

**MINUTES OF E-PRICE BID REVISION APPROVAL CWC-I MEETING HELD ON
24-11-2023 FOR THE CIVIL WORK – SPECIAL REPAIRS TO DAMAGED
FLOOR, FENCING AND APPROACH ROAD FOR CYCLE, SCOOTER
AND CAR PARKING SHEDS OF MAIN GATE AT HVF, AVADI**

CIVIL ENGINEERING OFFICE

The following Officers were present ;

1	Shri. V.R. Rambhad	CGM / HVF	Chairman / CWC-I
2	Shri. G. Krishna Kishore	GM / HR, F&A	Member / Finance
3	Shri. Sulaiman S Siddique	GM / CP & ARJUN (Alternate Officer for GM / IMS & QA)	Member / User
4	Shri. K. Tulasi Rao	JT. GM / IMS, EO & GS	Member / Secy

- 01 e-Tender Enquiry No. & Date : HVF/TE/13025/CEO/2023-24/40, Dt. 12-09-2023.
E-Procurement Tender ID : 2023_AVNL_167369_1
- 02 Name of the Work : Special Repairs to Damaged Floor, Fencing and Approach Road for
Cycle, Scooter and Car Parking Sheds of Main Gate at HVF, Avadi.
- 03 Type of Tender : Open Tender under Two Bid System (e-Tendering)
- 04 Grant & Code Head : 920 / 34 (Capital Grant) ND 2304
- 05 User Section : HVF / IMS - CE (Fy)
- 06 Estimated cost of Work (Approx) : Rs. 83,37,000/= (As per delegation of Financial Powers issued by
AVNL as on 01-10-2021, Point SI.No. 51. (For Capital Civil works
for other than Production Buildings including roads but excluding
residential accommodation and amenity building), Sub Clause "b"
and AVNL Amendment letter Dt. 22-04-2022 and 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 IMS / CE (Fy) Note No.13148/HVF/CE(FY)/
2022-23, Dt. 17-07-2023

ii. F&A Concurrence vide Letter No. 12501/HVF/FIN&ACCT/86/
2023, Dt. 25-08-2023

iii. ADP Approval vide AVNL Letter No. 91002/ADP/HVF(ND2304)/
AVNL/2023-24, Dt. 19-06-2023
- 08 e-Tender published in CPPP e-proc website on : 14-09-2023 .
- 09 Scheduled Bid submission closing date and Date : Original Bid Submission closing Date : 29-09-2023
of Tender Opening : Original Technical Tender Opening Date : 30-09-2023
- 10 No. of T.O.D Postponements : NIL
- 11 e-Tender Technical /Eligibility Bid opened on : 30-09-2023
- 12 No. of Responses received online : 04 Responses / bids were received online.



13 Names of Contractors who have responded and their EMD details :

Sl. No.	NAME OF THE CONTRACTOR	EMD VALIDITY	OFFER VALIDITY (90 Days from Actual Technical bid opening date)
01	M/s Deepam Enterprises, Chennai	FDR, Date of Maturity is 27-03-2024	Confirmed . Offer Validity till 29-12-2023
02	M/s Sri Lakshmi Industries, Chennai	FDR, Date of Maturity is 25-09-2025	Confirmed . Offer Validity till 29-12-2023
03	M/s Vijayalakshmi Enterprises, Chennai	FDR, Date of Maturity is 07-12-2023	Confirmed . Offer Validity till 29-12-2023
04	M/s R. Krishnamurthy and Co, Chennai	DD, 26-12-2023	Confirmed . Offer Validity till 29-12-2023

- 14 CWC-I deliberated the case on 28-10-2023 and observed that all four participating contractors have fulfilled the eligibility Conditions of the tender and the offers of all four participating contractors are technically acceptable. Hence, CWC-I approved opening of e-price bids of all four eligible contractors viz.,

1. M/s Deepam Enterprises, Chennai
2. M/s Sri Lakshmi Industries, Chennai
3. M/s Vijayalakshmi Enterprises, Chennai
4. M/s R. Krishnamurthy and Co, Chennai

- 15 Accordingly the e-price bids of all four eligible contractors have been opened on 01-11-2023.

- 16 Details of e-Quotations (Price bids) received is given below

Sl. No	Name of the Contractor	STATUS	Quoted Amount	Difference in % over estimated rate
01	M/s Deepam Enterprises, Chennai	<u>L1</u>	Rs. 78,10,435 /=	(-) 06.32 % (Lower)
02	M/s Vijayalakshmi Enterprises, Chennai	<u>L2</u>	Rs. 78,79,733 /=	(-) 05.48 % (Lower)
03	M/s Sri Lakshmi Industries, Chennai	<u>L3</u>	Rs. 79,95,380 /=	(-) 04.10 % (Lower)
04	M/s R. Krishnamurthy and Co, Chennai	<u>L4</u>	Rs. 85,83,980 /=	(+) 02.96 % (Higher)

