate and authorize external interactions.	
6	The system shall log all integration errors with detailed diagnostics and automatically alert administrators upon detection of a failure.	

**Bidders MUST Confirm compliance with the Operational Requirements by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Operational Requirements	Bidder's Response
1	The system should generate detailed logs and expose key performance metrics via a centralized monitoring dashboard, with alerts configured for abnormal conditions.	
2	The system should be manageable via intuitive interfaces that allow administrators to control and configure system operations easily.	
3	All operational settings, such as logging levels and performance thresholds, should be configurable via external configuration files or a management interface, with changes applied dynamically.	
4	The system's operational tools and interfaces should be accessible to authorized personnel from various devices and locations, desktops and mobile devices, ensuring 24/7 operability.	
5	All administrative actions should be logged with timestamps and user details, and management interfaces shall enforce role-based access control and multi-factor authentication.	
6	Comprehensive operational documentation and support procedures should be available to facilitate troubleshooting and maintenance	

**Bidders MUST Confirm compliance with the Functionality / Service: User Management by stating “I Understand and Will Comply” or “I Understand and Will Not Comply”**

No.	Functionality / Service: User Management	Bidder's Response
1	The system should enable secure self-registration and if need be administrator-assisted enrolment to ensure proper authentication of new users. The system should therefore allow administrators to create, modify and deactivate users securely.	
2	The system should implement robust authentication mechanisms, including OTP verification via phone, email and 3rd party authenticator tools for seamless access.	
3	The system should define granular role-based access controls to manage user roles and permissions for access	
4	The system should enforce configurable strong password policies with complexity rules, periodic expiration, and secure reset procedures.	
5	The system should implement automatic session timeouts and secure session handling to minimize unauthorized access risks. It should also enforce automatic session timeout and re-authentication after a period of inactivity. It should prevent multiple concurrent active sessions for the same user unless explicitly permitted as well as provide secure session handling mechanisms to prevent session hijacking and unauthorized access.	

No.	Functionality / Service: User Management	Bidder's Response
6	The system should maintain comprehensive audit logs of user activities and access patterns for compliance and monitoring purposes.	
7	The system should ensure that all user management processes comply with applicable data protection regulations and internal privacy policies.	
8	The system should provide real-time monitoring of user activities and generate alerts for suspicious behaviour, such as multiple failed login attempts or unauthorized access attempts.	
9	The system should also be able to send email or SMS notifications for configurable critical actions like role changes, password resets, and account lockouts. It should integrate with security information and event management (SIEM) tools for advanced monitoring.	

**Note:**

**Demonstration of Solution Presentation/Demo:** Bidders who are successful in stage one will be invited for a live presentation/demo that will form an additional assessment of the solution capabilities and vendor experience. The Demonstration of solution scenarios shall be sent through email to the bidders who qualify after the technical evaluation.

The successful bidder(s) will also be required to demonstrate compliance with the non-functional requirements.

**1.7 Operational Requirements**

Bidder shall commit to the following Service Level Agreement (SLA):

	Service Description	SLA
1	Service Centre availability	24 hours x 7 days
2	Service Centre response time	Max. 3 hours
3	Support line	Service hours
4	Support line response time	Max. 1 Business day
5	On-site intervention	24 hours x 7 days
6	On-site intervention arrival time	<u>Service Hours (08:00-17:00)</u> 4 hours for locations within a 50km radius of Nairobi and Mombasa. <u>Evenings (17:00-09:00), Weekends and Public Holidays:</u> Either 5 hours or start of subsequent business day (in cases where production is not impacted) for locations within a 50km radius of Nairobi and Mombasa. 24 hours for all other locations
7	Temporary Repair Time	Severity 1: 6 hours Severity 2: 12 hours Severity 3: 24 hours Severity 4: No time limit

	<b>Service Description</b>	<b>SLA</b>
8	Service hours	09:00 to 17:00 local time
9	Web Application uptime	99%
10	Production Lines uptime	99%
11	Code Readability	99%
12	Products Marking	99%

**Note:**

A bidder **MUST** meet the cut-off score for the Request for Proposal Technical Evaluation criteria in order to proceed to the next stage of evaluation.

## **SECTION 6. CONDITIONS OF CONTRACT AND CONTRACT FORMS**

### **A. PREFACE**

1. This Section includes two types of standard contract forms for: A Lump-Sum Contract and a Time-Based Contract. Each type includes General Conditions of Contract (“GCC”) that shall not be modified, and Special Conditions of Contract (“SCC”). The SCC includes clauses specific to each contract to supplement, but not over- write or otherwise contradict, the General Conditions of Contract.
2. Lump-Sum Contract. This type of contract is used mainly for assignments in which the scope and the duration of the Services and the required output of the Consultant are clearly defined. Payments are linked to outputs (deliverables) such as draft or final reports, drawings, bill of quantities, bidding documents, or software programs. Lump-sum contracts are easier to administer because they operate on the principle of a fixed price for a fixed scope, and payments are due on clearly specified outputs and milestones. Never the less, quality control of the Consultant's outputs by the KRA s paramount.
3. Time-Based Contract. This type of contract is appropriate when it is difficult to define or fix the scope and the duration of the services, either because they are related to activities carried out by others for which the completion period may vary, or because the input of the consultants required for attaining the objectives of the assignment is difficult to assess. In time-based contracts the Consultant provides services on a timed basis according to quality specifications, and Consultant's remuneration is determined on the basis of the time actually spent by the Consultant in carrying out the Services and is based on (i) agreed upon unit rates for the Consultant's experts multiplied by the actual time spent by the experts in executing the assignment, and (ii) reimbursable expenses using actual expenses and/or agreed unit prices. This type of contract requires the KRA to closely supervise the Consultant and to be involved in the daily execution of the assignment.
4. The templates are designed for use in assignments with consulting firms and shall not be used for contracting of individual experts. In some consultancy assignments such as design and construction supervision, both Lump- Sum and Time-Based Contracts are used and signed with the Consultant. In that case, the Lump-Sum Contract would apply for the design part of the Services while the construction supervision part would be based on a Time- Based Contract. In such event, both types of contracts shall be signed at the same time.

**B. CONTRACT FOR CONSULTANT'S SERVICES**

Lump-Sum Contract

Consulting Services for:

Contract No.: \_\_\_\_\_

Contract Description: \_\_\_\_\_

Between

\_\_\_\_\_ *[Name of the KRA]*

and

\_\_\_\_\_ *[Name of the Consultant]*

Date:

## C. FORM OF CONTRACT - LUMP-SUM

*(Text in brackets [ ] is optional; all notes should be deleted in the final text)*

This CONTRACT (herein after called the “Contract”) is made the *[number]* day of the month of *[month]*, *[year]*, between, on the one hand, *[name of KRA]* (herein after called the “KRA”) and, on the other hand, *[name of Consultant]* (herein after called the “Consultant”).

*[If the Consultant consists of more than one entity, the above should be partially amended to read as follows: “... (hereinafter called the “KRA”) and, on the other hand, a Joint Venture (name of the JV) consisting of the following entities, each member of which will be jointly and severally liable to the KRA for all the Consultant's obligations under this Contract, namely, [name of member] and [name of member] (herein after called the “Consultant”).]*

### WHEREAS

- a) The KRA has requested the Consultant to provide certain consulting services as defined in this Contract (herein after called the “Services”);
- b) the Consultant, having represented to the KRA that it has the required professional skills, expertise and technical resources, has agreed to provide the Services on the terms and conditions set forth in this Contract;
- c) the KRA has set aside a budget and funds toward the cost of the Services and intends to apply a portion of these funds towards payments under this Contract;

NOW THEREFORE the parties hereto hereby agree as follows:

1. The following documents attached here to shall be deemed to form an integral part of this Contract:
  - a) The General Conditions of Contract;
  - b) The Special Conditions of Contract;
  - c) Appendices:
    - Appendix A: Terms of Reference
    - Appendix B: Key Experts
    - Appendix C: Breakdown of Contract Price
    - Appendix D: Form of Advance Payments Guarantee

In the event of any inconsistency between the documents, the following order of precedence shall prevail: The Special Conditions of Contract; the General Conditions of Contract; Appendix A; Appendix B; Appendix C; Appendix D. Any reference to this Contract shall include, where the context permits, a reference to its Appendices.

2. The mutual rights and obligations of the KRA and the Consultant shall be asset for thin the Contract, in particular:
  - a) The Consultant shall carryout the Services in accordance with the provisions of the Contract; and
  - b) the KRA shall make payments to the Consultant in accordance with the provisions of the Contract.

IN WITNESS WHERE OF, the Parties here to have caused this Contract to be signed in their respective names as of the day and year first above written.

For and on behalf of..... *[Name of KRA] [Authorized*

*Representative of the KRA—name, title and signature]*

For and on behalf of..... *[Name of Consultant or Name of a Joint Venture]*

*[Authorized Representative of the Consultant—name and signature]*

*[Note: For a joint venture, either all members shall sign or only the lead member, in which case the power of attorney to sign on behalf of all members shall be attached.]*

For and on behalf of each of the members of the Consultant..... *[Insert the Name of the Joint Venture]*

*[Name of the lead member]*

*[Authorized Representative on behalf of a Joint Venture] [Add signature blocks for each member if all are signing]*

## **SECTION 7: GENERAL CONDITIONS OF CONTRACT**

### **A. GENERAL PROVISIONS**

#### **1. Definitions**

- a) Unless the context otherwise requires, the following terms whenever used in this Contract have the following meanings:
- b) “Applicable Law” means the laws and any other instruments having the force of law in Kenya.
- c) “Consultant” means a legally established professional consulting firm or entity selected by the KRA to provide the Services under the signed Contract.
- d) “Contract” means the legally binding written agreement signed between the KRA and the Consultant and which includes all the attached documents listed in its paragraph 1 of the Form of Contract (the General Conditions (GCC), the Special Conditions (SCC), and the Appendices).
- e) “KRA” means the KRA that signs the Contract for the Services with the selected Consultant.
- f) “Day” means a working day unless indicated otherwise.
- g) “Effective Date” means the date on which this Contract comes into force and effect pursuant to Clause GCC 11.
- h) “Experts” means, collectively, Key Experts, Non-Key Experts, or any other personnel of the Consultant, Sub-consultant or JV member(s) assigned by the Consultant to perform the Services or any part thereof under the Contract.
- i) “Foreign Currency” means any currency other than the currency of Kenya.
- j) “GCC” mean these General Conditions of Contract.
- k) “Government” means the government of Kenya.
- l) “Joint Venture (JV)” means an association with or without a legal personality distinct from that of its members, of more than one entity where one member has the authority to conduct all businesses for and on behalf of any and all the members of the JV, and where the members of the JV are jointly and severally liable to the KRA for the performance of the Contract.
- m) “Key Expert(s)” means an individual professional whose skills, qualifications, knowledge and experience are critical to the performance of the Services under the Contract and whose Curricula Vitae (CV) was taken into account in the technical evaluation of the Consultant's proposal.
- n) “Local Currency” means the Kenya Shillings, the currency of Kenya.
- o) “Non-Key Expert(s)” means an individual professional provided by the Consultant or its Sub-consultant to perform the Services or any part here of under the Contract.
- p) “Party” means the KRA or the Consultant, as the case may be, and “Parties” means both of them.
- q) “SCC” means the Special Conditions of Contract by which the GCC may be amended or supplemented but not over-written.
- r) “Services” means the work to be performed by the Consultant pursuant to this Contract, as described in Appendix A hereto.
- s) “Sub-consultants” means an entity to whom/which the Consultant subcontracts any part of the Services while remaining solely liable for the execution of the Contract.

- (t) "Third Party" means any person or entity other than the Government, the KRA, the Consultant or a Sub-consultant.

## **2. Relationship between the Parties**

- 2.1 Nothing contained herein shall be construed as establishing a relationship of master and servant or of principal and agent as between the KRA and the Consultant. The Consultant, subject to this Contract, has complete charge of the Experts and Sub-consultants, if any, performing the Services and shall be fully responsible for the Services performed by them or on their behalf hereunder.

## **3. Law Governing Contract**

- 3.1 This Contract, its meaning and interpretation, and the relation between the Parties shall be governed by the Laws of Kenya.

## **4. Language**

- 4.1 This Contract has been executed in the English language, which shall be the binding and controlling language for all matters relating to the meaning or interpretation of this Contract.

## **5. Headings**

- 5.1 The headings shall not limit, alter or affect the meaning of this Contract.

## **6. Communications**

- 6.1 Any communication required or permitted to be given or made pursuant to this Contract shall be in writing in the English Language. Any such notice, request or consent shall be deemed to have been given or made when delivered in person to an authorized representative of the Party to whom the communication is addressed, or when sent to such Party at the address specified in the SCC.

- 6.2 A Party may change its address for notice here under by giving the other Party any communication of such change to the address specified in the SCC.

## **7. Location**

- 6.3 The Services shall be performed at such locations as are specified in Appendix A hereto and, where the location of a particular task is not so specified, at such locations, whether in Kenya or elsewhere, as the KRA may approve.

## **8. Authority of Member in Charge**

- 6.4 In case the Consultant is a Joint Venture, the members hereby authorize them ember specified in the SCC to act on their behalf in exercising all the Consultant's rights and obligations towards the KRA under this Contract, including without limitation the receiving of instructions and payments from the KRA.

## **9. Authorized Representatives**

- 6.5 Any action required or permitted to be taken, and any document required or permitted to be executed under this Contract by the KRA or the Consultant may be taken or executed by the officials specified in the SCC.

## **10. Corrupt and Fraudulent Practices**

- 10.1 The government requires compliance with its policy regarding corrupt and fraudulent/prohibited practices as set forth in its laws and policies.

- 10.2 **Commissions and Fees-**The KRA requires the Consultant to disclose any commissions, gratuities or fees that may have been paid or are to be paid to a gents or any other party with respect to the selection process or execution of the Contract. The information disclosed must include at least the name and address of the agent or other party, the amount and currency, and the purpose of the commission, gratuity or fee. Failure to disclose such commissions, gratuities or fees may result in termination of the Contract by the KRA and/or sanctions by the PPRA.

## **B. Commencement, Completion, Modification and Termination of Contract**

### **11. Effectiveness of Contract**

- 11.1 This Contract shall come into force and effect on the date (the "Effective Date") of the KRA's notice to the

Consultant instructing the Consultant to begin carrying out the Services. This notice shall confirm that the effectiveness conditions, if any, listed in the SCC have been met.

## **15 Termination of Contract for Failure to Become Effective**

11.2 If this Contract has not become effective within such time period after the date of Contract signature as specified in the SCC, either Party may, by not less than twenty-two (22) days written notice to the other Party, declare this Contract to be null and void, and in the event of such a declaration by either Party, neither Party shall have any claim against the other Party with respect there to.

## **16 Commencement of Services**

11.3 The Consultant shall confirm availability of Key Experts and begins carrying out the Services not later than the number of days after the Effective Date specified in the SCC.

## **17 Expiration of Contract**

11.4 Unless terminated earlier pursuant to Clause GCC19 hereof, this Contract shall expire at the end of such time period after the Effective Date as specified in the SCC.

## **18 Entire Agreement**

11.5 This Contract contains all covenants, stipulations and provisions agreed by the Parties. No agent or representative of either Party has authority to make, and the Parties shall not be bound by or be liable for, any statement, representation, promise or agreement not set forth herein.

## **19 Modifications or Variations**

11.6 Any modification or variation of the terms and conditions of this Contract, including any modification or variation of the scope of the Services, may only be made by written agreement between the Parties. However, each Party shall give due consideration to any proposals for modification or variation made by the other Party.

## **20 Force Majeure**

### **a. Definition**

11.7 For the purposes of this Contract, "Force Majeure" means event which is beyond the reasonable control of a Party, is not foreseeable, is unavoidable, and makes a Party's performance of its obligations hereunder impossible or so impractical as reasonably to be considered impossible under the circumstances, and subject to those requirements, includes, but is not limited to, war, riots, civil disorder, earthquake, fire, explosion, storm, flood or other adverse weather conditions, strikes, lockouts or other industrial action confiscation or any other action by Government agencies.

11.8 Force Majeure shall not include (i) any event which is caused by the negligence or intentional action of a Party or such Party's Experts, Sub-consultants or agents or employees, nor (ii) any event which a diligent Party could reasonably have been expected to both take into account at the time of the conclusion of this Contract and avoid or overcome in the carrying out of its obligations here under.

11.9 Force Majeure shall not include insufficiency of funds or failure to make any payment required here under.

### **b. No Breach of Contract**

11.10 The failure of a Party to fulfill any of its obligations here under shall not be considered to be a breach of, or default under, this Contract in so far as such inability arises from an event of Force Majeure, provided that the Party affected by such an event has taken all reasonable precautions, due care and reasonable alternative measures, all with the objective of carrying out the terms and conditions of this Contract.

### **c. Measures to be taken**

11.11 A party affected by an event of Force Majeure shall continue to perform its obligations under the Contract as far as is reasonably practical and shall take all reasonable measures to minimize the consequences of any event of Force Majeure.

11.12 A Party affected by an event of Force Majeure shall notify the other Party of such event as soon as possible, and in any case not later than fourteen (14) calendar days following the occurrence of such event, providing evidence of the nature and cause of such event, and shall similarly give written notice of the restoration of

normal conditions as soon as possible.

