



11th May, 2015

Mr. Saqib Ahmed Soomro,
Administrator,
Karachi Metropolitan Corporation,
Karachi.

Sub: Complaint Against Corrupt Procurement Practices in Karachi Metropolitan Corporation.

Dear Sir,

Transparency International Pakistan has received a complaint against Karachi Metropolitan Corporation dated 7th May, 2015 (Copy enclosed).

The complainant has alleged the following:

1. Tender notice was uploaded on 7th March, 2015 which was postponed to be opened on 6th May, 2015.
2. KMC has not issued tender documents to the contractor inspite of various effects of more than 35 contractors.
3. The KMC has not uploaded tender documents on SPPRA website and KMC website (print screen attached) and has not followed Sindh Public Procurement Rules 2010, Rule No.17 (1). Stated as under;

Rule No. 17. Methods of Notification and Advertisement :- (1) Procurements over one hundred thousand rupees and up to one million rupees shall be advertised by timely notifications on the Authority's website and may in print media in the manner and format prescribed in these rules.

4. KMC is trying to award the contract to preselected contractor.
As according to Sindh Public Procurement Act, 2009

Rule No. 2. (i). Mis-procurement means public procurement in contravention of any provision of this Act, any rule regulation, order or instruction made there under or any other law in respect of, or relating to, public procurement.

And as according to Sindh Public Procurement Rules 2010, Rule No.2 (q) (ii)

Rule No.2 (q) "Corrupt and Fraudulent Practices" means either one or any combination of the practices given below;

Sub rule (ii) "Collusive Practice" means any arrangement between two or more parties to the procurement process or contract execution, designed to achieve with or without the knowledge of the procuring agency to establish prices at artificial, noncompetitive levels for any wrongful gain;

5. The complaint has been examined by TI-Pakistan, and prima facie, this procurement appears to be mis- procurement under Sindh Public Procurement Rules 2010, Rule No 56 and is also a collusive practice.

These tenders should be re-inviting, in accordance with the procedure prescribed by Sindh Public Procurement Rules 2010 and action may be taken against concerned officers who are creating hurdles for personal reasons in this procurement.



Transparency International Pakistan is striving for across the board application of Rule of Law, which is the only way to stop corruption.

With Regards,


Sohail Muzaffar
Chairman

Copies forwarded for the information with request to take action under their mandate to:

1. Chief Minister, Government of Sindh, Karachi.
2. Chief Justice, Sindh High Court, Karachi
3. Director General, NAB, Sindh.
4. Chief Secretary, Government of Sindh, Karachi.
5. Managing Director, SPPRA, Karachi.