17 **INITIAL OBSERVATIONS**

- a It is observed that M/s Deepam Enterprises, Chennai is the L1 Contractor and has quoted a total amount of Rs. 78,10,435 /= (Rupees Seventy Eight Lakhs Ten Thousand Four Hundred and Thirty Five Only) for the work. The quoted amount is (-) 06.32 % Lower than the departmental estimate of Rs. 83,37,000/= /= {prepared based on MES SSR 2020 rates with Market Variation of (+) 05 % [MV of (-) 05 % Plus (+) 10% for Factory Area] for SSR Items. For some items MR / LPR has been taken.}. It is submitted that as per the Latest Market Variation for Quarter ending September 2023 circulated vide CE Chennai Zone, Letter Dt. 05-09-2023 the market variation for "Addn / Altn / Spl Repairs / Maintenance" for SSR Items is 15% { MV of "(+) 5 % Plus (+) 10 % for Factory Area }. There are no freakishly high rates and freakishly low rates quoted by the L1 Contractor. As per clause No.15 of the e-tender enquiry the contractors quoted rates are inclusive of GST.
- b It is submitted that the rate quoted by the L1 contractor for Items SI.No. 15 is higher than the departmental estimate by more than 10%



18 OBSERVATIONS OF CWC-I HELD ON 10-11-2023

- a CWC-I observed that M/s Deepam Enterprises, Chennai is the L1 Contractor and has quoted a total amount of Rs. 78,10,435 /- (Rupees Seventy Eight Lakhs Ten Thousand Four Hundred and Thirty Five Only) for the work. The quoted amount is (-) 06.32 % Lower than the departmental estimate of Rs. 83,37,000/- {prepared based on MES SSR 2020 rates with Market Variation of (+) 05 % [MV of (-) 05 % Plus (+) 10% for Factory Area] for SSR Items. For some items MR / LPR has been taken.}. It is submitted that as per the Latest Market Variation for Quarter ending September 2023 circulated vide CE Chennai Zone, Letter Dt. 05-09-2023 the market variation for "Addn / Altn / Spl Repairs / Maintenance" for SSR Items is 15% { MV of "(+) 5 % Plus (+) 10 % for Factory Area }. There are no freakishly high rates and freakishly low rates quoted by the L1 Contractor. As per clause No.15 of the e-tender enquiry the contractors quoted rates are inclusive of GST.
- b CWC-I also observed that the rate quoted by the L1 contractor for Items SI.No. 15 is higher than the departmental estimate by more than 10%

19 DECISION OF CWC-I HELD ON 10-11-2023

In view of the above observations, CWC-I decided to refer the rate for item SI.No. 15 (wherein the rate quoted by the L1 contractor is higher than departmental estimate by more than 10%) to the L1 Contractor M/s Deepam Enterprises, Chennai for their consideration and downward revision of their quoted rate.

- 20 As directed by CWC-I, Price Negotiation was initiated with the L1 contractor, M/s Deepam Enterprises, Chennai and e.mail Dt. 15-11-2023 was issued to the contractor, seeking downward revision of the rate for Item SI.No. 15 (wherein the rate quoted by the L1 firm is higher than the departmental estimate by more than 10 %).

The L1 Contractor M/s Deepam Enterprises, Chennai has replied vide e.mail Dt. 20-10-2023 and submitted letter Dt. NIL wherein it is intimated that " With reference to your request in response to HVF E Mail for Price reduction already our quoted rates are very less and reasonable compared to present market rates variation whereas my over all quoted rate is 6.3% less than the departmental estimate. However I reduced my quoted rates kindly accept the same. The rate Reduction Sheet is attached. So please kindly consider the negotiate rates and issue the necessary orders to execute the above work..."

It is submitted that M/s Deepam Enterprises, Chennai has submitted the rate revision sheet and revised their prices and offered the following rate revision.

SI.No	Item SI.No	Original Quoted Unit Rate (Rs.) and Percentage w.r.t Estimated cost	Revised Unit Rate (Rs.) after Price Revision and Percentage w.r.t Estimated cost
01	Item SI. No. 15	Rs. 40 /- (19.05 %)	Rs. 37.00 /- (10.12 %)

- 21 The status of Prices quoted by the L1 firm after revision of Prices are as follows ;

Sl. No	Name of the Contractor	STATUS	Original Quoted Amount	Revised Quoted Amount	Difference in % over estimated rate for revised quoted amount
01	M/s DEEPAM ENTERPRISES	<u>L1</u>	Rs. 78,10,435 /-	Rs. 77,96,785 /-	(-) 06.48 % (Lower)
TOTAL AMOUNT REDUCED			Rs. 13,650 /-		