- a) Any period within which a Party shall, pursuant to this Contract, complete any action or task, shall be extended for a period equal to the time during which such Party was unable to perform such action as a result of Force Majeure.
- b) During the period of their inability to perform the Services as a result of an event of Force Majeure, the Consultant, upon instructions by the KRA, shall either:
- c) demobilize, in which case the Consultant shall be reimbursed for additional costs they reasonably and necessarily incurred, and, if required by the KRA, in reactivating the Services; or
- d) Continue with the Services to the extent reasonably possible, in which case the Consultant shall continue to be paid under the terms of this Contract and be reimbursed for additional costs reasonably and necessarily incurred.

11.13 In the case of disagreement between the Parties as to the existence or extent of Force Majeure, the matter shall be settled according to Clauses GCC 44 & 45.

## 21 Suspension

11.14 The KRA may, by written notice of suspension to the Consultant, suspend all payments to the Consultant here under if the Consultant fails to perform any of its obligations under this Contract, including the carrying out of the Services, provided that such notice of suspension (i) shall specify the nature of the failure, and (ii) Shall request the Consultant to remedy such failure within a period not exceeding thirty (30) calendar days after receipt by the Consultant of such notice of suspension.

## 22 Termination

11.15 This Contract may be terminated by either Party as per provisions set up below:

a. By the KRA

11.15.1 The KRA may terminate this Contract in case of the occurrence of any of the events specified in paragraphs (a) through (f) of this Clause. In such an occurrence, the KRA shall give at least thirty (30) calendar days' written notice of termination to the Consultant in case of the events referred to in (a) through (d); at least sixty (60) calendar days' written notice in case of the event referred to in (e); and at least five (5) calendar days' written notice in case of the event referred to in (f):

- a If the Consultant fails to remedy a failure in the performance of its obligations here under, as specified in a notice of suspension pursuant to Clause GCC 18;
- b If the Consultant becomes (or, if the Consultant consists of more than one entity, if any of its members becomes) insolvent or bankrupt or enter into any agreements with their creditors for relief of debt or take advantage of any law for the benefit of debtors or go in to liquidation or receivership whether compulsory or voluntary;
- c If the Consultant fails to comply with any final decision reached as a result of arbitration proceedings pursuant to Clause GCC 45.1;
- d If, as the result of Force Majeure, the Consultant is unable to perform a material portion of the Services for a period of not less than sixty (60) calendar days;
- e If the KRA, in its sole discretion and for any reason whatsoever, decides to terminate this Contract;
- f If the Consultant fails to confirm availability of Key Experts as required in Clause GCC13.

11.15.2 Furthermore, if the KRA determines that the Consultant has engaged in corrupt, fraudulent, collusive, coercive [or obstructive] practices, in competing for or in executing the Contract, then the KRA may, after giving fourteen (14) calendar days written notice to the Consultant, terminate the Consultant's employment under the Contract.

32. By the Consultant

- a) The Consultant may terminate this Contract, by not less than thirty (30) calendar days' written notice to the KRA, in case of the occurrence of any of the events specified in paragraphs (a) through (d) of this Clause.
- b) If the KRA fails to pay any money due to the Consultant pursuant to this Contract and not subject to dispute pursuant to Clause GCC45.1 within forty-five (45) calendar days after receiving written notice from the Consultant that such payment is overdue.

- c) If, as the result of Force Majeure, the Consultant is unable to perform a material portion of the Services for a period of not less than sixty (60) calendar days.
- d) If the KRA fails to comply with any final decision reached as a result of arbitration pursuant to Clause GCC45.1.
- e) If the KRA is in material breach of its obligations pursuant to this Contract and has not remedied the same within forty-five (45) days (or such longer period as the Consultant may have subsequently approved in writing) following the receipt by the KRA of the Consultant's notice specifying such breach.

### 33. Cessation of Rights and Obligations

19.1.4 Upon termination of this Contract pursuant to Clauses GCC 12 or GCC 19 hereof, or upon expiration of this Contract pursuant to Clause GCC14, all rights and obligations of the Parties here under shall cease, except (i) such rights and obligations as may have accrued on the date of termination or expiration, (ii) the obligation of confidentiality set forth in Clause GCC22, (iii) the Consultant's obligation to permit in section, copying and auditing of their accounts and records set forth in Clause GCC25, and (iv) any right which a Party may have under the Applicable Law.

### 34. Cessation of Services

19.1.5. Upon termination of this Contract by notice of either Party to the other pursuant to Clauses GCC 19a or GCC 19b, the Consultant shall immediately upon dispatch or receipt of such notice, take all necessary steps to bring the Services to a close in a prompt and orderly manner and shall make every reasonable effort to keep expenditures for this purpose to a minimum. With respect to documents prepared by the Consultant and equipment and materials furnished by the KRA, the Consultant shall proceed as provided, respectively, by Clauses GCC27or GCC28.

### 35. Payment up on Termination

19.1.6 Up on termination of this Contract, the KRA shall make the following payments to the Consultant:

- a) Payment or Services satisfactorily performed prior to the effective date of termination; and
- b) In the case of termination pursuant to paragraphs (d) and (e) of Clause GCC 19.1.1, reimbursement of any reasonable cost incidental to the prompt and orderly termination of this Contract, including the cost of the return travel of the Experts.

## C. Obligations of the Consultant

### 23 General

#### a. Standard of Performance

- 20.1 The Consultant shall perform the Services and carry out the Services with all due diligence, efficiency and economy, in accordance with generally accepted professional standards and practices, and shall observe sound management practices, and employ appropriate technology and safe and effective equipment, machinery, materials and methods. The Consultant shall always act, in respect of any matter relating to this Contract or to the Services, as a faithful adviser to the KRA, and shall at all times support and safeguard the KRA's legitimate interests in any dealings with the third parties.
- 20.2 The Consultant shall employandprovidesuchqualifiedandexperiencedExpertsandSub-consultants as are required to carry out the Services.
- 20.3 The Consultant may subcontract part of the Services to an extent and with such Key Experts and Sub-consultants as may be approved in advance by the KRA. Notwithstanding such approval, the Consultant shall retain full responsibility for the Services.

#### b. Law Applicable to Services

- 20.4. The Consultant shall perform the Services in accordance with the Contract and the Applicable Law and shall take all practicable steps to ensure that any of its Experts and Sub-consultants, comply with the Applicable Law.
- 20.5 Throughout the execution of the Contract, the Consultants hall comply with the import of goods and services prohibitions in Kenya when
  - a As a matter of law or official regulations, Kenya prohibits commercial relations with that country; or

- b by an act of compliance with a decision of the United Nations Security Council taken under Chapter VII of the Charter of the United Nations, Kenya prohibits any import of goods from that country or any payments to any country, person, or entity in that country.

20.6. The KRA shall notify the Consultant in writing of relevant local customs, and the Consultant shall, after such notification, respect such customs.

## **20. Conflict of Interests**

21.1 The Consultant shall hold the KRA's interest paramount, without any consideration for future work, and strictly avoid conflict with other assignments or their own corporate interests.

### **a Consultant Not to Benefit from Commissions, Discounts, etc.**

21.1.1 The payment of the Consultant pursuant to GCC F (Clauses GCC 38 through 42) shall constitute the Consultant's only payment in connection with this Contract and, subject to Clause GCC21.1.3, the Consultant shall not accept for its own benefit any trade commission, discount or similar payment in connection with activities pursuant to this Contract or in the discharge of its obligations here under, and the Consultant shall use its best efforts to ensure that any Sub-consultants, as well as the Experts and agents of either of them, similarly shall not receive any such additional payment.

21.1.2 Furthermore, if the Consultant, as part of the Services, has the responsibility of advising the KRA on the procurement of goods, works or services, the Consultant shall at all times exercise such responsibility in the best interest of the KRA. Any discounts or commissions obtained by the Consultant in the exercise of such procurement responsibility shall be for the account of the KRA.

### **b Consultant and Affiliates Not to Engage in Certain Activities**

21.1.3 The Consultant agrees that, during the term of this Contract and after its termination, the Consultant and any entity affiliated with the Consultant, as well as any Sub-consultants and any entity affiliated with such Sub-consultants, shall be disqualified from providing goods, works or non-consulting services resulting from or directly related to the Consultant's Services for the preparation or implementation of the project.

### **c Prohibition of Conflicting Activities**

21.1.4 The Consultant shall not engage and shall cause its Experts as well as its Sub-consultants not to engage, either directly or indirectly, in any business or professional activities that would conflict with the activities assigned to them under this Contract.

### **d Strict Duty to Disclose Conflicting Activities**

21.1.5 The Consultant has an obligation and shall ensure that its Experts and Sub-consultants shall have an obligation to disclose any situation of actual or potential conflict that impacts their capacity to serve the best interest of their KRA, or that may reasonably be perceived as having this effect. Failure to disclose said situations may lead to the disqualification of the Consultant or the termination of its Contract.

## **21. Confidentiality**

21.2 Except with the prior written consent of the KRA, the Consultant and the Experts shall not at any time communicate to any person or entity any confidential information acquired in the course of the Services, nor shall the Consultant and the Experts make public the recommendations formulated in the course of, or because of, the Services.

## **22. Liability of the Consultant**

21.3 Subject to additional provisions, if any, set forth in the SCC, the Consultant's liability under this Contract shall be as determined under the Applicable Law.

## **33. Insurance to be taken out by the Consultant**

21.4 The Consultant (i) shall take out and maintain and shall cause any Sub-consultants to take out and maintain, at its (or the Sub-consultants', as the case may be) own cost but on terms and conditions approved by the KRA, insurance against the risks, and for the coverage specified in the SCC, and (ii) at the KRA's request, shall provide evidence to the KRA showing that such insurance has been taken out and maintained and that the current premiums therefore have been paid. The Consultant shall ensure that such insurance is in place prior

to commencing the Services as stated in Clause GCC13.

#### **34. Accounting, Inspection and Auditing**

- 21.5 The Consultant shall keep and shall make all reasonable efforts to cause its Sub-consultants to keep, accurate and systematic accounts and records in respect of the Services and in such form and detail as will clearly identify relevant time changes and costs.
- 21.6 The Consultant shall permit and shall cause its Sub-consultants to permit, the PPRA and/ or persons appointed by the PPRA to inspect the Site and /or all accounts and records relating to the performance of the Contract and the submission of the Proposal to provide the Services, and to have such accounts and records audited by auditors appointed by the PPRA if requested by the PPRA. The Consultant's attention is drawn to Clause GCC10 which provides, interlaid, that acts intended to materially impede the exercise of the PPRA's inspection and audit rights provided for under this ClauseGCC25.2 constitute a prohibited practice subject to contract termination (as well as to a determination of in eligibility under the PPRA's prevailing sanctions procedures.)

#### **35. Reporting Obligations**

- 21.7 The Consultant shall submit to the KRA the reports and documents specified in Appendix A, in the form, in the numbers and within the time periods set forth in the said Appendix.

#### **36. Proprietary Rights of the KRA in Reports and Records**

- 21.8 Unless otherwise indicated in the SCC, all reports and relevant data and information such as maps, diagrams, plans, databases, other documents and software, supporting records or material compiled or prepared by the Consultant for the KRA in the course of the Services shall be confidential and become and remain the absolute property of the KRA. The Consultant shall, not later than upon termination or expiration of this Contract, deliver all such documents to the KRA, together with a detailed inventory thereof. The Consultant may retain a copy of such documents, data and/or software but shall not use the same for purposes unrelated to this Contract without prior written approval of the KRA.
- 21.9 If license agreements are necessary or appropriate between the Consultant and third parties for purposes of development of the plans, drawings, specifications, designs, databases, other documents and software, the Consultant shall obtain the KRA's prior written approval to such agreements, and the KRA shall be entitled at its discretion to require recovering the expenses related to the development of the program(s) concerned. Other restrictions about the future use of these documents and software, if any, shall be specified in the SCC.

#### **37. Equipment, Vehicles and Materials**

- 21.10 Equipment, vehicles and materials made available to the Consultant by the KRA or purchased by the Consultant wholly or partly with funds provided by the KRA, shall be the property of the KRA and shall be marked accordingly. Upon termination or expiration of this Contract, the Consultant shall make available to the KRA an inventory of such equipment, vehicles and materials and shall dispose of such equipment, vehicles and materials in accordance with the KRA's instructions. While in possession of such equipment, vehicles and materials, the Consultant, unless otherwise instructed by the KRA in writing, shall insure them at the expense of the KRA in an amount equal to their full replacement value.
- 21.11 Any equipment or materials brought by the Consultant or its Experts into Kenya for the use either for the project or personal use shall remain the property of the Consultant or the Experts concerned, as applicable.

#### **D. Consultant's Experts and Sub-consultants**

##### **28. Description of Key Experts**

- 21.12 The title, agreed job description, minimum qualification and estimated period of engagement to carry out the Services of each of the Consultant's Key Experts are described in Appendix B.

##### **29. Replacement of Key Experts**

- 21.13 Except as the KRA may otherwise agree in writing, no changes shall be made in the Key Experts.
- 21.14 Notwithstanding the above, the substitution of Key Experts during Contract execution may be considered only based on the Consultant's written request and due to circumstances outside the reasonable control of the Consultant, including but not limited to death or medical incapacity. In such case, the Consultant shall forth with provide as a replacement, a person of equivalent or better qualifications and experience, and at the same rate of remuneration.

##### **30. Removal of Experts or Sub-consultants**

- 21.15 If the KRA finds that any of the Experts or Sub-consultant has committed serious misconduct or has been charged with having committed a criminal action, or shall the Procuring Entity determine that Consultant's Expert or Sub-consultant have engaged in corrupt, fraudulent, collusive, coercive [or obstructive] practice while performing the Services, the Consultant shall, at the KRA's written request, provide a replacement.
- 21.16 In the event that any of Key Experts, Non-Key Experts or Sub-consultants is found by the KRA to be incompetent or incapable in discharging assigned duties, the KRA, specifying the grounds therefore, may request the Consultant to provide a replacement.
- 21.17 Any replacement of the removed Experts or Sub-consultants shall possess better qualifications and experience and shall be acceptable to the KRA.
- 21.18 The Consultant shall bear all costs arising out of or incidental to any removal and/or replacement of such Experts.

## **E. Obligations of the KRA**

### **38. Assistance and Exemptions**

- 31.1 Unless otherwise specified in the SCC, the KRA shall use its best efforts to:
- a Assist the Consultant with obtaining work permits and such other documents as shall be necessary to enable the Consultant to perform the Services.
  - b Assist the Consultant with promptly obtaining, for the Experts and, if appropriate, their eligible dependents, all necessary entry and exit visas, residence permits, exchange permits and any other documents required for their stay in Kenya while carrying out the Services under the Contract.
  - c Facilitate prompt clearance through customs of any property required for the Services and of the personal effects of the Expert and their eligible dependents.
  - d Issue to officials, agents and representatives of the Government all such instructions and information as may be necessary or appropriate for the prompt and effective implementation of the Services.
  - e Assist the Consultant and the Experts and any Sub-consultants employed by the Consultant for the Services with obtaining exemption from any requirement to register or obtain any permit to practice their profession or to establish themselves either individually or as a corporate entity in Kenya according to the applicable law in Kenya.
- 32.2 Assist the Consultant, any Sub-consultants and the Experts of either of them with obtaining the privilege, pursuant to the applicable law in Kenya, of bringing in to Kenya reasonable amounts of foreign currency for the purposes of the Services or for the personal use of the Experts and of withdrawing any such amounts as may be earned therein by the Experts in the execution of the Services.
- 32.3 Provide to the Consultant any such other assistance as may be specified in the SCC.

### **39. Access to Project Site**

- 33.1 The KRA warrants that the Consultant shall have, free of charge, unimpeded access to the project site in respect of which access is required for the performance of the Services. The KRA will be responsible for any damage to the project site or any property thereon resulting from such access and will indemnify the Consultant and each of the experts in respect of liability for any such damage, unless such damage is caused by the willful default or negligence of the Consultant or any Sub-consultants or the Experts of either of them.

### **40. Change in the Applicable Law Related to Taxes and Duties**

- a If, after the date of this Contract, there is any change in the applicable law in Kenya with respect to taxes and duties which increases or decreases the cost incurred by the Consultant in performing the Services, then the remuneration and reimbursable expenses otherwise payable to the Consultant under this Contract shall be increased or decreased accordingly by agreement between the Parties hereto, and corresponding adjustments shall be made to the Contract price amount specified in Clause GCC 39.1

### **41. Services, Facilities and Property of the KRA**

- a The KRA shall make available to the Consultant and the Experts, for the purposes of the Services and free of any charge, the services, facilities and property described in the Terms of Reference (Appendix A) at the times and in the manner specified in said Appendix A.

### **42. Counterpart Personnel**

- a The KRA shall make available to the Consultant free of charge such professional and support counterpart

personnel, to be nominated by the KRA with the Consultant's advice, if specified in Appendix A.

- b. Professional and support counterpart personnel, excluding KRA's liaison personnel, shall work under the exclusive direction of the Consultant. If any member of the counterpart personnel fails to perform adequately any work as signed to such member by the Consultant that is consistent with the position occupied by such member, the Consultant may request the replacement of such member, and the KRA shall not unreasonably refuse to act upon such request.

### **43. Payment Obligation**

- a. In consideration of the Services performed by the Consultant under this Contract, the KRA shall make such payments to the Consultant for the deliverables specified in Appendix A and in such manner as is provided by GCCF below.

### **F. Payments to the Consultant**

#### **37. Contract Price**

- b. The Contract price is fixed and is set forth in the SCC. The Contract price breakdown is provided in Appendix C.
- c. Any change to the Contract price specified in Clause 38.1 can be made only if the Parties have agreed to the revised scope of Services pursuant to Clause GCC 16 and have amended in writing the Terms of Reference in Appendix A.

