



Transforming Urban Mobility

# Kenya Urban Roads Authority

Barabara Plaza Mazao Road, Off Airport South Road

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Ref: KURA/EO/SCM/3VOL.33(103)

Date: 14<sup>th</sup> November 2024

To All Bidders,

## ESTABLISHMENT OF BUS RAPID TRANSIT LINE 5 PROJECT TENDER NO. KURA/DEV/HQ/384/2024-2025

### ADDENDUM NO.2

Reference is made to the captioned Tender.

Pursuant to Clause 7 of the Instructions to Bidders, the following is the response to the requests/clarifications sought by Bidders;

S/No	Subject	Clarification sought	Response
1.	Taxes	Does it imply that the contractor will bear VAT and not receive any tax exemption as the Contract Sum is inclusive of VAT with no tax exemption?	<p>The project is not fully Tax exempt. Exemption will be granted on specific Equipment and Materials to be utilized or incorporated into the works during the construction period.</p> <p>There are three (3) Rates for VAT in Kenya currently being; Standard Rate at 16%, Zero-Rated and Exempt. The specific status of VAT depend on the good or service.</p> <p>The bid is structured to be inclusive of 16% VAT where the Employer is to remit 2% VAT to the tax Authority against the PIN of the contractor while the balance (14%) is paid to the account of the contractor and they account for it directly to the Tax Authority after the computation of Input and Output tax to determine the difference due.</p> <p>The bidders should familiarize themselves on the Taxes applicable in Kenya.</p>
2.	Extension of Time for Bid Submission	Considering the inherent consultants regarding the determination of rates among the bidders, Could KURA consider extending the bid submission Timeline.	Bid submission and Opening dates revised from 4 <sup>th</sup> December 2024 at 11.00 AM to 13 <sup>th</sup> December 2024 at 11.00 AM

The Bid submission and opening dates is thereby revised from 4<sup>th</sup> December 2024 at 11.00 AM to 13<sup>th</sup> December 2024 at 11.00 AM

Yours faithfully,

  
 Saadha Haji Adan Khalif  
 For: **DIRECTOR GENERAL**