

A BILL

FOR

AN ACT TO AMEND THE PUBLIC PROCUREMENT ACT CAP. P44 LAWS OF THE FEDERATION OF NIGERIA (LFN) 2004, TO PROVIDE FOR DAMAGE AGAINST THE CONTRACTOR ON ISSUES RELATING TO UNDUE DELAY IN COMPLETION OF CONTRACT AND FOR RELATED MATTERS, 2019

Sponsored by Hon. Abbas Tajudeen

[] Commencement

ENACTED by the National Assembly of the Federal Republic of Nigeria as follows-

- 1 1. The Public Procurement Act Cap. P44 Laws of the Federation
2 of Nigeria of Nigeria, 2004 (in this Bill referred to as "the Principal Act") is
3 amended as set out as follows: Amendment of
the Principal Act,
Cap. P44 LFN
- 4 2. The Principal Act is hereby amended by inserting a new Insertion of New
Section 37
5 Insertion of New Section 37 after the existing Section as follows-
- 6 "37 Notwithstanding any provision in the contract of agreement,
7 where a contractor fails to deliver a contract within the target period with
8 express permission from the relevant authority, the contractor shall be
9 entitled to grace of ninety (90) days after which shall be liable to pay a
10 damage not exceeding five (5) percent of the contract sum".
- 11 3. This Bill may be cited as the Public Procurement Act Citation
12 (Amendment) Bill, 2019.

EXPLANATORY NOTE

This Bill seeks to amend the Public Procurement Act to provide for damage against the contractor on issues relating to delay in completion of contract and to specify deadline.