#### **38. Taxes and Duties**

- d. The Consultant, Sub-consultants and Experts are responsible for meeting any and all tax liabilities arising out of the Contract unless it is stated otherwise in the SCC.
- e. Any payment under this Contract shall be made in the currency (ies) of the Contract.

Currency of Payment

35.1 Any payment under this Contract shall be made in the currency (ies) of the Contract.

#### **39. Mode of Billing and Payment**

- f. The total payments under this Contract shall not exceed the Contract price set forth in Clause GCC 38.1.
- g. The payments under this Contract shall be made in lump-sum installments against deliverables specified in Appendix A. The payments will be made according to the payment schedule stated in the SCC.
- i. Advance payment: Unless otherwise indicated in the SCC, an advance payment shall be made against an advance payment bank guarantee acceptable to the KRA in an amount (or amounts) and in a currency (or currencies) specified in the SCC. Such guarantee (I) is to remain effective until the advance payment has been fully set off, and (ii) is to be in the form set forth in Appendix D, or in such other form as the KRA shall have approved in writing. The advance payments will be set off by the KRA in equal portions against the lump-sum installments specified in the SCC until said advance payments have been fully set off.

41.1.2 The Lump-Sum Installment Payments. The KRA shall pay the Consultant within sixty (60) days after the receipt by the KRA of the deliverable(s) and the cover invoice for the related lump-sum installment payment. The payment can be withheld if the KRA does not approve the submitted deliverable(s) as satisfactory in which case the KRA shall provide comments to the Consultant within the same sixty (60) days period. The Consultant shall thereupon promptly make any necessary corrections, and there after the fore going process shall be repeated.

41.1.3 The Final Payment: The final payment under this Clause shall be made only after the final report has been submitted by the Consultant and approved as satisfactory by the KRA. The Services shall then be deemed completed and finally accepted by the KRA. The last lump-sum installment shall be deemed approved for payment by the KRA within ninety (90) calendar days after receipt of the final report by the KRA unless the KRA, within such ninety (90) calendar day period, gives written notice to the Consultant specifying in detail deficiencies in the Services, the final report. The Consultant shall thereupon promptly make any necessary corrections, and there after the fore going process shall be repeated.

41.1.4 All payments under this Contract shall be made to the accounts of the Consultant specified in the SCC.

41.1.5 With the exception of the final payment under 41.2.3 above, payments do not constitute acceptance of the whole Services nor relieve the Consultant of any obligations here under.

#### **40. Interest on Delayed Payments**

35.2 If the KRA had delayed payments beyond thirty (30) days after the due date stated in Clause GCC 41.2.2, interest shall be paid to the Consultant on any amount due by, not paid on, such due date for each day of delay at the annual rate stated in the SCC.

#### **G. Fairness and Good Faith**

##### **41. Good Faith**

35.3 The Parties undertake to act in good faith with respect to each other's rights under this Contract and to adopt all reasonable measures to ensure the realization of the objectives of this Contract.

#### **H. Settlement of Disputes**

##### **42. Amicable Settlement**

35.3.1 The Parties shall seek to resolve any dispute amicably by mutual consultation.

35.3.2 If either Party objects to any action or inaction of the other Party, the objecting Party may file a written Notice of Dispute to the other Party providing in detail the basis of the dispute. The Party receiving the Notice of Dispute will consider it and respond in writing within fourteen (14) days after receipt. If that Party fails to respond within fourteen (14) days, or the dispute cannot be amicably settled within fourteen (14) days following the response of that Party, Clause GCC 45.1 shall apply.

##### **43. Dispute Resolution**

35.3.3 Any dispute between the Parties arising under or related to this Contract that cannot be settled amicably may be referred to by either Party to the adjudication/arbitration in accordance with the provisions specified in the SCC.

## SECTION 8: SPECIAL CONDITIONS OF CONTRACT

*[Notes in brackets are for guidance purposes only and should be deleted in the final text of the signed contract]*

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
1.1(a)	<p>The Contract shall be construed in accordance with the law of Kenya</p> <p><i>[Where the Parties may designate the law of another country, in which case the name of the respective country should be inserted, and the name of Kenya should be removed.]</i></p>
4.1	<p>The language is: English</p>
6.1 and 6.2	<p>The addresses are <i>[fill in at negotiations with the selected firm]</i>:</p> <p>Procuring Entity: _____            Attention: _____            Facsimile: _____            E-mail: _____</p> <p>Consultant: _____            Attention: _____            Facsimile: _____            E-mail: _____</p>
8.1	<p><i>[If the Consultant consists only of one entity, state "N/A";</i>  <i>OR</i>  <i>If the Consultant is a Joint Venture consisting of more than one entity, the name of the JV member whose address is specified in Clause SCC6.1 should be inserted here.]</i>            The Lead Member on behalf of the JV is _____ <i>[insert name of the member]</i></p>
9.1	<p>The Authorized Representatives are:</p> <p>For the Procuring Entity: _____ <i>[name, title]</i>_____</p> <p>For the Consultant: _____ <i>[name, title]</i>_____</p>
11.1	<p>The effectiveness conditions are the following:  <i>[Note: If there are no effectiveness conditions, state "N/A"]</i></p> <p><i>OR</i></p> <p><i>List here any conditions of effectiveness of the Contract, e.g., receipt by the Consultant of an advance payment, and by the Procuring Entity of an advance payment guarantee (see Clause SCC45.1(a)), etc.]</i></p>
12.1	<p>Termination of Contract for Failure to Become Effective:</p> <p>The time period shall be _____ <i>[insert time period, e.g.: four months]</i>.</p>
13.1	<p>Commencement of Services:</p> <p>The number of days shall be _____ <i>[e.g.: ten]</i>.</p> <p>Confirmation of Key Experts' availability to start the Assignment shall be submitted to the Procuring Entity in writing as a written statement signed by each Key Expert.</p>
14.1	<p>Expiration of Contract:</p> <p>The time period shall be _____ <i>[insert time period, e.g.: twelve months]</i>.</p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
21.1.3.	<p>The Procuring Entity reserves the right to determine on a case-by-case basis whether the Consultant should be disqualified from providing goods, works or non-consulting services due to a conflict of a nature described in Clause GCC 21.1.3</p> <p>Yes: _____ No: _____</p>
23.1	<p>No additional provisions.</p> <p><i>[OR</i></p> <p>The following limitation of the Consultant’s Liability towards the Procuring Entity can be subject to the Contract’s negotiations:</p> <p>“Limitation of the Consultant’s Liability towards the Procuring Entity:</p> <p>(a) Except in the case of gross negligence or willful misconduct on the part of the Consultant or on the part of any person or a firm acting on behalf of the Consultant in carrying out the Services, the Consultant, with respect to damage caused by the Consultant to the Procuring Entity’s property, shall not be liable to the Procuring Entity:</p> <p style="padding-left: 40px;">(i) for any indirect or consequential loss or damage; and</p> <p style="padding-left: 40px;">(ii) for any direct loss or damage that exceeds two times the total value of the Contract;</p> <p>(b) This limitation of liability shall not</p> <p style="padding-left: 20px;">(i) affect the Consultant’s liability, if any, for damage to Third Parties caused by the Consultant or any person or firm acting on behalf of the Consultant in carrying out the Services;</p> <p style="padding-left: 20px;">(ii) be construed as providing the Consultant with any limitation or exclusion from liability which is prohibited by the Applicable Law.</p> <p><i>[Notes to the Procuring Entity and the Consultant:</i></p> <p><i>Any suggestions made by the Consultant in the Proposal to introduce exclusions/limitations of the Consultant’s liability under the Contract should be carefully scrutinized by the Procuring Entity <u>prior to accepting any changes</u> to what was included in the issued RFP.</i></p> <p><i>To be acceptable to the Procuring Entity, any limitation of the Consultant’s liability should at the very least be reasonably related to (a) the damage the Consultant might potentially cause to the Procuring Entity, and (b) the Consultant’s ability to pay compensation using its own assets and reasonably obtainable insurance coverage. The Consultant’s liability shall not be limited to less than a multiplier of the total payments to the Consultant under the Contract for remuneration and reimbursable expenses. <u>A statement to the effect that the Consultant is liable only for the re-performance of faulty Services is not acceptable to the Procuring Entity.</u> Also, the Consultant’s liability should never be limited for loss or damage caused by the Consultant’s gross negligence or willful misconduct.</i></p> <p><i>The Procuring Entity does not accept a provision to the effect that the Procuring Entity shall indemnify and hold harmless the Consultant against Third Party claims, except, of course, if a claim is based on loss or damage caused by a default or wrongful act of the Procuring Entity to the extent permissible by the law applicable in Kenya.]</i></p>
24.1	<p>The insurance coverage against the risks shall be as follows:</p> <p><i>[Delete what is not applicable except (a)].</i></p> <p>(a) Professional liability insurance, with a minimum coverage of _____  <i>[insert amount and currency which should be not less than the total ceiling amount of the Contract];</i></p> <p>(b) Third Party motor vehicle liability insurance in respect of motor vehicles operated in the Procuring Entity’s country by the Consultant or its Experts or Sub-consultants, with a</p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
	<p>minimum coverage of <i>[insert amount and currency or state “in accordance with the applicable law in the Procuring Entity’s country”]</i>;</p> <p>(c) Third Party liability insurance, with a minimum coverage of <i>[insert amount and currency or state “in accordance with the applicable law in Kenya”]</i>;</p> <p>(d) employer’s liability and workers’ compensation insurance in respect of the experts and Sub-consultants in accordance with the relevant provisions of the Applicable Law in Kenya, as well as, with respect to such Experts, any such life, health, accident, travel or other insurance as may be appropriate; and</p> <p>(e) insurance against loss of or damage to (i) equipment purchased in whole or in part with funds provided under this Contract, (ii) the Consultant’s property used in the performance of the Services, and (iii) any documents prepared by the Consultant in the performance of the Services.</p>
27.1	<p>The additional rights to the use of the documents are: <i>[If applicable, insert any exceptions to proprietary rights provisions]</i></p>
27.2	<p><i>[If there is to be no restriction on the future use of these documents by either Party, this Clause SCC 27.2 should be indicated as Not Applicable.</i></p> <p><i>If the Parties wish to restrict such use, any of the following options, or any other option agreed to by the Parties, could be used:</i></p> <p><i>[The Consultant shall not use these [insert what applies..... documents and software.... ] for purposes unrelated to this Contract without the prior written approval of the Procuring Entity.]</i></p> <p><i>[OR]</i></p> <p><i>[The Procuring Entity shall not use these [insert what applies..... documents and software.....] for purposes unrelated to this Contract without the prior written approval of the Consultant.]</i></p> <p><i>[OR]</i></p> <p><i>[Neither Party shall use these [insert what applies..... documents and software.....] for purposes unrelated to this Contract without the prior written approval of the other Party.]</i></p>
32.1 (a) through (f)	<p><i>[List here any changes or additions to Clause GCC 32.1. If there are no such changes or additions, indicate Not Applicable.]</i></p>
32.1(g)	<p><i>[List here any other assistance to be provided by the Procuring Entity. If there is no such other assistance, indicate Not Applicable for this Clause SCC 32.1(g).]</i></p>
38.1	<p>The Contract price is: _____ <i>[insert amount and currency for each currency as applicable] [indicate: inclusive or exclusive]</i> of local taxes.</p> <p>Any local taxes chargeable in respect of this Contract for the Services provided by the Consultant shall <i>[insert as appropriate: “be paid” or “reimbursed”]</i> by the Procuring Entity <i>[insert as appropriate: “for “or “to”]</i> the Consultant.</p> <p>The amount of such taxes is _____ <i>[insert the amount as finalized at the Contract’s negotiations on the basis of the tax amounts provided by the Consultant in Form FIN-2 of the Consultant’s Financial Proposal.</i></p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
39.1 and 39.2	<p><i>[The Procuring Entity, depending on the source of funds and tax exemptions already granted by the Government, shall decide whether the Consultant (i) should be exempted from local tax, or (ii) should be reimbursed by the Procuring Entity for any such tax they might have to pay (or that the Procuring Entity would pay such tax on behalf of the Consultant)]</i></p> <p>The Procuring Entity warrants that <i>[choose one applicable option consistent with the ITC 16.3 and the outcome of the Contract’s negotiations (Form FIN-2)]</i></p> <p><i>If ITC16.3 indicates a tax exemption status, include the following: “the Consultant, the Sub-consultants and the Experts shall be exempt from”</i></p> <p><i>OR</i></p> <p><i>If ITC16.3 does not indicate the exemption and, depending on whether the Procuring Entity shall pay the withholding tax or the Consultant has to pay, include the following:</i></p> <p><i>“the Procuring Entity shall pay on behalf of the Consultant, the Sub-consultants and the Experts,” OR “the Procuring Entity shall reimburse the Consultant, the Sub-consultants and the Experts ”]</i></p> <p>any taxes, duties, fees, levies and other impositions imposed, under the applicable law in the Procuring Entity’s country, on the Consultant, the Sub-consultants and the Experts in respect of:</p> <p>(a) any payments whatsoever made to the Consultant, Sub-consultants and the Experts (other than nationals or permanent residents of Kenya), in connection with the carrying out of the Services;</p> <p>(b) any equipment, materials and supplies brought into Kenya by the Consultant or Sub-consultants for the purpose of carrying out the Services and which, after having been brought into such territories, will be subsequently withdrawn by them;</p> <p>(c) any equipment imported for the purpose of carrying out the Services and paid for out of funds provided by the Procuring Entity and which is treated as property of the Procuring Entity;</p> <p>(d) any property brought into Kenya by the Consultant, any Sub-consultants or the Experts (other than nationals or permanent residents of Kenya), or the eligible dependents of such experts for their personal use and which will subsequently be withdrawn by them upon their respective departure from the Procuring Entity’s country, provided that:</p> <p>(i) the Consultant, Sub-consultants and experts shall follow the usual customs procedures of Kenya in importing property into Kenya; and</p> <p>(ii) if the Consultant, Sub-consultants or Experts do not withdraw but dispose of any property in the Procuring Entity’s country upon which customs duties and taxes have been exempted, the Consultant, Sub-consultants or Experts, as the case may be, (a) shall bear such customs duties and taxes in conformity with the regulations of Kenya, or (b) shall reimburse them to the Procuring Entity if they were paid by the Procuring Entity at the time the property in question was brought into the Procuring Entity’s country.</p>
40.2	<p>The payment schedule:</p> <p><i>[Payment of installments shall be linked to the deliverables specified in the Terms of Reference in Appendix A]</i></p> <p>1<sup>st</sup> payment: <i>[insert the amount of the installment, percentage of the total Contract price, and the currency. If the first payment is an advance payment, it shall be made against the bank guarantee for the same amount as per GCC 41.2.1]. E.g. “Twenty (20) percent of the lumpsum contract price shall be paid upon submission and approval of the Inception Report</i></p> <p>2<sup>nd</sup> payment: Example: Sixty (60) percent of the lumpsum Contract Price shall be paid upon submission of an acceptable Draft Report.</p> <p>3<sup>rd</sup> and Final Payment: Example: Twenty (20) percent of the lumpsum Contract Price shall be paid upon submission and approval of the Final Report.</p> <p><i>[Total sum of all installments shall not exceed the Contract price set up in SCC38.1. Every Payment shall be subject to (i) submission to the Procuring Entity of the prerequisite Report</i></p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
	<i>and/or payment request documents, and, (ii) approval and acceptance of the said reports and documents by the Procuring Entity]</i>
40.2.1	<p><i>[The advance payment could be in either the foreign currency, or the local currency, or both; select the correct wording in the Clause here below. The advance bank payment guarantee should be in the same currency(ies)]</i></p> <p>The following provisions shall apply to the advance payment and the advance bank payment guarantee:</p> <p>(1) An advance payment [of <i>[insert amount]</i> in foreign currency] [and of <i>[insert amount]</i> in Kenya Shillings] shall be made within <i>[insert number]</i> days after the receipt of an advance bank payment guarantee by the Procuring Entity. The advance payment will be set off by the Procuring Entity in equal portions against [list the payments against which the advance is offset].</p> <p>(2) The advance bank payment guarantee shall be in the amount and in the currency of the currency (ies) of the advance payment.</p> <p>(3) The bank guarantee will be released when the advance payment has been fully set off.</p>
40.2.4	<p>The accounts are:</p> <p>for foreign currency: <i>[insert account]</i>.</p> <p>for local currency: <i>[insert account]</i>.</p>
41.1	The interest rate is: <i>[insert rate]</i> .
44.1	<p>Disputes shall be settled by arbitration in accordance with the following provisions:</p> <p>1. <u>Selection of Arbitrators</u>. Each dispute submitted by a Party to arbitration shall be heard by a sole arbitrator or an arbitration panel composed of three (3) arbitrators, in accordance with the following provisions:</p> <p>(a) Where the Parties agree that the dispute concerns a technical matter, they may agree to appoint a sole arbitrator or, failing agreement on the identity of such sole arbitrator within thirty (30) days after receipt by the other Party of the proposal of a name for such an appointment by the Party who initiated the proceedings, either Party may apply to <i>[name an appropriate international professional body, e.g., the Federation Internationale des Ingenieurs-Conseil (FIDIC) of Lausanne, Switzerland]</i> for a list of not fewer than five (5) nominees and, on receipt of such list, the Parties shall alternately strike names therefrom, and the last remaining nominee on the list shall be the sole arbitrator for the matter in dispute. If the last remaining nominee has not been determined in this manner within sixty (60) days of the date of the list, <i>[insert the name of the same professional body as above]</i> shall appoint, upon the request of either Party and from such list or otherwise, a sole arbitrator for the matter in dispute.</p> <p>(b) Where the Parties do not agree that the dispute concerns a technical matter, the Procuring Entity and the Consultant shall each appoint one (1) arbitrator, and these two arbitrators shall jointly appoint a third arbitrator, who shall chair the arbitration panel. If the arbitrators named by the Parties do not succeed in appointing a third arbitrator within thirty (30) days after the latter of the two (2) arbitrators named by the Parties has been appointed, the third arbitrator shall, at the request of either Party, be appointed by <i>[name an appropriate international appointing authority, e.g., the Secretary General of the Permanent Court of Arbitration, The Hague; the Secretary General of the International Centre for Settlement of Investment Disputes, Washington, D.C.; the International Chamber of Commerce, Paris; etc.]</i>.</p> <p>(c) If, in a dispute subject to paragraph (b) above, one Party fails to appoint its arbitrator</p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
	<p>within thirty (30) days after the other Party has appointed its arbitrator, the Party which has named an arbitrator may apply to the <i>[name the same appointing authority as in said paragraph (b)]</i> to appoint a sole arbitrator for the matter in dispute, and the arbitrator appointed pursuant to such application shall be the sole arbitrator for that dispute.</p>
	<p>2. <u>Rules of Procedure.</u> Except as otherwise stated herein, arbitration proceedings shall be conducted in accordance with the rules of procedure for arbitration of the United Nations Commission on International Trade Law (UNCITRAL) as in force on the date of this Contract.</p> <p>3. <u>Substitute Arbitrators.</u> If for any reason an arbitrator is unable to perform his/her function, a substitute shall be appointed in the same manner as the original arbitrator.</p> <p>4. <u>Nationality and Qualifications of Arbitrators.</u> The sole arbitrator or the third arbitrator appointed pursuant to paragraphs 1(a) through 1(c) above shall be an internationally recognized legal or technical expert with extensive experience in relation to the matter in dispute and shall not be a national of the Consultant's home country <i>[If the Consultant consists of more than one entity, add: or of the home country of any of their members or Parties]</i> or of the Government's country. For the purposes of this Clause, "home country" means any of:</p> <p>(a) the country of incorporation of the Consultant <i>[If the Consultant consists of more than one entity, add: or of any of their members or Parties];</i> or</p> <p>(b) the country in which the Consultant's [or any of their members' or Parties'] principal place of business is located; or</p> <p>(c) the country of nationality of a majority of the Consultant's [or of any members' or Parties'] shareholders; or</p> <p>(d) the country of nationality of the Sub-consultants concerned, where the dispute involves a subcontract.</p>
	<p>5. <u>Miscellaneous.</u> In any arbitration proceeding hereunder:</p> <p>(a) proceedings shall, unless otherwise agreed by the Parties, be held in <i>[select a country which is neither the Procuring Entity's country nor the Consultant's country];</i></p> <p>(b) the <i>[type of language]</i> language shall be the official language for all purposes; and</p> <p>(c) the decision of the sole arbitrator or of a majority of the arbitrators (or of the third arbitrator if there is no such majority) shall be final and binding and shall be enforceable in any court of competent jurisdiction, and the Parties hereby waive any objections to or claims of immunity in respect of such enforcement.</p>

