

The Public Procurement and Disposal of Public Assets Guidelines

*Guidelines issued by the Public Procurement and Disposal of
Public Assets Authority under Section 97 of the Public
Procurement and Disposal of Public Assets Act No 1 of 2003;*

Guideline Details:

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*Guidelines are distributed to all Accounting Officers who are responsible for
distributing copies of this Guideline to at least the Chairpersons of the Contracts
Committee and the Head of the Procurement and Disposal Unit of the Procuring
and Disposing Entity.*

Guideline Subject: Guidance on Bid and Performance Securities

In accordance with the Public Procurement and Disposal of Public Assets Regulations 2003, Regulations 152(2) and 232(3), the following guidance is provided in respect of Bid and Performance Securities.

Bid Security

It is the policy of the Government of Uganda that, where it is determined that a Bid Security shall be required, the value of the Security shall be a fixed amount not a percentage of the Bid price. The amount of the Bid Security shall be determined by the Procuring and Disposing Entity between 1% and 2% of the estimate bid value.

Example: Expected Bid value US\$ 785,000.

 1% equals US\$ 7,850.

 2% equals US\$ 15,700.

Decision made to request a Bid Security amount of US\$ 14,000.

Performance Security

There is no requirement for the Performance Security to be expressed as an absolute value. It is permissible to express the amount for a Performance Security as a percentage of the bid value.

The amount of the Performance Security shall be determined by the Procuring and Disposing Entity between 5% and 10% of the expected contract value.

Signed:

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Chairman of the Board of Directors

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Executive Director of the Authority

Public Procurement and Disposal of Public Assets Authority