



7th August, 2019

Dear Bidders,

RE: ADDENDUM NO. 5

TENDER NO. KPA/003/2019-20/INS –PROVISION OF INSURANCE SERVICES FOR YEAR 2020-2022

Pursuant to clause 2.5.1 of the above tender document, the Authority hereby issues the following addendum:

Item No.	Clarification sought	Response
1.	Professional Indemnity cover is usually an annual policy renewable after each period; issuing the same for a period of 3 years (contract period of the tender) may not be possible. Would an underwriter’s letter confirming current cover and that they will renew after every period suffice? Please confirm	It is possible to take out a professional indemnity cover for the three years of tender (this has been happening) and pay premium in advance. It is mandatory that the tendering entity gives proof of insurance for the entire period of the contract. An assumption that insurance will be renewed later is not security to KPA’s interest.
2.	For the Goods in Transit Sum Insured it has been written, Any one consignment...Value of consignment as declared (where has it been declared) Any one year...Value of all consignments as declared (where has it been declared?)	It means this is an open cover and the value of consignment is declared as and when due to be transported
3.	In the Evaluation Criteria for Insurance Brokers it has been indicated that we need to provide Evidence of having conducted training for clients. Does this need to be form of a letters or attendance sheet?	Provide confirmation letter from the company where you conducted training together with copy of the training program/schedule
4.	We need to provide Risk survey and or valuation of assets/any other services. Kindly clarify more of what needs to be presented exactly?	Provide confirmation letter from the company where survey and/or evaluation

		was carried out together with a survey/evaluation report
5.	Can you expound on what you mean Broker's authority to confirm premium from clients or banks and broker's authority to confirm service delivery from clients under premium turnover means?	Bidder to do a letter to their bank/company instructing them to avail information required by KPA when called upon to do so, copy the letter to KPA.
6.	<p>We seek clarification on Sabotage and Terrorism, point No. 6 of page 99;</p> <p>The sum insured Material Damage – Kshs. 13,032,337,795 Business Interruption –Kshs. 7,910,000,000</p> <p>Total Kshs. 20,942,337,795 Limit of liability Kshs. 14,520,000,000</p> <p>Is the limit of liability of Kes. 14,520,000,000 a first loss sum insured of the Kes. 20,942,337,795 ?</p> <p>2)On page 85 item No. 4 Fire and related perils. We have noted that the total declared sum insured is kes. 32,203,089,615.8 (which has been itemized). Therefore if the material damage limit stand at Kes. 13,032,337,795 please itemize the areas which will be covered to bring a total of Kes. 13,032,337,795 which will now be a part component of Kes. 32,203,089,615.8</p>	<p>1. Sabotage and terrorism The limit of liability of Kshs. 14,540,337,795 should be ignored. There is no first loss. The correct limit of liability is Kshs.20,942,337,795 being the total of the two insured items: material damage and business interruption.</p> <p>2 .Fire and perils industrial pg .86 and 87, insured item no 4.The sum insured is of Kshs. <u>32,203,089,615.8</u> as itemized therein applies and stands for the policy.</p>

All other conditions remain the same.

Aza N. Dzengo

Ag. HEAD OF PROCUREMENT AND SUPPLIES
FOR: MANAGING DIRECTOR