## SECTION 9: APPENDICES

### Appendix A – Terms of Reference

[Note: This Appendix shall include the final Terms of Reference (TORs) worked out by the KRA and the Consultant during the negotiations; dates for completion of various tasks; location of performance for different asks; detailed reporting requirements and list of deliverables against which the payments to the Consultant will be made; ProcuringEntity's input, including counterpart personnel assigned by the Procuring Entity to work on the Consultant's team; specific tasks or actions that require prior approval by the Procuring Entity.]

Insert the text based on the Section 5 (Terms of Reference) of the ITC in the RFP and modified based on the Forms TECH-1 through TECH-5 of the Consultant's Proposal. Highlight the changes to Section 5 of the RFP]

### Appendix B - Key Experts

[Insert a table based on Form TECH-6 of the Consultant's Technical Proposal and finalized at the Contract's negotiations. Attach the CVs (updated and signed by the respective Key Experts) demonstrating the qualifications of Key Experts.]

### Appendix C – Breakdown of Contract Price

[Insert the table with the unit rates to arrive at the breakdown of the lump-sum price. The table shall be based on [Form FIN-3 and FIN-4] of the Consultant's Proposal and reflect any changes agreed at the Contract negotiations, if any. The footnote shall list such changes made to [Form FIN-3 and FIN-4] at the negotiations or state that none has been made.]

### Appendix D - Form of Advance Payment Guarantee

[Note: See Clause GCC 41.2.1 and SCC 41.2.1]

Bank Guarantee for Advance Payment \_\_\_\_\_ [Bank's Name and Address of Issuing Branch or Office] Beneficiary: \_\_\_\_\_ [Name and Address of KRA]  
Date: \_\_\_\_\_

ADVANCEPAYMENTGUARANTEE No.: \_\_\_\_\_

We have been informed that \_\_\_\_\_ [name of Consultant or a name of the Joint Venture, same as appears on the signed Contract] (herein after called "the Consultant") has entered into Contract No. \_\_\_\_\_ [reference number of the contract] dated \_\_\_\_\_ with you, for the provision of \_\_\_\_\_ [brief description of Services] (herein after called "the Contract").

Furthermore, we understand that, according to the conditions of the Contract, an advance payment in the sum of \_\_\_\_\_ [amount in figures] ( ) [amount in words] is to be made against an advance payment guarantee.

At the request of the Consultant, we \_\_\_\_\_ [name of bank] here by irrevocably undertake to pay you any sum or sums not exceeding in total an amount of \_\_\_\_\_ [amount in figures] ( ) [amount in words] upon receipt by us of your first demand in writing accompanied by a written statement stating that the Consultant are in breach of their obligation under the Contract because the Consultant have used the advance payment for purposes other than toward providing the Services under the Contract.

It is a condition for any claim and payment under this guarantee to be made that the advance payment referred to above must have been received by the Consultant on their account number \_\_\_\_\_ at \_\_\_\_\_ [name and address of bank].

The maximum amount of this guarantee shall be progressively reduced by the amount of the advance payment repaid by the Consultant as indicated in copies of certified monthly statements which shall be presented to us. This guarantee shall expire, at the latest, upon our receipt of the monthly payment certificate indicating that the Consultant has made Full repayment of the amount of the advance payment, or on the day of \_\_\_\_\_, <sup>2</sup> whichever is earlier.

Consequently, any demand for payment under this guarantee must be received by us at this office on or before that

date.

*[Signature]*

*Note: All italicized text is for indicative purposes only to assist in preparing this form and shall be deleted from the final product.*

## **Appendix E - Preface**

This Section includes a Time-Based Contract. It includes General Conditions of Contract (“GCC”) that shall not be modified, and Special Conditions of Contract (“SCC”). The SCC include clauses specific to each contract to supplement, but not over-write or otherwise contradict, the General Conditions of Contract.

Time-Based Contract. This type of contract is appropriate when it is difficult to define or fix the scope and the duration of the services, either because they are related to activities carried out by others for which the completion period may vary, or because the input of the consultants required for attaining the objectives of the assignment is difficult to assess. In time-based contracts the Consultant provides services on a timed basis according to quality specifications, and Consultant's remuneration is determined on the basis of the time actually spent by the Consultant in carrying out the Services and is based on (i) agreed upon unit rates for the Consultant's experts multiplied by the actual time spent by the experts in executing the assignment, and (ii) reimbursable expenses using actual expenses and/or agreed unit prices. This type of contract requires the KRA to closely supervise the Consultant and to be involved in the daily execution of the assignment.

The template is designed for use in assignments with consulting firms and shall not be used for contracting of individual experts. In some consultancy assignments such as design and construction supervision, both Lump-Sum and Time- Based Contracts are used and signed with the Consultant. In that case, the Lump-Sum Contract would apply for the design part of the Services while the construction supervision part would be based on a Time-Based Contract. In such event; both types of contracts shall be signed at the same time.

In case a Time-Based Contract is not used, please delete the contract template for time-based contract before issuance of the RFP to Consultants.

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<sup>1</sup>The Guarantor shall insert an amount representing the amount of the advance payment and denominated either in the currency (ies) of the advance payment as Specified in the Contract, or in a freely convertible currency acceptable to the KRA.

<sup>2</sup>Insert the expected expiration date. In the event of an extension of the time for completion of the Contract the KRA would need to request an extension of This guarantee from the Guarantor. Such request must be in writing and must be made prior to the expiration date established in the guarantee. In preparing this guarantee, the KRA might consider adding the following text to the form, at the end of the pen ultimate paragraph: “The Guarantor agrees to a one-time extension of this guarantee for a period not to exceed [six months] [one year], in response to the KRA's written request for such extension, such request to be presented to the Guarantor before the expiry of the guarantee.”

## Appendix F - Contract for Consultant's Services

### TIME-BASED CONTRACT

Consulting Services for:

Contract No.: \_\_\_\_\_

Contract Description: \_\_\_\_\_

between

*[Name of the KRA]* and

*[Name of the Consultant]*

Date:

## Appendix G - Form of Contract-Time-Based

(Text in brackets [ ] is optional; all notes should be deleted in the final text)

This CONTRACT (hereinafter called the "Contract") is made the [number] day of the month of [month], [year], between, on the one hand, [name of KRA] (herein after called the "KRA") and, on the other hand, [name of Consultant] (hereinafter called the "Consultant").

*[Note: If the Consultant consist of more than one entity, the above should be partially amended to read as follows: "... (herein after called the "KRA") and, on the other hand, a Joint Venture (name of the JV) consisting of the following entities, each member of which will be jointly and severally liable to the KRA for all the Consultant's obligations under this Contract, namely, [name of member] and [name of member] (hereinafter called the "Consultant").]*

### WHEREAS

- a) the KRA has requested the Consultant to provide certain consulting services as defined in this Contract (hereinafter called the "Services");
- b) the Consultant, having represented to the KRA that it has the required professional skills, expertise and technical resources, has agreed to provide the Services on the terms and conditions set forth in this Contract;
- c) The KRA has set aside a budget and funds towards the cost of the services and intends to apply a portion of the funds to eligible payments under the Contract.

NOW THEREFORE the parties hereto hereby agree as follows:

1. The following documents attached here to shall be deemed to form an integral part of this Contract:
  - a) The General Conditions of Contract;
  - b) The Special Conditions of Contract;
  - c) Appendices:
    - Appendix A: Terms of Reference
    - Appendix B: Key Experts
    - Appendix C: Remuneration Cost Estimates
    - Appendix D: Reimbursable Cost Estimates
    - Appendix E: Form of Advance Payments Guarantee

In the event of any inconsistency between the documents, the following order of precedence shall prevail: The Special Conditions of Contract; the General Conditions of Contract; Appendix A; Appendix B; Appendix C and Appendix D; Appendix E. Any reference to this Contract shall include, where the context permits, a reference to its Appendices.

2. The mutual rights and obligations of the Procuring Entity and the Consultant shall be as set forth in the Contract, in particular:
  - a) The Consultant shall carry out the Services in accordance with the provisions of the Contract; and
  - b) The KRA shall make payments to the Consultant in accordance with the provisions of the Contract.

IN WITNESS WHERE OF, the Parties here to have caused this Contract to be signed in their respective names as of the day and year first above written.

For and on behalf of \_\_\_\_\_ [Name of KRA] [Authorized Representative of the KRA—name title and signature]

For and on behalf of \_\_\_\_\_ [Name of Consultant or Name of a Joint Venture] [Authorized Representative of the Consultant—name and signature]

*[Note: For a joint venture, either all members shall sign or only the lead member, in which case the power of attorney to sign on behalf of all members shall be attached.]*

For and on behalf of each of the members of the Consultant..... [insert the name of the Joint Venture]  
[Name of the lead member]  
[Authorized Representative on behalf of a Joint Venture] [add signature blocks for each member if all are signing]

## SECTION 10: GENERAL CONDITIONS OF CONTRACT

(Text in brackets [ ] is optional; all notes should be deleted in the final text)

This CONTRACT (hereinafter called the “Contract”) is made the *[number]* day of the month of *[month]*, *[year]*, between, on the one hand, *[name of Procuring Entity]* (herein after called the “Procuring Entity”) and, on the other hand, *[name of Consultant]* (hereinafter called the “Consultant”).

*[Note: If the Consultant consist of more than one entity, the above should be partially amended to read as follows: “... (herein after called the “Procuring Entity”) and, on the other hand, a Joint Venture (name of the JV) consisting of the following entities, each member of which will be jointly and severally liable to the Procuring Entity for all the Consultant's obligations under this Contract, namely, [name of member] and [name of member] (hereinafter called the “Consultant”).]*

### WHEREAS

- d) the Procuring Entity has requested the Consultant to provide certain consulting services as defined in this Contract (hereinafter called the “Services”);
- e) the Consultant, having represented to the Procuring Entity that it has the required professional skills, expertise and technical resources, has agreed to provide the Services on the terms and conditions set forth in this Contract;
- f) The Procuring Entity has set aside a budget and funds towards the cost of the services and intends to apply a portion of the funds to eligible payments under the Contract.

NOW THEREFORE the parties hereto hereby agree as follows:

- 3. The following documents attached here to shall be deemed to form an integral part of this Contract:
  - a) The General Conditions of Contract;
  - b) The Special Conditions of Contract;
  - c) Appendices:
    - Appendix A: Terms of Reference
    - Appendix B: Key Experts
    - Appendix C: Remuneration Cost Estimates
    - Appendix D: Reimbursable Cost Estimates
    - Appendix E: Form of Advance Payments Guarantee

In the event of any inconsistency between the documents, the following order of precedence shall prevail: The Special Conditions of Contract; the General Conditions of Contract; Appendix A; Appendix B; Appendix C and Appendix D; Appendix E. Any reference to this Contract shall include, where the context permits, a reference to its Appendices.

- 4. The mutual rights and obligations of the Procuring Entity and the Consultant shall be as set forth in the Contract, in particular:
  - a) The Consultant shall carry out the Services in accordance with the provisions of the Contract; and
  - b) The Procuring Entity shall make payments to the Consultant in accordance with the provisions of the Contract.

IN WITNESS WHERE OF, the Parties here to have caused this Contract to be signed in their respective names as of the day and year first above written.

For and on behalf of \_\_\_\_\_ *[Name of Procuring Entity] [Authorized Representative of the Procuring Entity—name title and signature]*

For and on behalf of \_\_\_\_\_ *[Name of Consultant or Name of a Joint Venture] [Authorized Representative of the Consultant—name and signature]*

*[Note: For a joint venture, either all members shall sign or only the lead member, in which case the power of attorney to sign on behalf of all members shall be attached.]*

For and on behalf of each of the members of the Consultant..... *[insert the name of the Joint Venture]*  
*[Name of the lead member]*  
*[Authorized Representative on behalf of a Joint Venture] [add signature blocks for each member if all are signing]*

## **A. GENERAL PROVISIONS**

### **1. Definitions**

- 1.1 Unless the context otherwise requires, the following terms whenever used in this Contract have the following meanings:
- a) “Applicable Law” means the laws and any other instruments having the force of law in Kenya.
  - b) “Procuring Entity” means the Procuring Entity that signs the Contract for the Services with the Selected Consultant.
  - c) “Consultant” means a legally - established professional consulting firm or entity selected by the Procuring Entity to provide the Services under the signed Contract.
  - d) “Contract” means the legally binding written agreement signed between the Procuring Entity and the Consultant and which includes all the attached documents listed in its paragraph 1 of the Form of Contract (the General Conditions (GCC), the Special Conditions (SCC), and the Appendices).
  - e) “Day” means a working day unless indicated otherwise.
  - f) “Effective Date” means the date on which this Contract comes into force and effect pursuant to Clause GCC11.
  - g) “Experts” means, collectively, Key Experts, Non-Key Experts, or any other personnel of the Consultant, Sub-consultant or JV member(s) assigned by the Consultant to perform the Services or any part thereof under the Contract.
  - h) “Foreign Currency” means any currency other than the Kenya Shilling.
  - i) “GCC” means these General Conditions of Contract.
  - j) “Government” means the government of Kenya.
  - k) “Joint Venture (JV)” means an association with or without a legal personality distinct from that of its members, of more than one entity where one member has the authority to conduct all businesses for and on behalf of any and all the members of the JV, and where the members of the JV are jointly and severally liable to the Procuring Entity for the performance of the Contract.
  - l) “Key Expert(s)” means an individual professional whose skills, qualifications, knowledge and experience are critical to the performance of the Services under the Contract and whose Curricula Vitae (CV) was taken in to account in the technical evaluation of the Consultant's proposal.
  - m) “Local Currency” means the Kenya Shilling.
  - n) “Non-Key Expert(s)” means an individual professional provided by the Consultant or its Sub-consultant to perform the Services or any part thereof under the Contract.
  - o) “Party” means the Procuring Entity or the Consultant, as the case may be, and “Parties” means both.
  - p) “SCC” means the Special Conditions of Contract by which the GCC may be amended or supplemented but not over-written.
  - q) “Services” means the work to be performed by the Consultant pursuant to this Contract, as described in Appendix A hereto.
  - r) “Sub-consultants” means an entity to whom/which the Consultant subcontracts any part of the Services while remaining solely liable for the execution of the Contract.
  - s) “Third Party” means any person or entity other than the Government, the Procuring Entity, the Consultant or a Sub-consultant.

