

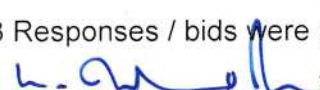
MINUTES FOR E-PRICE BID REVISION APPROVAL CWC-I HELD ON 07-10-2023 FOR THE CIVIL WORK – REPAIRS TO THE ROOF OF MARKET AREA BUILDING, CIVIL ENGINEERING GODOWN AND ELECTRICAL BUILDING AT HVF ESTATE.

CIVIL ENGINEERING OFFICE

The following Officers were present:-

1	Shri. V.R.Rambhad	Chief General Manager /HVF	Chairman CWC - I
2	Shri. Paidi Annajee Rao	GM / IMS & QA	Member / User
3	Shri. G.Krishna Kishore	GM / HR and F&A	Member / Finance
4	Shri. K. Tulasi Rao	Jt.GM / IMS, EO & GS	Member / Secretary

- 01 e-Tender Enquiry No. & Date : HVF/TE/13025/CEO/2023-24/28, Dt. 13-07-2023.
CPPP E-Proc Tender ID : 2023_AVNL_160077_1
- 02 Name of the Work : Repairs to the roof of Market area building, Civil Engineering Godown and Electrical building at HVF Estate
- 03 Type of Tender : Open Tender under Two Bid System (e-Tendering)
- 04 Grant & Code Head : 920/34 (Capital Grant)
- 05 User Section : HVF / CE Estate
- 06 Estimated cost of Work (Approx) : Rs.73,18,000 /= (As per delegation of Financial Powers issued by AVNL as on 01-10-2021, Point Sl.No. 53. (For Capital Civil works for amenity buildings including residential and hostel accomodations), Sub Clause "b", and AVNL Amendment letter Dt. 07-06-2023, CGM is empowered for Issue of Acceptance of Necessity & Administrative Approval and placement of contract for Departmental Works upto Rs. 05 Crores. Hence the subject case falls under the financial powers of CWC-I)
- 07 Approval & Financial Concurrence : i. CGM Approval vide CE(Est) Note No.1659/CE(E)/2022-23/CAP., Dt.29-05-2023
ii. F&A Concurrence vide Letter No. 12501/HVF/ FIN&ACCT/86/2023, dt. 15-06-2023.
iii. ADP Approval vide Letter No.91002/ADP/HVF-ND2308(2023-24)/AVNL., Dt.25.05.2023
- 08 Re-Tender History : The present case is a re-tendered Case. The previous case bearing eproc ID No.15399 was cancelled in view of HOS/CE(E) Lr. Dt.29.05.2023 brought out due to the site condition, minor change in the items of schedule in the previous tender is required to be incorporated. Hence, CGM approval dt.29.05.2023 was obtained to cancel the previous tender.
- 09 e-Tender published in CPPP e-proc website on : 13-07-2023
- 10 Scheduled Bid submission closing date and Date of Tender Opening : Bid Submission Closing Date : 28-07-2023
Technical Tender Opening Date : 29-07-2023
- 11 No. of T.O.D Postponements : Nil
- 12 e-Tender Technical /Eligibility Bid opened on : 29-07-2023
- 13 No. of Responses received online : 03 Responses / bids were received online.



14 Names of Contractors who has responded :

Sl. No.	NAME OF THE CONTRACTOR	EMD VALIDITY	OFFER VALIDITY
01	M/s. Sri Lakshmi Industries, Chennai	Fixed Deposit Receipt (FDR) with date of Maturity 25-07-2025	26-10-2023
02	M/s. Sai Sri Harsha Enterprises, Chennai	DD valid up to 26-10-2023.	26-10-2023
03	M/s. S Vinyagamurthy, Thiruvallur	Fixed Deposit Receipt (FDR) with date of Maturity 29-08-2024.	26-10-2023

15. **Eligibility Bid:-** CWC – I held on 08-09-2023 deliberated the case and observed that the following 03 participating contractors have fulfilled the eligibility Conditions of the tender. Hence, CWC – I approved opening of e-price bids of the following 03 eligible contractors viz.,

- M/s. Sri Lakshmi Industries, Chennai
- M/s. Sai Sri Harsha Enterprises, Chennai and
- M/s. S.Vinayagamurthy, Thiruvallur.

16. Accordingly e-Price Bid of the eligible contractors were Opened on:- 15-09-2023.

17. Details of e-Quotations received are given below:-

Sl. No	NAME OF THE CONTRACTOR	STATUS	QUOTED PRICE	DIFFERENCE OF % OVER ESTIMATED RATE
01	M/s S.Vinayagamurthy, Thiruvallur	L1	Rs.65,90,501.00 /-	(-) 09.94%
02	M/s. Sai Sri Harsha Enterprises, Chennai	L2	Rs.68,73,522.00 /-	(-) 06.07%
03	M/s. Sri Lakshmi Industries, Chennai	L3	Rs.70,00,740.00 /-	(-) 04.34%

