



11th June 2019

The Executive Director
Uganda National Roads
Authority (UNRA)
KAMPALA

ALLEGED IRREGULARITIES IN THE MANAGEMENT OF THE TORORO-MBALE AND MBALE-SOROTI ROAD CONTRACTS

The Inspectorate of Government received a complaint emanating from the commission of inquiry on alleged mismanagement of the contracts for the staged reconstruction of Tororo-Mbale and Mbale-Soroti Road by the Contractor, M/s Dott Services Ltd; Supervising Engineers; and UNRA officials. The specific allegations were that;

1. There was double payment of UGX 2,506,767,897/= to the Supervising Consultants of Tororo-Mbale and Mbale-Soroti Road, arising out of paying the second Consultant M/s PEC Consultants for work that was already done by the first Consultant M/s Gibb Africa Ltd.
2. There was financial loss of UGX 13,147,755,395/= and UGX 30,999,736,468/= occasioned to the Government of Uganda on Tororo-Mbale and Mbale-Soroti Roads respectively. That the said loss arose from variations of tender rates of bill items which had no basis in both law and practice.
3. There was a financial loss of UGX 11,526,322,154/= and UGX 18,332,208,000/= incurred during the re-construction of Tororo-Mbale and Mbale-Soroti Roads respectively. That the losses were in respect to compensation to the contractor for idle time due to prolonged costs caused by UNRA awarding contracts and handing over sites to contractor without designs, drawings and strip maps.

Investigations conducted established that;

- i. In November 2009, M/s Gibb Africa Ltd was contracted by UNRA to design and supervise construction works for Lot C comprising of :