### **2. Relationship between the Parties**

- 2.1 Nothing contained here in shall be construed as establishing a relationship of master and servant or of principal and agent as between the Procuring Entity and the Consultant. The Consultant, subject to this Contract, has complete charge of the Experts and Sub-consultants, if any, performing the Services and shall be fully responsible for the Services performed by the moron their behalf here under.

### **3. Law Governing Contract**

- 2.2 This Contract, its meaning and interpretation, and the relation between the Parties shall be governed by the Applicable Law.

#### **4. Language**

2.3 This Contract has been executed in the language specified in the SCC, which shall be the binding and controlling language for all matters relating to the meaning or interpretation of this Contract.

#### **5. Headings**

2.4 The headings shall not limit, alter or affect the meaning of this Contract.

#### **6. Communications**

2.5 Any communication required or permitted to be given or made pursuant to this Contract shall be in writing in the language specified in Clause GCC4. Any such notice, request or consent shall be deemed to have been given or made when delivered in person to an authorized representative of the Party to whom the communication is addressed, or when sent to such Party at the address specified in the SCC.

2.6 A party may change its address for notice here under by giving the other Party any communication of such change to the address specified in the SCC.

#### **7. Location**

The Services shall be performed at such locations as are specified in Appendix A here to and, where the location of a particular task is not so specified, at such locations, whether in Kenya or elsewhere, as the Procuring Entity may approve.

#### **8. Authority of Member in Charge**

2.7 In case the Consultant is a Joint Venture, the members hereby authorize the member specified in the SCC to act on their behalf in exercising all the Consultant's rights and obligations towards the Procuring Entity under this Contract, including without limitation the receiving of instructions and payments from the Procuring Entity.

#### **9. Authorized Representatives**

2.8 Any action required or permitted to be taken, and any document required or permitted to be executed under this Contract by the Procuring Entity or the Consultant may be taken or executed by the officials specified in the SCC.

#### **10. Corrupt and Fraudulent Practices**

2.9 The Government requires compliance with its policy and laws in regard to corrupt and fraudulent or prohibited practices as set forth in its laws and policies.

##### **a. Commissions and Fees**

2.10 The Procuring Entity requires the Consultant to disclose any commissions, gratuities or fees that may have been paid or are to be paid to agents or any other party with respect to the selection process or execution of the Contract. The information disclosed must include at least the name and address of the agent or the other party, the amount and currency, and the purpose of the commission, gratuity or fee. Failure to disclose such commissions, gratuities or fees may result in termination of the Contract by the Procuring Entity and/or sanctions by the PPRA.

Commencement, Completion, Modification and Termination of Contract.

#### **11. Effectiveness of Contract**

2.11 This Contract shall come into force and effect on the date (the "Effective Date") of the Procuring Entity's notice to the Consultant instructing the Consultant to begin carrying out the Services. This notice shall confirm that the effectiveness conditions, if any, listed in the SCC have been met.

#### **12. Termination of Contract for Failure to Become Effective**

2.12 If this Contract has not become effective within such time period after the date of Contract signature as specified in the SCC, either Party may, by not less than twenty-two (22) days written notice to the other Party, declare this contract to be null and void, and in the event of such a declaration by either Party, neither Party shall have any claim against the other Party with respect hereto.

#### **13. Commencement of Services**

2.13 The Consultant shall confirm availability of Key Experts and begin carrying out the Services not later than the number of days after the Effective Date specified in the SCC.

## **14. Expiration of Contract**

- 14.1 Unless terminated earlier pursuant to Clause GCC 19 hereof, this Contract shall expire at the end of such time period after the Effective Date as specified in the SCC.

## **15. Entire Agreement**

- 14.2 This Contract contains all covenants, stipulations and provisions agreed by the Parties. No agent or representative of either Party has authority to make, and the Parties shall not be bound by or be liable for, any statement, representation, promise or agreement not set forth herein.

## **16. Modifications or Variations**

- 14.3 Any modification or variation of the terms and conditions of this Contract, including any modification or variation of the scope of the Services, may only be made by written agreement between the Parties. However, each Party shall give due consideration to any proposals for modification or variation made by the other Party.

### **14.4 In cases of substantial modifications or variations.**

## **17. Force Majeure**

### **a. Definition**

- 14.5 For the purposes of this Contract, "Force Majeure" means an event which is beyond the reasonable control of a Party, is not foreseeable, is unavoidable, and makes a Party's performance of its obligations here under impossible or so impractical as reasonably to be considered impossible under the circumstances, and subject to those requirements, includes, but is not limited to, war, riots, civil disorder, earthquake, fire, explosion, storm, flood or other adverse weather conditions, strikes, lockouts or other industrial action confiscation or any other action by Government agencies.
- 14.6 Force Majeure shall not include (i) any event which is caused by then negligence or intentional action of a Party or such Party's Experts, Sub-consultants or agents or employees, nor (ii) any event which a diligent Party could reasonably have been expected to both take into account at the time of the conclusion of this Contract and avoid or overcome in the carrying out of its obligations here under.
- 14.7 Force Majeure shall not include in sufficiency of funds or failure to make any payment required here under.

### **b. No Breach of Contract**

- 14.8 The failure of a Party to fulfill any of its obligations here under shall not be considered to be a breach of, or default under, this Contract in so far as such inability arises from an event of Force Majeure, provided that the Party affected by such an event has taken all reasonable precautions, due care and reasonable alternative measures, all with the objective of carrying out the terms and conditions of this Contract.

### **c. Measures to be taken**

- 14.9 A party affected by an event of Force Majeure shall continue to perform its obligations under the Contract as far as is reasonably practical and shall take all reasonable measures to minimize the consequences of any event of Force Majeure.
- 14.10 A Party affected by an event of Force Majeure shall notify the other Party of such event as soon as possible, and in any case not later than fourteen (14) calendar days following the occurrence of such event, providing evidence of the nature and cause of such event, and shall similarly give written notice of the restoration of normal conditions as soon as possible.
- 14.11 Any period within which a Party shall, pursuant to this Contract, complete any action or task, shall be extended for a period equal to the time during which such Party was unable to perform such action as a result of Force Majeure.
- 14.12 During the period of their inability to perform the Services as a result of an event of Force Majeure, the Consultant, upon instructions by the Procuring Entity, shall either:
- a demobilize, in which case the Consultant shall be reimbursed for additional costs they reasonably and necessarily incurred, and, if required by the Procuring Entity, in reactivating the Services; or
  - b Continue with the Services to the extent reasonably possible, in which case the Consultant shall continue

to be paid under the terms of this Contract and be reimbursed for additional costs reasonably and necessarily incurred.

14.13 In the case of disagreement between the Parties as to the existence or extent of Force Majeure, the matter shall be settled according to Clauses GCC 47 & 48.

## **18. Suspension**

18.1 The Procuring Entity may, by written notice of suspension to the Consultant, suspend all payments to the Consultant here under if the Consultant fails to perform for many of its obligations under this Contract, including the carrying out of the Services, provided that such notice of suspension (i) shall specify the nature of the failure, and (ii) shall request the Consultant to remedy such failure within a period not exceeding thirty (30) calendar days after receipt by the Consultant of such notice of suspension.

## **19. Termination**

19.1 This Contract may be terminated by either Party as per provisions set up below:

### **a. By the Procuring Entity**

19.1.1 The Procuring Entity may terminate this Contract in case of the occurrence of any of the events specified in paragraphs (a) through (f) of this Clause. In such an occurrence, the Procuring Entity shall give at least thirty (30) calendar days' written notice of termination to the Consultant in case of the events referred to in (a) through (d); at least sixty (60) calendar days' written notice in case of the event referred to in (e); and at least five (5) calendar days' written notice in case of the event referred to in (f):

- a If the Consultant fails to remedy a failure in the performance of its obligations here under, as specified in a notice of suspension pursuant to Clause GCC 18;
- b If the Consultant becomes (or, if the Consultant consists of more than one entity, if any of its members becomes) insolvent or bankrupt or enter into any agreements with their creditors for relief of debt or take advantage of any law for the benefit of debtors or go into liquidation or receivership whether compulsory or voluntary;
- c If the Consultant fails to comply with any final decision reached as a result of arbitration proceedings pursuant to Clause GCC 48.1;
- d If, as the result of Force Majeure, the Consultant is unable to perform a material portion of the Services for a period of not less than sixty (60) calendar days;
- e If the Procuring Entity, in its sole discretion and for any reason whatsoever, decides to terminate this Contract;
- f If the Consultant fails to confirm availability of Key Experts as required in Clause GCC 13.

19.1.2 Furthermore, if the Procuring Entity determines that the Consultant has engaged in corrupt, fraudulent, collusive, coercive [or obstructive] practices, in competing for or in executing the Contract, then the Procuring Entity may, after giving fourteen (14) calendar days written notice to the Consultant, terminate the Consultant's employment under the Contract.

### **b. By the Consultant**

19.1.3 The Consultant may terminate this Contract, by not less than thirty (30) calendar days' written notice to the Procuring Entity, in case of the occurrence of any of the events specified in paragraphs (a) through (d) of this Clause.

- a If the Procuring Entity fails to pay any money due to the Consultant pursuant to this Contract and not subject to dispute pursuant to Clauses GCC 48.1 within forty-five (45) calendar days after receiving written notice from the Consultant that such payment is overdue.
- b If, as the result of Force Majeure, the Consultant is unable to perform a material portion of the Services for a period of not less than sixty (60) calendar days.
- c If the Procuring Entity fails to comply with any final decision reached as a result of arbitration pursuant to Clause GCC 48.1.
- d If the Procuring Entity is in material breach of its obligations pursuant to this Contract and has not remedied the same within forty-five (45) days (or such longer period as the Consultant may have subsequently approved in writing) following the receipt by the Procuring Entity of the Consultant's notice specifying such breach.

### **c. Cessation of Rights and Obligations**

19.1.4 Upon termination of this Contract pursuant to Clauses GCC 12 or GCC 19 hereof, or upon expiration of this Contract pursuant to Clause GCC 14, all rights and obligations of the Parties here under shall cease, except (i) such rights and obligations as may have accrued on the date of termination or expiration, (ii) the obligation of confidentiality set forth in Clause GCC 22, (iii) the Consultant's obligation to permit inspection, copying and auditing of their accounts and records set forth in Clause GCC 25, and (iv) any right which a Party may have under the Applicable Law.

**d. Cessation of Services**

19.1.5 Upon termination of this Contract by notice of either Party to the other pursuant to Clauses GCC 19a or GCC 19b, the Consultant shall, immediately upon dispatch or receipt of such notice, take all necessary steps to bring the Services to a close in a prompt and orderly manner and shall make every reasonable effort to keep expenditures for this purpose to a minimum. With respect to documents prepared by the Consultant and equipment and materials furnished by the Procuring Entity, the Consultant shall proceed as provided, respectively, by Clauses GCC 27 or GCC 28.

**e. Payment upon Termination**

19.1.6 Upon termination of this Contract, the Procuring Entity shall make the following payments to the Consultant:

- a remuneration for Services satisfactorily performed prior to the effective date of termination, and reimbursable expenditures for expenditures actually incurred prior to the effective date of termination; and pursuant to Clause 42;
- b In the case of termination pursuant to paragraphs (d)and(e) of Clause GCC 19.1.1, reimbursement of any reasonable cost incidental to the prompt and orderly termination of this Contract, including the cost of the return travel of the Experts.

**B. OBLIGATIONS OF THE CONSULTANT**

**20. General**

**a. Standard of Performance**

19.2 The Consultant shall perform the Services and carry out the Services with all due diligence, efficiency and economy, in accordance with generally accepted professional standards and practices, and shall observe sound management practices, and employ appropriate technology and safe and effective equipment, machinery, materials and methods. The Consultant shall always act, in respect of any matter relating to this Contract or to the Services, as a faithful adviser to the Procuring Entity, and shall at all times support and safeguard the Procuring Entity's legitimate interests in any dealings with the third parties.

19.3 The Consultant shall employ and provide such qualified and experienced Experts and Sub-consultants as are required to carry out the Services.

19.4 The Consultant may subcontract part of the Services to an extent and with such Key Experts and Sub-consultants as may be approved in advance by the Procuring Entity. Notwithstanding such approval, the Consultant shall retain full responsibility for the Services.

**b. Law Applicable to Services**

19.5 The Consultant shall perform the Services in accordance with the Contract and the Applicable Law and shall take all practicable steps to ensure that any of its Experts and Sub-consultants, comply with the Applicable Law.

19.6 Throughout the execution of the Contract, the Consultant shall comply with the import of goods and services prohibitions in Kenya when

- a As a matter of law or official regulations, Kenya prohibits commercial relations with that country; or
- b by an act of compliance with a decision of the United Nations Security Council taken under Chapter VII of the Charter of the United Nations,

19.7 The Procuring Entity shall notify the Consultant in writing of relevant local customs, and the Consultant shall, after such notification, respect such customs.

**21. Conflict of Interests**

19.8 The Consultant shall hold the Procuring Entity's interests paramount, without any consideration for future

work, and strictly avoid conflict with other assignments or their own corporate interests.

**a Consultant Not to Benefit from Commissions, Discounts, etc.**

19.8.1 The payment of the Consultant pursuant to GCC F (Clauses GCC 41 through 46) shall constitute the Consultant's only payment in connection with this Contract and, subject to Clause GCC 21.1.3, the Consultant shall not accept for its own benefit any trade commission, discount or similar payment in connection with activities pursuant to this Contract or in the discharge of its obligations here under, and the Consultant shall use its best efforts to ensure that any Sub-consultants, as well as the Experts and agents of either of them, similarly shall not receive any such additional payment.

19.8.2 Furthermore, if the Consultant, as part of the Services, has the responsibility of advising the Procuring Entity on the procurement of goods, works or services, shall at all times exercise such responsibility in the best interest of the Procuring Entity. Any discounts or commissions obtained by the Consultant in the exercise of such procurement responsibility shall be for the account of the Procuring Entity.

**b Consultant and Affiliates Not to Engage in Certain Activities**

19.8.3 The Consultant agrees that, during the term of this Contract and after its termination, the Consultant and any entity affiliated with the Consultant, as well as any Sub-consultants and any entity affiliated with such Sub-consultants, shall be disqualified from providing goods, works or non-consulting services resulting from or directly related to the Consultant's Services for the preparation or implementation of the project.

**c Prohibition of Conflicting Activities**

19.8.4 The Consultant shall not engage and shall cause its Experts as well as its Sub-consultants not to engage, either directly or indirectly, in any business or professional activities that would conflict with the activities assigned to them under this Contract.

**d Strict Duty to Disclose Conflicting Activities**

19.8.5 The Consultant has an obligation and shall ensure that its Experts and Sub-consultants shall have an obligation to disclose any situation of actual or potential conflict that impacts their capacity to serve the best interest of their Procuring Entity, or that may reasonably be perceived as having this effect. Failure to disclose said situations may lead to the disqualification of the Consultant or the termination of its Contract.

**22. Confidentiality**

19.9 Except with the prior written consent of the Procuring Entity, the Consultant and the Experts shall not at any time communicate to any person or entity any confidential information acquired in the course of the Services, nor shall the Consultant and the Experts make public the recommendations formulated in the course of, or because of, the Services.

**23. Liability of the Consultant**

19.10 Subject to additional provisions, if any, set forth in the SCC, the Consultant's liability under this Contract shall be as determined under the Applicable Law.

**24. Insurance to be taken out by the Consultant**

19.11 The Consultant (I) shall take out and maintain and shall cause any Sub-consultants to take out and maintain, at its (or the Sub-consultants', as the case may be) own cost but on terms and conditions approved by the Procuring Entity, insurance against the risks, and for the coverage specified in the SCC, and (ii) at the Procuring Entity's request, shall provide evidence to the Procuring Entity showing that such insurance has been taken out and maintained and that the current premiums therefore have been paid. The Consultant shall ensure that such insurance is in place prior to commencing the Services as stated in Clause GCC 13.

**25. Accounting, Inspection and Auditing**

19.12 The Consultant shall keep and shall make all reasonable efforts to cause its Sub-consultants to keep, accurate and systematic accounts and records in respect of the Services and in such form and detail as will clearly identify relevant time changes and costs.

25.2. The Consultant shall permit and shall cause its Sub-consultants to permit, the PPRA and/or persons appointed by the PPRA to inspect the Site and /or all accounts and records relating to the performance of the Contract

and the submission of the Proposal to provide the Services, and to have such accounts and records audited by auditors appointed by the PPRA if requested by the PPRA. The Consultant's attention is drawn to Clause GCC10 which provides, inter alia, that acts intended to materially impede the exercise of the PPRA's inspection and audit rights provided for under this Clause GCC25.2 constitute a prohibited practice subject to contract termination (as well as to a determination of ineligibility under the PPRA's prevailing sanctions procedures.)

## **26. Reporting Obligations**

19.13 The Consultant shall submit to the Procuring Entity the reports and documents specified in Appendix A, in the form, in the numbers and within the time periods set forth in the said Appendix.

## **27. Proprietary Rights of the Procuring Entity in Reports and Records**

19.14 Unless otherwise indicated in the SCC, all reports and relevant data and information such as maps, diagrams, plans, databases, other documents and software, supporting records or material compiled or prepared by the Consultant for the Procuring Entity in the course of the Services shall be confidential and become and remain the absolute property of the Procuring Entity. The Consultant shall, not later than upon termination or expiration of this Contract, deliver all such documents to the Procuring Entity, together with a detailed inventory thereof. The Consultant may retain a copy of such documents, data and/or software but shall not use the same for purposes unrelated to this Contract without prior written approval of the Procuring Entity.