18. OBSERVATIONS:

- It is observed that M/s. S. Vinayagamurthy, Thiruvallur is the L1 contractor and has quoted the amount of Rs. 65,90,501.00/- (Rupees Sixty Five Lakhs Ninety Thousand Five Hundred and One Only). The quoted rate is **Lower** than the department estimate of Rs.73,18,000.00 /- (prepared based on MES SSR 2020 rates for SSR Items with market variation of "At Par" for Civil and Electrical SSR items (-) 05% MV Plus (+) 05% for Estate Restricted Area) and for some items LPR / MR / BQ has been taken) by (-) 09.94%. The L1 rate quoted for item Sl.No.64 (Credit item) are freakishly on the lower side (Which is a loss for the factory) and freakishly low item Sl. No.40, 48, 49 and 51 (Freakishly low for 04 items) quoted by the L1 Contractor. It is confirmed that the estimate and quantities have been checked and certified that the quantities indicated for freakishly low items are not over estimated
- It is submitted that the rate quoted by the L1 contractor for item Sl. No. 31 and 61 (Above 10% for 02 item) is higher than the departmental estimate by more than 10%.
- As per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted rates are inclusive of GST.

19 OBSERVATIONS OF CWC- I HELD ON 22-09-2023:

- a. CWC - I Observed that M/s. S. Vinayagamurthy, Thiruvallur is the L1 contractor and has quoted the amount of Rs. 65,90,501.00/- (Rupees Sixty Five Lakhs Ninety Thousand Five Hundred and One Only). The quoted rate is **Lower** than the department estimate of Rs.73,18,000.00 /- (prepared based on MES SSR 2020 rates for SSR Items with market variation of "At Par" for Civil and Electrical SSR items (-) 05% MV Plus (+) 05% for Estate Restricted Area) and for some items LPR / MR / BQ has been taken) by (-) 09.94%. The L1 rate quoted for item SI.No.64 (Credit item) are freakishly on the lower side (Which is a loss for the factory) and freakishly low item SI. No.40, 48, 49 and 51 (Freakishly low for 04 items) quoted by the L1 Contractor. It is confirmed that the estimate and quantities have been checked and certified that the quantities indicated for freakishly low items are not over estimated
- b. CWC - I Observed that the rates quoted by the L1 contractor for item SI. No. 31 and 61 (Above 10% for 02 item) is higher than the departmental estimate by more than 10%.
- c. CWC - I Observed that as per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted rates are inclusive of GST.

20 DECISION OF CWC- I HELD ON 22-09-2023:

In view of the above observations, CWC - I decided to refer the freakish rate at item SI. No. 64 to the L1 Contractor M/s. S. Vinayagamurthy, Thiruvallur for their consideration and upward revision of their quoted rate as the item is a credit item.

CWC - I also decided to refer the rates for items SI. No. 31 and 61 (02 items wherein the rates quoted by the L1 Contractor are higher than departmental estimate by more than 10%) to the L1 Contractor M/s. S. Vinayagamurthy, Thiruvallur for their consideration and downward revision of their quoted rates.

CWC - I decided to obtain confirmation from the L1 Contractor S. Vinayagamurthy, Thiruvallur that good quality of material and labour will be maintained by them while executing the work for Item SI. No. 40, 48, 49 and 51 (04 items) wherein the rate quoted by them is freakishly on the lower side.

21. As directed by CWC - I, price negotiation was initiated with the L1 Contractor, M/s. S.Vinayagamurthy, Thiruvallur, seeking upward revision for item SI.No.64 (credit item) and downward revision for items SI.No. 31 and 61 (02 items wherein the rates quoted by the L1 Contractor are higher than departmental estimate by more than 10%). The Negotiation reply from the L1 Contractor, M/s. S.Vinayagamurthy, Thiruvallur, was received on 03.10.2023.

22. The L1 Contractor has revised their price bid and offered the following rate revision;

S. No	Item SI. No.	Original Quoted Unit Rate (Rs.) and Percentage wrt Estimated Cost			Revised Unit Rate (Rs.) after Price Revision and Percentage wrt Estimated Cost		
01	Item SI. No. 31	Rs.	33.00	(13.40 %)	Rs.	31.50	(8.25 %)
02	Item SI. No. 61	Rs.	75.00	(43.95 %)	Rs.	60.00	(15.16 %)
03	Item SI. No. 64	Rs.	-1.00	(-92.86 %)	Rs.	-9.00	(-35.71 %)

The status of Prices quoted by the L1 Contractor after revision of Prices are as follows;

Name of the L1 Contractor	Estimated Price	Original Quoted Price	Revised Price (After Negotiation)	Diff. of Revised Price in % over Estimated price
M/s. S.Vinayagamurthy Thiruvallur	Rs. 73,18,000.00 /-	Rs. 65,90,501.00/-	Rs. 65,88,746.00 /-	(-) 9.97 % (Lower)
Total Amount Reduced by the L1 Contractor: Rs. 1,755.00 /-				