22 OBSERVATIONS AFTER PRICE NEGOTIATION :

- a It is observed that after the Price Revision / Reduction offered by the L1 Contractor M/s Deepam Enterprises, Chennai, the revised quoted total amount works out to Rs. 77,96,785 /= (Rupees Seventy Seven Lakhs Ninety Six Thousand Seven Hundred and Eighty Five Only) for the work. The revised quoted total amount is (-) 06.48 % Lower than the departmental estimate of Rs. 83,37,000/= {prepared based on MES SSR 2020 rates with Market Variation of (+) 05 % [MV of (-) 05 % Plus (+) 10% for Factory Area] for SSR Items. For some items MR / LPR has been taken.}. It is submitted that as per the Latest Market Variation for Quarter ending September 2023 circulated vide CE Chennai Zone, Letter Dt. 05-09-2023 the market variation for "Addn / Altn / Spl Repairs / Maintenance" for SSR Items is 15% { MV of "(+) 5 % Plus (+) 10 % for Factory Area }. There are no freakishly high rates and freakishly low rates quoted by the L1 Contractor. As per clause No.15 of the e-tender enquiry the contractors quoted rates are inclusive of GST.
- b It is submitted that the L1 Contractor has offered Price Revision for Item Sl. No. 15 (which was earlier higher than the departmental estimate by more than 10 %) and after price revision, the revised rate for this item is still higher than the departmental estimate by more than 10 %
- c It is submitted that the L1 contractor M/s Deepam Enterprises vide Price Negotiation reply e.mail Dt. Dt. 20-11-2023 has submitted a letter wherein it is intimated that their quoted rates are very less and reasonable when compared to Market rates and their overall quoted rate is 6.3% less than the departmental estimate. The firm has further intimated that they have reduced their rates and requested to accept the negotiated rates and issue necessary orders to execute the work.

23 OBSERVATIONS OF CWC-I HELD ON 24-11-2023 :

- a CWC-I observed that after the Price Revision / Reduction offered by the L1 Contractor M/s Deepam Enterprises, Chennai, the revised quoted total amount works out to Rs. 77,96,785 /= (Rupees Seventy Seven Lakhs Ninety Six Thousand Seven Hundred and Eighty Five Only) for the work. The revised quoted total amount is (-) 06.48 % Lower than the departmental estimate of Rs. 83,37,000/= {prepared based on MES SSR 2020 rates with Market Variation of (+) 05 % [MV of (-) 05 % Plus (+) 10% for Factory Area] for SSR Items. For some items MR / LPR has been taken.}. It is submitted that as per the Latest Market Variation for Quarter ending September 2023 circulated vide CE Chennai Zone, Letter Dt. 05-09-2023 the market variation for "Addn / Altn / Spl Repairs / Maintenance" for SSR Items is 15% { MV of "(+) 5 % Plus (+) 10 % for Factory Area }. There are no freakishly high rates and freakishly low rates quoted by the L1 Contractor. As per clause No.15 of the e-tender enquiry the contractors quoted rates are inclusive of GST.
- b CWC-I also observed that the L1 Contractor has offered Price Revision for Item Sl. No. 15 (which was earlier higher than the departmental estimate by more than 10 %) (Original quoted Unit Rate Rs. 40/= and higher than departmental estimate by 19.05 %) and after price revision, the revised Unit rate for this item is Rs 37/= (10.12 % higher), which is marginally higher than the departmental estimate by more than 10 %
- c CWC-I noted that the L1 contractor M/s Deepam Enterprises vide Price Negotiation reply e.mail Dt. Dt. 20-11-2023 has submitted a letter wherein it is intimated that their quoted rates are very less and reasonable when compared to Market rates and their overall quoted rate is 6.3% less than the departmental estimate. The firm has further intimated that they have reduced their rates and requested to accept the negotiated rates and issue necessary orders to execute the work.
- d CWC-I observed that after price revision, the revised overall total amount quoted by the L1 contractor is (-) 06.48 % Lower than the departmental estimate. CWC-I observed that the revised overall total amount quoted by the L1 Contractor is competitive and reasonable.

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24 DECISION OF CWC-I HELD ON 24-11-2023

In view of the aforesaid observations, CWC-I decided to place Contract Agreement on the L1 Contractor, viz., M/s Deepam Enterprises, Chennai at their revised quoted total amount of Rs. 77,96,785 /- (Rupees Seventy Seven Lakhs Ninety Six Thousand Seven Hundred and Eighty Five Only) for the work.

CWC-I authorised to operate upto (+) or (-) 10 % deviation over the CA Amount.

- 25 Security Deposit : The contractor has to submit SD of Rs. 1,77,500 /- (Rupees One Lakh Seventy Seven Thousand and Five Hundred Only) in the form of Fixed Deposit / Term Deposit / BG in favour of CGM / HVF, Avadi from any Nationalised bank for the completion and maintenance period which will be releasable on satisfactory completion of the defects liability period.
- 26 Completion time : Twelve Months (365 days) from the date of handing over of site.
- 27 Payment : As per IAFW 2249, Cost debitable to : Code Head 920/34 (Capital Grant)

(SULAIMAN S SIDDIQUE)
GM / CP & ARJUN
(Alternate Officer for GM / IMS & QA)
MEMBER / USER

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

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

(V.R. RAMBHAD)
CGM / HVF
CHAIRMAN / CWC-I

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24/11/23