19.15 If license agreements are necessary or appropriate between the Consultant and third parties for purposes of development of the plans, drawings, specifications, designs, databases, other documents and software, the Consultant shall obtain the Procuring Entity's prior written approval to such agreements, and the Procuring Entity shall be entitled at its discretion to require recovering the expenses related to the development of the program(s) concerned. Other restrictions about the future use of these documents and software, if any, shall be specified in the SCC.

## **38. Equipment, Vehicles and Materials**

19.16 Equipment, vehicles and materials made available to the Consultant by the Procuring Entity, or purchased by the Consultant wholly or partly with funds provided by the Procuring Entity, shall be the property of the Procuring Entity and shall be marked accordingly. Upon termination or expiration of this Contract, the Consultant shall make available to the Procuring Entity an inventory of such equipment, vehicles and materials and shall dispose of such equipment, vehicles and materials in accordance with the Procuring Entity's instructions. While in possession of such equipment, vehicles and materials, the Consultant, unless otherwise instructed by the Procuring Entity in writing, shall insure the same at the expense of the Procuring Entity in an amount equal to their full replacement value.

19.17 Any equipment or materials brought by the Consultant or its Experts into, as applicable.

## **C. CONSULTANT'S EXPERTS AND SUB-CONSULTANTS**

### **39. Description of Key Experts**

- a. The title, agreed job description, minimum qualification and time-input estimates to carry out the Services of each of the Consultant's Key Experts are described in Appendix B.
- b. If required to comply with the provisions of Clause GCC 20 a, adjustments with respect to the estimated time-input of Key Experts set forth in Appendix B may be made by the Consultant by a written notice to the Procuring Entity, provided (i) that such adjustments shall not alter the original time-input estimates for any individual by more than 10% or one week, whichever is larger; and (ii) that the aggregate of such adjustments shall not cause payments under this Contract to exceed the ceilings set forth in Clause GCC41.2.
- c. If additional work is required beyond the scope of the Services specified in Appendix A, the estimated time-input for the Key Experts may be increased by agreement in writing between the Procuring Entity and the Consultant. In case where payments under this Contract exceed the ceilings set forth in Clause GCC41.1, the Parties shall sign a Contract amendment.

#### **40. Replacement of Key Experts**

- a. Except as the Procuring Entity may otherwise agree in writing, no changes shall be made in the Key Experts.
- b. Notwithstanding the above, the substitution of Key Experts during Contract execution may be considered only based on the Consultant's written request and due to circumstances outside the reasonable control of the Consultant, including but not limited to death or medical incapacity. In such case, the Consultant shall forth with provide as are placement, a person of equivalent or better qualifications and experience, and at the same rate of remuneration.

#### **41. Approval of Additional Key Experts**

- a. If during execution of the Contract, additional Key Experts are required to carry out the Services, the Consultant shall submit to the Procuring Entity for review and approval a copy of their Curricula Vitae (CVs). If the Procuring Entity does not object in writing (stating the reasons for the objection) within twenty-two (22) days from the date of receipt of such CVs, such additional Key Experts shall be deemed to have been approved by the Procuring Entity.

#### **42. Removal of Experts or Sub-consultants**

- a. If the Procuring Entity finds that any of the Experts or Sub-consultant has committed serious misconduct or has been charged with having committed a criminal action, or shall the Procuring Entity determine that Consultant's Expert or Sub-consultant has engaged in corrupt, fraudulent, collusive, coercive, or obstructive practice while performing the Services, the Consultant shall, at the Procuring Entity's written request, provide a replacement.
- b. In the event that any of Key Experts, Non-Key Experts or Sub-consultants is found by the Procuring Entity to be incompetent or incapable in discharging assigned duties, the Procuring Entity, specifying the grounds therefore, may request the Consultant to provide a replacement.
- c. Any replacement of the removed Experts or Sub-consultants shall possess better qualifications and experience and shall be acceptable to the Procuring Entity.

#### **43. Replacement/ Removal of Experts–Impact on Payments**

- a. Except as the Procuring Entity may otherwise agree, (i) the Consultant shall bear all additional travel and other costs arising out of or incidental to any removal and/or replacement, and (ii) the remuneration to be paid for any of the Experts provided as a replacement shall not exceed the remuneration which would have been payable to the Experts replaced or removed.

#### **44. Working Hours, Overtime, Leave, etc.**

- a. Working hours and holidays for Experts are set forth in Appendix B. To account for travel time to/from Kenya, experts carrying out Services inside Kenya shall be deemed to have commenced or finished work in respect of the Services such number of days before their arrival in, or after their departure from, Kenya as is specified in Appendix B.
- b. The Experts shall not be entitled to be paid for overtime nor to take paid sick leave or vacation leave except as specified in Appendix B, and the Consultant's remuneration shall be deemed to cover these items.
- c. Any taking of leave by Key Experts shall be subject to the prior approval by the Consultant who shall ensure that absence for leave purposes will not delay the progress and or impact adequate supervision of the Services.

### **D. OBLIGATIONS OF THE PROCURING ENTITY**

#### **35. Assistance and Exemptions**

- d. Unless otherwise specified in the SCC, the Procuring Entity shall use its best efforts to:
  - a. Assist the Consultant with obtaining work permits and such other documents as shall be necessary to enable the Consultant to perform the Services.
  - b. Assist the Consultant with promptly obtaining, for the Experts and, if appropriate, their eligible dependents, all necessary entry and exit visas, residence permits, exchange permits and any other documents required for their stay in Kenya while carrying out the Services under the Contract.
  - c. Facilitate prompt clearance through customs of any property required for the Services and of the personal effects of the Experts and their eligible dependents.

- d Issue to officials, agents and representatives of the Government all such instructions and information as may be necessary or appropriate for the prompt and effective implementation of the Services.
- e Assist the Consultant and the Experts and any Sub-consultants employed by the Consultant for the Services with obtaining exemption from any requirement to register or obtain any permit to practice their profession or to establish themselves either individually or as a corporate entity in Kenya according to the applicable law in Kenya.
- f Assist the Consultant, any Sub-consultants and the Experts of either of them with obtaining the privilege, pursuant to the applicable law in Kenya, of bringing into Kenya reasonable amounts of foreign currency for the purposes of the services or for the personal use of the Experts and of withdrawing any such amounts as may be earned there in by the Experts in the execution of the Services.
- g Provide to the Consultant any such other assistance as may be specified in the SCC.

### **36. Access to Project Site**

- a. The Procuring Entity warrants that the Consultant shall have, free of charge, unimpeded access to the project site in respect of which access is required for the performance of the Services. The Procuring Entity will be responsible for any damage to the project site or any property thereon resulting from such access and will indemnify the Consultant and each of the experts in respect of liability for any such damage, unless such damage is caused by the willful default or negligence of the Consultant or any Sub-consultants or the Experts of either of them.

### **37. Change in the Applicable Law Related to Taxes and Duties**

- e. If, after the date of this Contract, there is any change in the applicable law in Kenya with respect to taxes and duties which increases or decreases the cost incurred by the Consultant in performing the Services, then the remuneration and reimbursable expenses otherwise payable to the Consultant under this Contract shall be increased or decreased accordingly by agreement between the Parties hereto, and corresponding adjustments shall be made to the ceiling amounts specified in Clause GCC41.1

### **38. Services, Facilities and Property of the Procuring Entity**

- f. The Procuring Entity shall make available to the Consultant and the Experts, for the purposes of the Services and free of any charge, the services, facilities and property described in the Terms of Reference (Appendix A) at the times and in the manner specified in said Appendix A.
- g. In case that such services, facilities and property shall not be made available to the Consultant as and when specified in Appendix A, the Parties shall agree on (i) any time extension that it may be appropriate to grant to the Consultant for the performance of the Services, (ii) the manner in which the Consultant shall procure any such services, facilities and property from other sources, and (iii) the additional payments, if any, to be made to the Consultant as a result thereof pursuant to Clause GCC 41.3.

### **39. Counterpart Personnel**

- h. The Procuring Entity shall make available to the Consultant free of charge such professional and support counterpart personnel, to be nominated by the Procuring Entity with the Consultant's advice, if specified in Appendix A.
- i. If counterpart personnel are not provided by the Procuring Entity to the Consultant as and when specified in Appendix A, the Procuring Entity and the Consultants shall agree on (i) how the affected part of the Services shall be carried out, and (ii) the additional payments, if any, to be made by the Procuring Entity to the Consultant as a result thereof pursuant to Clause GCC 41.3.
- j. Professional and support counterpart personnel, excluding Procuring Entity's liaison personnel, shall work under the exclusive direction of the Consultant. If any member of the counterpart personnel fails to perform adequately any work assigned to such member by the Consultant that is consistent with the position occupied by such member, the Consultant may request the replacement of such member, and the Procuring Entity shall not unreasonably refuse to act upon such request.

### **40. Payment Obligation**

40.0 In consideration of the Services performed by the Consultant under this Contract, the Procuring Entity shall make such payments to the Consultant and in such manner as is provided by GCCF below.

## **E. PAYMENTS TO THE CONSULTANT**

### **36. Ceiling Amount**

- 36.1 An estimate of the cost of the Services is set forth in Appendix C (Remuneration) and Appendix D ([Reimbursable expenses]).
- 36.2 Payments under this Contract shall not exceed the ceilings in foreign currency and in local currency specified in the SCC.
- 36.3 For any payments in excess of the ceilings specified in GCC 41.2, an amendment to the Contract shall be signed by the Parties referring to the provision of this Contract that evokes such amendment.

### **42. Remuneration and Reimbursable Expenses**

- 36.4 The Procuring Entity shall pay to the Consultant
- (i) remuneration that shall be determined on the basis of time actually spent by each Expert in the performance of the Services after the date of commencing of Services or such other date as the Parties shall agree in writing; and
  - (ii) reimbursable expenses that are actually and reasonably incurred by the Consultant in the performance of the Services.
- 36.5 All payments shall be at the rates set forth in Appendix C and Appendix D.
- 36.6 Unless the SCC provides for the price adjustment of the remuneration rates, said remuneration shall be fixed for the duration of the Contract.
- 36.7 The remuneration rates shall cover:
- (i) such salaries and allowances as the Consultant shall have agreed to pay to the Experts as well as factors for social charges and overheads (bonuses or other means of profit-sharing shall not be allowed as an element of overheads),
  - (ii) the cost of backstopping by home office staff not included in the Experts 'list in Appendix B,
  - (iii) the Consultant's profit, and
  - (iv) any other items as specified in the SCC.
- 36.8 Any rates specified for Experts not yet appointed shall be provisional and shall be subject to revision, with the written approval of the Procuring Entity, once the applicable remuneration rates and allowances are known.

### **43. Taxes and Duties**

- 36.9 The Consultant, Sub-consultants and Experts are responsible for meeting any and all tax liabilities arising out of the Contract unless it is stated otherwise in the SCC.

### **44. Currency of Payment**

- 36.10 Any payment under this Contract shall be made in the currency or currencies specified in the SCC.

### **45. Mode of Billing and Payment**

- 36.11 Billing and payments in respect of the Services shall be made as follows:
- a *Advance payment.* Within the number of days after the Effective Date, the Procuring Entity shall pay to the Consultant an advance payment as specified in the SCC. Unless otherwise indicated in the SCC, an advance payment shall be made against an advance payment bank guarantee acceptable to the Procuring Entity in an amount (or amounts) and in a currency (or currencies) specified in the SCC. Such guarantee (i) is to remain effective until the advance payment has been fully set off, and (ii) is to be in the form set forth in Appendix E. The advance payments will be set off by the Procuring Entity in equal installments against the statements for the number of months of the Services specified in the SCC until said advance payments have been fully setoff.
  - b *The Itemized Invoices.* As soon as practicable and not later than fifteen (15) days after the end of each calendar month during the period of the Services, or after the end of each time interval otherwise indicated in the SCC, the Consultant shall submit to the Procuring Entity, in duplicate, itemized invoices,

accompanied by the receipts or other appropriate supporting documents, of the amounts payable pursuant to Clauses GCC 44 and GCC 45 for such interval, or any other period indicated in the SCC. Separate invoices shall be submitted for expenses incurred in foreign currency and in local currency. Each invoice shall show remuneration and reimbursable expenses separately.

- c *The Procuring Entity shall pay the Consultant's invoices* within sixty (60) days after the receipt by the Procuring Entity of such itemized invoices with supporting documents. Only such portion of an invoice that is not satisfactorily supported may be withheld from payment. Should any discrepancy be found to exist between actual payment and costs authorized to be incurred by the Consultant, the Procuring Entity may add or subtract the difference from any subsequent payments.
- d *The Final Payment:* The final payment under this Clause shall be made only after the final report and a final invoice, identified as such, shall have been submitted by the Consultant and approved as satisfactory by the Procuring Entity. The Services shall be deemed completed and finally accepted by the Procuring Entity and the final report and final invoice shall be deemed approved by the Procuring Entity as satisfactory ninety (90) calendar days after receipt of the final report and final invoice by the Procuring Entity unless the Procuring Entity, within such ninety (90) calendar day period, gives written notice to the Consultant specifying in detail deficiencies in the Services, the final report or final invoice. The Consultant shall thereupon promptly make any necessary corrections, and thereafter the foregoing process shall be repeated. Any amount that the Procuring Entity has paid or has caused to be paid in accordance with this Clause in excess of the amounts payable in accordance with the provisions of this Contract shall be reimbursed by the Consultant to the Procuring Entity within thirty (30) days after receipt by the Consultant of notice thereof. Any such claim by the Procuring Entity for reimbursement must be made within twelve (12) Calendar months after receipt by the Procuring Entity of a final report and a final invoice approved by the Procuring Entity in accordance with the above.
- e All payments under this Contract shall be made to the accounts of the Consultant specified in the SCC.
- f With the exception of the final payment under (d) above, payments do not constitute acceptance of the Services nor relieve the Consultant of any obligations here under.

#### **46. Interest on Delayed Payments**

36.12 If the Procuring Entity had delayed payments beyond thirty (30) days after the due date stated in Clause GCC 45.1(c), interest shall be paid to the Consultant on any amount due by, not paid on, such due date for each day of delay at the annual rate stated in the SCC.

### **F. FAIRNESS AND GOOD FAITH**

#### **47. Good Faith**

36.13 The Parties undertake to act in good faith with respect to each other's rights under this Contract and to adopt all reasonable measures to ensure the realization of the objectives of this Contract.

### **G. SETTLEMENT OF DISPUTES**

#### **48. Amicable Settlement**

36.14 The Parties shall seek to resolve any dispute amicably by mutual consultation.

36.15 If either Party objects to any action or inaction of the other Party, the objecting Party may file a written Notice of Dispute to the other Party providing in detail the basis of the dispute. The Party receiving the Notice of Dispute will considerate and responds in writing within fourteen (14) days after receipt. If that Party fails to respond within fourteen (14) days, or the dispute cannot be amicably settled within fourteen (14) days following the response of that Party, Clause GCC 49.1 shall apply.