23. OBSERVATIONS AFTER PRICE NEGOTIATION:

- a. In reply to the price negotiation request to L1 contractor M/s. S.Vinayagamurthy, Thiruvallur has reduced and revised his offer from Rs. 65,90,501.00/- to Rs.65,88,746.00 (Rupees Sixty Five Lakhs Eighty Eight Thousand Seven Hundred and Forty Six Only). The revised rate is Lower than the department estimate of Rs.73,18,000.00 /- (prepared based on MES SSR 2020 rates for SSR Items with market variation of "At Par" for Civil and Electrical SSR items (-) 05% MV Plus (+) 05% for Estate Restricted Area) and for some items LPR / MR / BQ has been taken) by (-) 09.97%. The L1 contractor revised quoted rate for item SI.No.64 (Credit item) has become non freakish. The freakishly low items SI. No.40, 48, 49 and 51 (Freakishly low for 04 items) quoted by the L1 Contractor. It is confirmed that the estimate and quantities have been checked and certified that the quantities indicated for freakishly low items are not over estimated
- b. It is submitted that the L1 Contractor has offered Price revision and after price revision the rates for item SI. No, 31 are higher than the departmental estimate by less than 10%.
- c. It is submitted that the L1 contractor offered price revision for item SI. No, 61 are still higher than the departmental estimate by more than 10%.
- d. It is submitted that the contractor vide his letter dated 03.10.2023 stated that "We also confirm and ensure that good quality of material and labour will be maintained while executing the work for item SI.No.40, 48, 49 and 51".
- e. As per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted rates are inclusive of GST.

24. OBSERVATIONS OF CWC- I HELD ON 07-10-2023:

- a. CWC - I Observed that in reply to the price negotiation request to L1 contractor M/s. S.Vinayagamurthy, Thiruvallur has reduced and revised his offer from Rs. 65,90,501.00/- to Rs.65,88,746.00 (Rupees Sixty Five Lakhs Eighty Eight Thousand Seven Hundred and Forty Six Only). The revised rate is Lower than the department estimate of Rs.73,18,000.00 /- (prepared based on MES SSR 2020 rates for SSR Items with market variation of "At Par" for Civil and Electrical SSR items (-) 05% MV Plus (+) 05% for Estate Restricted Area) and for some items LPR / MR / BQ has been taken) by (-) 09.97%. The L1 contractor revised quoted rate for item SI.No.64 (Credit item) has become non freakish. The freakishly low items SI. No.40, 48, 49 and 51 (Freakishly low for 04 items) quoted by the L1 Contractor. It is confirmed that the estimate and quantities have been checked and certified that the quantities indicated for freakishly low items are not over estimated.
- b. CWC - I Observed that the L1 contractor offered price revision for item SI. No, 61 are still higher than the departmental estimate by more than 10%.
- c. CWC - I Observed that the L1 contractor offered price revision for item SI. No, 61 are still higher than the departmental estimate by more than 10%.
- d. CWC - I Observed that the L1 contractor vide his letter dated 03.10.2023 stated that "We also confirm and ensure that good quality of material and labour will be maintained while executing the work for item SI.No.40, 48, 49 and 51"
- e. CWC - I Observed that as per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted rates are inclusive of GST.



- f. CWC – I observed that the L1 Contractors revised price of Rs. 65,88,746.00/- is Lower than the estimated price by (-) 09.97 % and the same is competitive and reasonable

25 DECISION OF CWC- I HELD ON 07-10-2023:

In view of the above observations, CWC – I decided to place Contract Agreement on the L1 Contractor, viz., M/s. S.Vinayagamurthy, Thiruvallur, at their revised quoted amount of Rs.65,88,746.00 /- (Rupees Sixty Five Lakhs Eighty Eight Thousand Seven Hundred and Forty Six Only) for the subject work.

CWC – I authorized to operate up to (+) or (-) 10% deviation over the CA amount. CWC – I directed the executing agency to ensure that as per SOP for Civil Works in AVNL – 2021, the items having freakishly lower rates SI No. 40, 48, 49 and 51 shall not be executed less than 05% of the estimated quantity.

26. Security Deposit :- The Contractor has to submit Security Deposit of Rs. 1,55,000.00 /- (Rupees One Lakh Fifty Five Thousand Only) in the form of Fixed Deposit / Term Deposit / Bank Guarantee in favour of Chief General Manager, HVF, Avadi from any nationalized bank for the completion and maintenance period which will be releasable on satisfactory completion of the defects liability period.

27. Completion time : 12 (Twelve) Months from the date of handing over of site.

28. Payment: 1) As per IAFW 2249 2) Cost debitable to: Code Head No.920/34 (Under Capital Grant)



(PAIDI ANNAJEE RAO)
GM / IMS & QA
MEMBER / USER



(K. TULASI RAO)
Jt.GM / IMS, EO & GS
MEMBER SECRETARY



(G.KRISHNA KISHORE)
GM / HR and F&A
MEMBER / FINANCE



(V.R. RAMBHAD)
CHIEF GENERAL MANAGER / HVF
CHAIRMAN / CWC – I