#### **49. Dispute Resolution**

49.1 Any dispute between the Parties arising under or related to this Contract that cannot be settled amicably may be referred to either Party to the adjudication/arbitration in accordance with the provisions in the SCC

## SECTION 11: SPECIAL CONDITIONS OF CONTRACT

*[Notes in brackets are for guidance purposes only and should be deleted in the final text of the signed contract]*

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
1.1(a)	The Contract shall be construed in accordance with the law of Kenya
4.1	The language is English
6.1 and 6.2	<p>The addresses are <i>[fill in at negotiations with the selected firm]</i>:</p> <p>Procuring Entity: _____            Attention: _____            Facsimile: _____            E-mail: _____</p> <p>Consultant: _____            Attention: _____            Facsimile: _____            E-mail: _____</p>
8.1	<p><i>[Note: If the Consultant consists only of one entity, state “Not Applicable”;</i></p> <p><i>OR</i></p> <p><i>If the Consultant is a Joint Venture consisting of more than one entity, the name of the JV member whose address is specified in Clause SCC6.1 should be inserted here.]</i></p> <p>The Lead Member on behalf of the JV is _____ <i>[insert name of the member]</i></p>
9.1	<p>The Authorized Representatives are:</p> <p>For the Procuring Entity: _____ <i>[name, title]</i>_____</p> <p>For the Consultant: _____ <i>[name, title]</i>_____</p>
11.1	The effectiveness conditions are the following: <i>[insert “Not Applicable” or list the conditions]</i>
12.1	<p>Termination of Contract for Failure to Become Effective:</p> <p>The period shall be _____ <i>[insert period, e.g.: four months]</i>.</p>
13.1	<p>Commencement of Services:</p> <p>The number of days shall be _____ <i>[e.g.: ten]</i>.</p> <p>Confirmation of Key Experts’ availability to start the Assignment shall be submitted to the Procuring Entity in writing as a written statement signed by each Key Expert.</p>
14.1	<p>Expiration of Contract:</p> <p>The period shall be _____ <i>[insert time period, e.g.: twelve months]</i>.</p>
23.1	<p>No additional provisions.</p> <p><i>[OR:</i></p> <p>The following limitation of the Consultant’s Liability towards the Procuring Entity can be subject to the Contract’s negotiations:</p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
	<p>“Limitation of the Consultant’s Liability towards the Procuring Entity:</p> <p>(a) Except in the case of gross negligence or willful misconduct on the part of the Consultant or on the part of any person or a firm acting on behalf of the Consultant in carrying out the Services, the Consultant, with respect to damage caused by the Consultant to the Procuring Entity’s property, shall not be liable to the Procuring Entity:</p> <p style="padding-left: 40px;">(i) for any indirect or consequential loss or damage; and</p> <p style="padding-left: 40px;">(ii) for any direct loss or damage that exceeds [insert a multiplier, e.g.: one, two, three] times the total value of the Contract;</p> <p>(b) This limitation of liability shall not</p> <p style="padding-left: 20px;">(i) affect the Consultant’s liability, if any, for damage to Third Parties caused by the Consultant or any person or firm acting on behalf of the Consultant in carrying out the Services;</p> <p style="padding-left: 20px;">(ii) be construed as providing the Consultant with any limitation or exclusion from liability which is prohibited by the Applicable Law.</p>
24.1	<p>The insurance coverage against the risks shall be as follows:</p> <p><i>[Note: Delete what is not applicable except (a)].</i></p> <p>(a) Professional liability insurance, with a minimum coverage of _____ <i>[insert amount and currency which should be not less than the total ceiling amount of the Contract];</i></p> <p>(b) Third Party motor vehicle liability insurance in respect of motor vehicles operated in the Procuring Entity’s country by the Consultant or its Experts or Sub-consultants, with a minimum coverage of <i>in accordance with the applicable law in Kenya</i></p> <p>(c) Third Party liability insurance, with a minimum coverage of <i>in accordance with the applicable law in the Procuring Entity’s country.</i></p> <p>(d) employer’s liability and workers’ compensation insurance in respect of the experts and Sub-consultants in accordance with the relevant provisions of the applicable law in the Procuring Entity’s country, as well as, with respect to such Experts, any such life, health, accident, travel or other insurance as may be appropriate; and</p> <p>(e) insurance against loss of or damage to (i) equipment purchased in whole or in part with funds provided under this Contract, (ii) the Consultant’s property used in the performance of the Services, and (iii) any documents prepared by the Consultant in the performance of the Services.</p>
27.1	<p><i>[If applicable, insert any exceptions to proprietary rights provision_____]</i></p>
27.2	<p><i>[If there is to be no restriction on the future use of these documents by either Party, this Clause SCC 27.2 should be indicated “Not Applicable”. If the Parties wish to restrict such use, any of the following options, or any other option agreed to by the Parties, could be used:</i></p> <p><i>[The Consultant shall not use these [insert what applies..... documents and software .....] for purposes unrelated to this Contract without the prior written approval of the Procuring Entity.]</i></p> <p><i>OR</i></p> <p><i>[The Procuring Entity shall not use these [insert what applies..... documents and software.....] for purposes unrelated to this Contract without the prior written approval of the Consultant.]</i></p> <p><i>OR</i></p> <p><i>[Neither Party shall use these [insert what applies..... documents and software.....] for purposes unrelated to this Contract without the prior written approval of the other Party.]</i></p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
35.1 (a) through (f)	<i>[List here any changes or additions to Clause GCC 35.1. If there are no such changes or additions, indicate “Not Applicable”]</i>
35.1(g)	<i>[List here any other assistance to be provided by the Procuring Entity. If there is no such other assistance, indicate “Not Applicable” for this Clause SCC 35.1(g).]</i>
41.2	<p>The ceiling in foreign currency is: _____ <i>[insert amount and currency]</i> <i>[indicate: inclusive or exclusive]</i> of local indirect taxes.</p> <p>The ceiling in local currency is: _____ <i>[insert amount and currency]</i> <i>[indicate: inclusive or exclusive]</i> of local indirect taxes.</p> <p>Any local taxes chargeable in respect of this Contract for the Services provided by the Consultant shall <i>[insert as appropriate: “be paid” or “reimbursed”]</i> by the Procuring Entity <i>[insert as appropriate: “for” or “to”]</i> the Consultant.</p> <p>The amount of such taxes is _____ <i>[insert the amount as finalized at the Contract’s negotiations on the basis of the amounts provided by the Consultant in Form FIN-2 of the Consultant’s Financial Proposal.]</i></p>
42.3	Price adjustment on the remuneration..... <i>[insert “applies” or “does not apply”]</i> <i>If the price adjustment applies, indicate the formula and procedure to be used for the adjustments.</i>
42.4(iv)	The other remuneration items are: _____
43.1	<p><i>[The Procuring Entity shall decide whether the Consultant (i) should be exempted from local tax, or (ii) should be reimbursed by the Procuring Entity for any such tax they might have to pay (or that the Procuring Entity would pay such tax on behalf of the Consultant)]</i></p> <p>The Procuring Entity warrants that <i>[choose one applicable option consistent with the ITC 16.3 and the outcome of the Contract’s negotiations (Form FIN-2, part B “Local Taxes”):</i> <i>If ITC 16.3 indicates a tax exemption status, include the following: “the Consultant, the Sub-consultants and the Experts shall be exempt from”</i> <i>OR</i> <i>If ITC16.3 does not indicate the exemption and, depending on whether the Procuring Entity shall pay the withholding tax or the Consultant has to pay, include the following:</i> <i>“the Procuring Entity shall pay on behalf of the Consultant, the Sub-consultants and the Experts,”</i> <i>OR “the Procuring Entity shall reimburse the Consultant, the Sub-consultants and the Experts”]</i></p> <p>Any taxes, duties, fees, levies and other impositions imposed, under the Applicable Law in Kenya, on the Consultant, the Sub-consultants and the Experts</p>
44.1	The currency or currencies of payment shall be the following: <i>[list currency(ies) which should be the same as in the Financial Proposal, Form FIN-2]</i>
45.1(a)	<p><i>[The advance payment could be in either the foreign currency, or the local currency, or both; select the correct wording in the Clause here below. The advance bank payment guarantee should be in the same currency(ies)]</i></p> <p>The following provisions shall apply to the advance payment and the advance bank payment guarantee:</p> <p>(1) An advance payment [of <i>[insert amount]</i> in foreign currency] [and of <i>[insert amount]</i> in local currency] shall be made within <i>[insert number]</i> days after the Effective Date. The advance payment will be set off by the Procuring Entity in equal installments against the statements for the first <i>[insert number]</i> months of the Services until the advance payment has been fully set off.</p> <p>(2) The advance bank payment guarantee shall be in the amount and in the currency of the currency (ies) of the advance payment.</p>

Number of GC Clause	Amendments of, and Supplements to, Clauses in the General Conditions of Contract
45.1(b)	<p><i>[Indicate “Not Applicable” for this Clause SCC 45.1(b) if the Consultant shall have to submit its itemized statements monthly. Otherwise, the following text can be used to indicate the required intervals:</i></p> <p>The Consultant shall submit to the Procuring Entity itemized statements at time intervals of _____<i>[e.g. “every quarter”, “every six months”, “every two weeks”, etc.].</i></p>
45.1(e)	<p>The accounts are:</p> <p>for foreign currency: <i>[insert account]</i>.</p> <p>for local currency: <i>[insert account]</i>.</p>
46.1	The interest rate is: <i>[insert rate]</i> .
49	Disputes shall be settled by arbitration by the Nairobi Centre for International Arbitrations.

## **SECTION 12: APPENDICES**

### **Appendix A – Terms of Reference**

*[This Appendix shall include the final Terms of Reference (TORs) worked out by the KRA and the Consultant during the negotiations; dates for completion of various tasks; location of performance for different tasks; detailed reporting requirements; KRA's input, including counterpart personnel assigned by the KRA to work on the Consultant's team; specific tasks that require prior approval by the KRA.]*

*Insert the text based on the Section 5 (Terms of Reference) of the ITC in the RFP and modified based on the Forms TECH-1 through TECH-5 in the Consultant's Proposal. Highlight the changes to Section 5 of the RFP]*

*If the Services consist of or include the supervision of civil works, the following action that require prior approval of the KRA shall be added to the Reporting Requirements” section of the TORs: Taking any action under a civil works contract designating the Consultant as Engineer”, for which action, pursuant to such civil works contract, the written approval of the KRA is required.*

### **Appendix B - Key Experts**

*[Insert a table based on Form TECH-6 of the Consultant's Technical Proposal and finalized at the Contract's negotiations. Attach the CVs (updated and signed by the respective Key Experts) demonstrating the qualifications of Key Experts.]*

*[Specify Hours of Work for Key Experts: List here the hours of work for Key Experts; travel time to/ from Kenya; entitlement, if any, to leave pay; public holidays in Kenya that may affect Consultant's work; etc. Make sure there is consistency with Form TECH-6. In particular: one month equals twenty-two (22) working (billable) days. One working (billable) day shall be not less than eight (8) working (billable) hours.]*

### **Appendix C – Remuneration Cost Estimates**

#### **1. Monthly rates for the Experts:**

*[Insert the table with the remuneration rates. The table shall be based on [Form FIN-3] of the Consultant's Proposal and reflect any changes agreed at the Contract negotiations, if any. The footnote shall list such changes made to [Form FIN-3] at the negotiations or state that none has been made.]*

#### **2. [When the Consultant has been selected under Quality-Based Selection method, or the KRA has requested the Consultant to clarify the breakdown of very high remuneration rates at the Contract's negotiations also add the following:**

*“The agreed remuneration rates shall be stated in the attached Form: Breakdown of Agreed Fixed Rates in Consultant's Contract. This form shall be prepared on the basis of Appendix A to Form FIN-3 of the RFP “Consultants' Representations regarding Costs and Charges” submitted by the Consultant to the KRA prior to the Contract's negotiations.*

*Should these representations be found by the KRA (either through inspections or audits pursuant to Clause GCC 25.2 or through other means) to be materially in complete or in accurate, the KRA shall be entitled to introduce appropriate modifications in the remuneration rates affected by such materially in complete or inaccurate representations. Any such modification shall have retroactive effect and, in case remuneration has already been paid by the KRA before any such modification, (i) the KRA shall be entitled to offset any excess payment against the next monthly payment to the Consultants, or (ii) if there are no further payments to be made by the KRA to the Consultants, the Consultants shall reimburse to the KRA any excess payment within thirty (30) days of receipt of a written claim of the KRA. Any such claim by the KRA for reimbursement must be made within twelve (12) calendar months after receipt by the KRA of a final report and a final statement approved by the KRA in accordance with Clause GCC45. 1(d) of this Contract.”*

**Appendix D - Breakdown of agreed Fixed Rates in Consultant's Contract**

We hereby confirm that we have agreed to pay to the Experts listed, who will be involved in performing the Services, the basic fees and away from the home office allowances (if applicable) indicated below:

(Expressed in [insert name of currency]) \*

<i>Experts</i>		<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5</i>	<i>6</i>	<i>7</i>	<i>8</i>
<i>Name</i>	<i>Position</i>	<i>Basic Remuneration rate per Working Month/Day/Year</i>	<i>Social Charges<sup>1</sup></i>	<i>Overhead<sup>1</sup></i>	<i>Subtotal</i>	<i>Profit<sup>2</sup></i>	<i>Away from Home Office Allowance</i>	<i>Agreed Fixed Rate per Working Month/Day/Hour</i>	<i>Agreed Fixed Rate per Working Month/Day/Hour<sup>1</sup></i>
<i>Home Office</i>									
<i>Work in Kenya</i>									

Expressed as percentage of 1

1 Expressed as percentage of 4

\* If more than one currency, add a table

Signature \_\_\_\_\_ Date \_\_\_\_\_

Name and Title: \_\_\_\_\_

## **Appendix E: Reimbursable Expenses Cost Estimates**

1. {Insert the table with the Reimbursable Expenses rates. The table shall be based on [Form FIN-4] of the Consultant's Proposal and reflect any changes agreed at the Contract negotiations, if any. The foot note shall list such changes made to [FormFIN-4] at the negotiations or state that none has been made.}
2. All reimbursable expenses shall be reimbursed at actual cost, unless otherwise explicitly provided in this Appendix, and in no event shall reimbursement be made in excess of the Contract amount.

## Appendix F: Form of Advance Payments Guarantee

[Note: See Clause GCC 41.2 and

SCC41.2] Bank Guarantee for Advance

Payment

\_\_\_\_\_ [Bank's Name and Address of Issuing Branch or Office]

Beneficiary: \_\_\_\_\_ [Name and Address of KRA] Date: \_\_\_\_

\_\_\_\_\_

ADVANCE PAYMENT GUARANTEE No. \_\_\_\_\_

We have been informed that \_\_\_\_\_ [name of Consultant or a name of the Joint Venture, same as appears on the signed Contract] (herein after called" the Consultant") has entered into Contract No. \_\_\_\_\_ [Reference number of the contract] dated \_\_\_\_\_ with you, for the provision of \_\_\_\_\_ [brief description of Services] (hereinafter called" the Contract").

Furthermore, we understand that, according to the conditions of the Contract, an advance payment in the sum of \_\_\_\_\_ [Amount in figures] () [amount in words] is to be made against an advance payment guarantee.

At the request of the Consultant, we \_\_\_\_\_ [name of bank] hereby irrevocably undertake to pay you any sum or sums not exceeding in total an amount of \_\_\_\_\_ [amount in figures] () [amount in words]<sup>1</sup> upon receipt by us of your first demand in writing accompanied by a written statement stating that the Consultant are in breach of their obligation under the Contract because the Consultant have used the advance payment for purposes other than toward providing the Services under the Contract.

It is a condition for any claim and payment under this guarantee to be made that the advance payment referred to above must have been received by the Consultant on their account number \_\_\_\_\_ at \_\_\_\_\_ [name and address of bank].

The maximum amount of this guarantee shall be progressively reduced by the amount of the advance payment repaid by the Consultant as indicated in copies of certified monthly statements which shall be presented to us. This guarantee shall expire, at the latest, upon our receipt of the monthly payment certificate indicating that the Consultant has made full repayment of the amount of the advance payment, or on the day of \_\_\_\_\_, 2\_\_\_\_<sup>2</sup>, whichever is earlier. Consequently, any demand for payment under this guarantee must be received by us at this office on or before that

date. This guarantee is subject to the Uniform Rules for Demand Guarantees, ICC Publication No.758.

[signature (s)]

**Note:** All italicized text is for indicative purposes only to assist in preparing this form and shall be deleted from the final product.

<sup>1</sup>The Guarantor shall insert an amount representing the amount of the advance payment and denominated either in the currency (ies) of the advance payment as Specified in the Contract, or in a freely convertible currency acceptable to the KRA.

<sup>2</sup>Insert the expected expiration dates. In the event of an extension of the time for completion of the Contract, the KRA would need to request an extension of this guarantee from the Guarantor. Such request must be in writing and must be made prior to the expiration date established in the guarantee. In preparing this guarantee, the KRA might consider adding the following text to the form, at the end of the penultimate paragraph: "The Guarantor agrees to a one-time extension of this guarantee for a period not to exceed [six months] [one year], in response to the KRA's written request for such extension, such request to be presented to the Guarantor before the expiry of the guarantee."

**SECTION 13: NOTIFICATION FORMS**

**1. NOTIFICATION OF INTENTION TO AWARD**

KRA: \_\_\_\_\_ *[insert the name of the Entity]*

Contract title: \_\_\_\_\_ *[insert the name of the*

*contract]* RFP No: \_\_\_\_\_ *[insert RF Preference number]*

This Notification of Intention to Award (Notification) notifies you of our decision to award the above contract. The transmission of this Notification begins the Standstill Period. During the Standstill Period you may:

- a) Request a debriefing in relation to the evaluation of your Proposal, and/or
- b) Submit a Procurement-related Complaint in relation to the decision to award the contract.

The successful Consultant

Name:	<i>[insert name of successful Consultant]</i>
Address:	<i>[insert address of the successful Consultant]</i>
Contract price:	<i>[insert contract price of the successful Consultant]</i>

**i) Short listed Consultants**

*[INSTRUCTIONS: insert names of all short-listed Consultants and indicate which Consultants submitted Proposals. Where the selection method requires it, state the price offered by each Consultant as readout, and as evaluated. Include overall technical scores and scores assigned for each criterion and sub-criterion.]*

	<b>Submitted Proposal</b>	<b>Overall technical score</b>	<b>Financial Proposal Price</b>	<b>Evaluated Financial Proposal Price (If applicable)</b>	<b>Combined Score and ranking (if applicable)</b>
[insert name]	[yes/no]	Criterion (i): [insert score] Criterion (ii): [insert score] Criterion (iii): [insert score] <u>Sub-criterion a:</u> 1: [insert score] 2: [insert score] 3: [insert score] <u>Sub-criterion b:</u> 1: [insert score] 2: [insert score] 3: [insert score] <u>Sub-criterion c:</u> .....etc. Criterion (iv): [insert score] Criterion (v): [insert score] Total score: [insert score]	[Proposal price]	[evaluated price]	<u>Combined Score:</u> [combined score] <u>Ranking:</u> [ranking]
[insert name]	[yes/no]	Criterion (i): [insert score] Criterion (ii): [insert score] Criterion (iii): [insert score] <u>Sub-criterion a:</u> 1: [insert score] 2: [insert score] 3: [insert score] <u>Sub-criterion b:</u> 1: [insert score] 2: [insert score] 3: [insert score] <u>Sub-criterion c:</u> .....etc. Criterion (iv): [insert score] Criterion (v): [insert score] Total score: [insert score]	[Proposal price]	[evaluated price]	<u>Combined Score:</u> [combined score] <u>Ranking:</u> [ranking]
[insert name]	[yes/no]	Criterion (i): [insert score] Criterion (ii): [insert score] Criterion (iii): [insert score] <u>Sub-criterion a:</u> 1: [insert score] 2: [insert score] 3: [insert score] <u>Sub-criterion b:</u> 1: [insert score] 2: [insert score] 3: [insert score] <u>Sub-criterion c:</u> .....etc. Criterion (iv): [insert score] Criterion (v): [insert score] Total score: [insert score]	[Proposal price]	[evaluated price]	<u>Combined Score:</u> [combined score] <u>Ranking:</u> [ranking]
[insert name]	.....	....	....	....	.....

(ii) **Reason/s why your Proposal was unsuccessful** [*Delete if the combined score already reveals the reason*].

[INSTRUCTIONS; State the reason/s why this Consultant's Proposal was unsuccessful. Do NOT include: (a) a point by point comparison with another Consultant's Proposal or (b) information that is marked confidential by the Consultant in its Proposal.]

iii) **How to request a debriefing** [*This applies only if your proposal was unsuccessful as stated under point (3) above*].

**DEADLINE:** The deadline to request a debriefing expires at midnight on [*insert date*] (local time). You may request a debriefing in relation to the results of the evaluation of your Proposal. If you decide to request a debriefing your written request must be made within five (5) Business Days of receipt of this Notification of Intention to Award.

Provide the contract name, reference number, name of the Consultant, contact details; and address the request for debriefing as follows:

Attention: [*insert full name of person, if applicable*]

Title/position: [*insert title/position*]

Agency: [*insert name of Procuring Entity*]

Email address: [*insert email address*]

Fax number: [*insert fax number*] *delete if not used*

If your request for a debriefing is received within the 5 Business Days deadline, we will provide the debriefing within five (5) Business Days of receipt of your request. If we are unable to provide the debriefing within this period, the Standstill Period shall be extended by five (5) Business Days after the date that the debriefing is provided. If this happens, we will notify you and confirm the date that the extended Standstill Period will end.

The debriefing may be in writing, by phone, video conference call or in person. We shall promptly advise you in writing how the debriefing will take place and confirm the date and time.

If the deadline to request a debriefing has expired, you may still request a debriefing. In this case, we will provide the debriefing as soon as practicable, and normally no later than fourteen (14) Business Days from the date of publication of the Contract Award Notice.

**(iv) How to Make a Complaint**

**DEADLINE:** The deadline for submitting a Procurement-related Complaint challenging the decision to award the contract expires on midnight, [*insert date*] (local time).

Provide the contract name, reference number, name of the Consultant, contact details; and address the Procurement-related Complaint as follows:

Attention: [*insert full name of person, if applicable*]

Title/position: [*insert title/position*]

Agency: [*insert name of Procuring Entity*]

Email address: [*insert email address*]

Fax number: [*insert fax number*] *delete if not used*

[At this point in the procurement process] [Upon receipt of this notification] you may submit a Procurement-related Complaint challenging the decision to award the contract. You do not need to have requested, or received, a debriefing before making this complaint. Your complaint must be submitted within the Standstill Period and received by us before the Standstill Period ends.

In summary, there are four essential requirements:

You must be an 'interested party'. In this case, that means a Consultant who has submitted a Proposal in this selection process and is the recipient of a Notification of Intention to Award.

The complaint can only challenge the decision to award the contract.

You must submit the complaint within the deadline stated above.

You must include, in your complaint, all of the information required by the Procuring Entity.

**(v) Standstill Period**

**DEADLINE:** The Standstill Period is due to end at midnight on [*insert date*] (local time).

The Standstill Period lasts ---- (specify the number of business days as per Data Sheet 30.1) Business Days as specified in the Data Sheet after the date of transmission of this Notification of Intention to Award. The Standstill Period may be extended. This may happen where we are unable to provide a debriefing within the five (5) Business Day deadline. If this happens, we will notify you of the extension.

If you have any questions regarding this Notification, please do not hesitate to contact us.

On behalf of \_\_\_\_\_ [*insert the name of the Procuring Entity*]:

Signature: \_\_\_\_\_

Name: \_\_\_\_\_

Title/position: \_\_\_\_\_

Telephone: \_\_\_\_\_

Email: \_\_\_\_\_

**2. REQUEST FOR REVIEW**

**FORM FOR REVIEW (r.203(1))**

**PUBLIC PROCUREMENT ADMINISTRATIVE REVIEW BOARD**

**APPLICATION NO..... OF.....20.....**

**BETWEEN**

**..... APPLICANT**

**AND**

**.....RESPONDENT (Procuring Entity)**

Request for review of the decision of the..... (Name of the Procuring Entity of .....dated the...day of .....20.....in the matter of Tender No.....of .....20..... for..... (Tender description).

**REQUEST FOR REVIEW**

I/We....., the above-named Applicant(s), of address: Physical address .....P. O. Box No..... Tel. No..... Email....., hereby request the Public Procurement Administrative Review Board to review the whole/part of the above-mentioned decision on the following grounds, namely:

- 1.
- 2.

By this memorandum, the Applicant requests the Board for an order/order that:

- 1.
- 2.

SIGNED ..... (Applicant) Dated on.....day of ...../...20.....

FOR OFFICIAL USE ONLY Lodged with the Secretary Public Procurement Administrative Review Board on.....day of .....20.....

**SIGNED**

**Board Secretary**

**3. LETTER OF AWARD**

[use letterhead paper of the Procuring Entity] [date]\_\_\_\_\_To: \_\_\_\_\_[name and address of the winning Consultant] Subject: Notification of Award Contract No.....

This is to notify you that your Proposal dated \_\_\_\_\_[insert date] for consulting services for [name of the assignment] as negotiated with you on \_\_\_\_\_for the contract amount of \_\_\_\_\_[Insert amount in numbers and words and name of currency] is here by accepted by our agency.

You are requested to:(i) sign and return the draft negotiated Contract attached here with within eight (8) Business Days from the date of receipt of this notification; and (ii) furnish the additional information on beneficial ownership in accordance with the Data Sheet of ITC 32.1 within eight (8) days using the Beneficial Ownership Disclosure Form, included in Section 7 of the Request of Proposals.

Authorized Signature:\_\_\_\_\_

Name and Title of Signatory:\_\_\_\_\_

Name of Agency:\_\_\_\_\_

**Attachment:** Draft Negotiated Contract

**4. BENEFICIAL OWNERSHIP DISCLOSURE FORM**  
**(Amended and issued pursuant to PPRA CIRCULAR No. 02/2022)**

**INSTRUCTIONS TO TENDERERS: DELETE THIS BOX ONCE YOU HAVE COMPLETED THE FORM**

*This Beneficial Ownership Disclosure Form (“Form”) is to be completed by the successful tenderer pursuant to Regulation 13 (2A) and 13 (6) of the Companies (Beneficial Ownership Information) Regulations, 2020. In case of joint venture, the tenderer must submit a separate Form for each member. The beneficial ownership information to be submitted in this Form shall be current as of the date of its submission.*

*For the purposes of this Form, a Beneficial Owner of a Tenderer is any natural person who ultimately owns or controls the legal person (tenderer) or arrangements or a natural person on whose behalf a transaction is conducted, and includes those persons who exercise ultimate effective control over a legal person (Tenderer) or arrangement.*

Tender Reference No.: \_\_\_\_\_ [insert identification  
no] Name of the Tender Title/Description: \_\_\_\_\_ [insert name of the  
assignment] to: \_\_\_\_\_ [insert complete name of Procuring Entity]

In response to the requirement in your notification of award dated \_\_\_ [insert date of notification of award] to furnish additional information on beneficial ownership: \_\_\_\_\_ [select one option as applicable and delete the options that are not applicable]

D) We here by provide the following beneficial ownership information.

**Details of beneficial ownership**

	Details of all Beneficial Owners		% of shares a person holds in the company Directly or indirectly	% of voting rights a person holds in the company	Whether a person directly or indirectly holds a right to appoint or remove a member of the board of directors of the company or an equivalent governing body of the Tenderer (Yes / No)	Whether a person directly or indirectly exercises significant influence or control over the Company (tenderer) (Yes / No)
<b>1.</b>	Full Name		Directly----- ----- % of shares	Directly..... .....% of voting rights	1. Having the right to appoint a majority of the board of the directors or an equivalent governing body of the Tenderer: Yes ---- No----  2. Is this right held directly or indirectly?:  Direct..... .....  Indirect..... .....	1. Exercises significant influence or control over the Company body of the Company (tenderer)  Yes ----No----  2. Is this influence or control exercised directly or indirectly?  Direct.....  Indirect.....
	National identity card number or Passport number					
	Personal Identification Number (where applicable)		Indirectly---- - -----% of shares	Indirectly----- % of voting rights		
	Nationality					
	Date of birth [dd/mm/yyyy]					
	Postal address					
	Residential address					
	Telephone number					
	Email address					
Occupation or profession						
<b>2.</b>	Full Name		Directly----- ----- % of shares	Directly..... .....% of voting rights	1. Having the right to appoint a majority of the board of the directors or an equivalent governing	1. Exercises significant influence or control over the Company body
	National identity card number or Passport number					

Details of all Beneficial Owners		% of shares a person holds in the company Directly or indirectly	% of voting rights a person holds in the company	Whether a person directly or indirectly holds a right to appoint or remove a member of the board of directors of the company or an equivalent governing body of the Tenderer (Yes / No)	Whether a person directly or indirectly exercises significant influence or control over the Company (tenderer) (Yes / No)
Personal Identification Number (where applicable)		Indirectly---- - -----% of shares	Indirectly----- % of voting rights	body of the Tenderer: Yes ---- No---- 2. Is this right held directly or indirectly?:  Direct..... .....  Indirect..... .....	of the Company (tenderer) Yes ----No----  2. Is this influence or control exercised directly or indirectly?  Direct.....  Indirect.....
Nationality(ies)					
Date of birth [dd/mm/yyyy]					
Postal address					
Residential address					
Telephone number					
Email address					
Occupation or profession					
3.					
e.t.c					

II) Am fully aware that beneficial ownership information above shall be reported to the Public Procurement Regulatory Authority together with other details in relation to contract awards and shall be maintained in the Government Portal, published and made publicly available pursuant to Regulation 13(5) of the Companies (Beneficial Ownership Information) Regulations, 2020. (Notwithstanding this paragraph Personally Identifiable Information in line with the Data Protection Act shall not be published or made public). *Note that Personally Identifiable Information (PII) is defined as any information that can be used to distinguish one person from another and can be used to deanonymize previously anonymous data. This information includes National identity card number or Passport number, Personal Identification Number, Date of birth, Residential address, email address and Telephone number.*

III) In determining who meets the threshold of who a beneficial owner is, the Tenderer must consider a natural person who in relation to the company:

- (a) holds at least ten percent of the issued shares in the company either directly or indirectly;
- (b) exercises at least ten percent of the voting rights in the company either directly or indirectly;
- (c) holds a right, directly or indirectly, to appoint or remove a director of the company; or
- (d) exercises significant influence or control, directly or indirectly, over the company.

IV) What is stated to herein above is true to the best of my knowledge, information and belief.

Name of the Tenderer..... \*[insert complete name of the Tenderer]\_\_\_\_\_

Name of the person duly authorized to sign the Tender on behalf of the Tenderer: \*\* [insert complete name of person duly authorized to sign the Tender]

Designation of the person signing the Tender ..... [insert complete title of the person signing the Tender]

Signature of the person named above..... [insert signature of person whose name and capacity are shown above]

Date this ..... [insert date of signing] day of..... [Insert month], [insert year]

Bidder Official Stamp

Request for Proposal Reference No.: \_\_\_\_\_ [insert identification no] Name of the Assignment: \_\_\_\_\_ [insert name of the assignment] to: \_\_\_\_\_ [insert complete name of Procuring Entity]

In response to your notification of award dated \_\_\_\_\_ [insert date of notification of award] to furnish additional information on beneficial ownership: \_\_\_\_\_ [select one option as applicable and delete the options that are not applicable]

V) We here by provide the following beneficial ownership information.

Details of beneficial ownership

Identity of Beneficial Owner	Directly or indirectly holding 25% or more of the shares (Yes / No)	Directly or indirectly holding 25 % or more of the Voting Rights (Yes / No)	Directly or indirectly having the right to appoint a majority of the board of the directors or an equivalent governing body of the Consultant (Yes / No)
[include full name (last, middle, first), nationality, country of residence]			

OR

ii) We declare that there is no Beneficial Owner meeting one or more of the following conditions: directly or indirectly holding 25% or more of the shares. Directly or indirectly holding 25% or more of the voting rights. Directly or indirectly having the right to appoint a majority of the board of directors or equivalent governing body of the Consultant.

OR

iii) We declare that we are unable to identify any Beneficial Owner meeting one or more of the following conditions. [If this option is selected, the Consultant shall provide explanation on why it is unable to identify any Beneficial Owner]

Directly or indirectly holding 25% or more of the shares. Directly or indirectly holding 25% or more of the voting rights.

Directly or indirectly having the right to appoint a majority of the board of directors or equivalent governing body of the Consultant]

Name of the Consultant ..... \*[insert complete name of the Consultant]\_\_\_\_\_

*Name of the person duly authorized to sign the Proposal on behalf of the Consultant: \*\* [insert complete name of person duly authorized to sign the Proposal]*

*Title of the person signing the Proposal..... [insert complete title of the person signing the Proposal]*

*Signature of the person named above..... [insert signature of person whose name and capacity are shown above]*

*Date signed ..... [insert date of signing] day of..... [Insert month], [insert year]*

---

*\*In the case of the Proposal submitted by a Joint Venture specify the name of the Joint Venture as Consultant. In the event that the Consultant is a Joint venture, each reference to "Consultant" in the Beneficial Ownership Disclosure Form (including this Introduction there to) shall be read to refer to the joint venture member.*

*\*\*Person signing the Proposal shall have the power of attorney given by the Consultant. The power of attorney shall be attached with the Proposal Schedules.*

**5. TENDERER’S ELIGIBILITY- CONFIDENTIAL BUSINESS QUESTIONNAIRE FORM**

a) Instruction to Tenderer

Tender is instructed to complete the particulars required in this Form, *one form for each entity if Tender is a JV*. Tenderer is further reminded that it is an offence to give false information on this Form.

**A. Tenderer’s details**

	<b>ITEM</b>	<b>DESCRIPTION</b>
1	Name of the KRA	
2	Name of the Tenderer	
3	Full Address and Contact Details of the Tenderer.	1. Country 2. City 3. Location 4. Building 5. Floor 6. Postal Address 7. Name and email of contact person.
4	Reference Number of the Tender	
5	Date and Time of Tender Opening	
6	Current Trade License No and Expiring date	
7	Maximum value of business which the Tenderer handles.	
8		

**General and Specific Details**

b) Sole Proprietor, provide the following details.

Name in full \_\_\_\_\_

Age \_\_\_\_\_ Nationality \_\_\_\_\_

Country of Origin \_\_\_\_\_ Citizenship \_\_\_\_\_

c) Partnership, provide the following details.

	<b>Names of Partners</b>	<b>Nationality</b>	<b>Citizenship</b>	<b>% Shares owned</b>
1				
2				
3				

(d) Registered Company, provide the following details.

i) Private or public Company \_\_\_\_\_

ii) State the nominal and issued capital of the Company-

Nominal Kenya Shillings (Equivalent) .....

Issued Kenya Shillings (Equivalent) .....

iii) Give details of Directors as follows.

	<b>Names of Director</b>	<b>Nationality</b>	<b>Citizenship</b>	<b>% Shares owned</b>
1				
2				
3				

(e) DISCLOSURE OF INTEREST- Interest of the Firm in the KRA.

- (i) Are there any person/persons in ..... (*Name of KRA*) who has an interest or relationship in this firm? Yes/No.....

If yes, provide details as follows.

	<b>Names of Person</b>	<b>Designation in the KRA</b>	<b>Interest or Relationship with Tenderer</b>
1			
2			
3			

(ii) Conflict of interest disclosure

	<b>Type of Conflict</b>	<b>Disclosure YES OR NO</b>	<b>If YES provide details of the relationship with Tenderer</b>
1	Tenderer is directly or indirectly controlled by or is under common control with another tenderer.		
2	Tenderer receives or has received any direct or indirect subsidy from another tenderer.		
3	Tenderer has the same legal representative as another tenderer		
4	Tender has a relationship with another tenderer, directly or through common third parties that puts it in a position to influence the tender of another tenderer, or influence the decisions of the KRA regarding this tendering process.		
5	Any of the Tenderer's affiliates participated as a consultant in the preparation of the design or technical specifications of the works that are the subject of the tender.		
6	Tenderer would be providing goods, works, non-consulting services or consulting services during implementation of the contract specified in this Tender Document.		
7	Tenderer has a close business or family relationship with a professional staff of the KRA who are directly or indirectly involved in the preparation of the Tender document or specifications of the Contract, and/or the Tender evaluation process of such contract.		
8	Tenderer has a close business or family relationship with a professional staff of the KRA who would be involved in the implementation or supervision of the Contract.		

	Type of Conflict	Disclosure YES OR NO	If YES provide details of the relationship with Tenderer
9	Has the conflict stemming from such relationship stated in item 7 and 8 above been resolved in a manner acceptable to the KRA throughout the tendering process and execution of the Contract?		

**(f) Certification**

On behalf of the Tenderer, I certify that the information given above is correct.

**Full Name** \_\_\_\_\_

**Title or Designation** \_\_\_\_\_

*(Signature)*

*(Date)*