

MINUTES OF E-PRICE BID REVISION APPROVAL CWC- I MEETING HELD ON 23-02-2024 FOR THE CIVIL WORK– TERM CONTRACT FOR ARTIFICERS WORKS IN OLD FACILITY (EXCEPT ADMIN, ACCOUNTS) 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. Indal Kumar Pankaj | GM / QA | - Member / User |
| (Alternate Officer for GM/IMS & Stores) | | |
| 4. Shri. K. Tulasi Rao | Jt.GM / IMS, EO&GS | - Member Secretary |

- 01 e-Tender Enquiry No. & Date : HVF/TE/13025/CEO/2023-24/64, Dt. 07-12-2023.
e-Procurement Tender ID: 2023_AVNL_176975_1
- 02 Name of the Work : Term Contract for Artificers Works in Old Facility (Except Admin, Accounts) at HVF, Avadi.
- 03 Type of Tender : Open Tender under Two Bid System (e-Tendering)
- 04 Grant & Code Head : 809 / 01 (Under Revenue Grant)
- 05 User Section : HVF / IMS -CE (Fy)
- 06 Estimated cost of Work (Approx) : Rs.25,00,000 /= (As per delegation of Financial Powers issued by AVNL as on 01-10-2021, Point Sl.No. 54. (For Revenue Civil works), Sub Clause "b", and AVNL Amendment letter Dt. 22-04-2022, CGM is empowered for Issue of Acceptance of Necessity & Administrative Approval and placement of contract for Departmental Works upto Rs. 50 Lakhs (in each case). 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/IMS-CE(Fy)/2023-24/Maint., dt 12-10-2023.
ii) F&A Concurrence vide Letter No. 12501/HVF/ FIN&ACCT /86/2022, dt. 22-11-2023.
- 08 e-Tender published in CPPP : 07-12-2023
e-proc website on
- 09 Scheduled Bid Submission Closing date & Tender Opening date : Original Bid Submission Closing Date : 22-12-2023
Original Technical Tender Opening Date : 23-12-2023
- 10 No. of T.O.D Postponements : 01 Auto Extension
(BSCD:05-01-2024 & TOD:06-01-2024)
- 11 e-Tender Technical /Eligibility Bid opened on : 06-01-2024
- 12 No. of Responses received online : 03 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. Siva Enterprises, Chennai	DD, Date of Maturity 03-04-2024.	Confirmed. Offer Validity till 05-04-2024
02	M/s. VS Enterprises, Chennai	FDR, Date of Maturity 03-04-2024.	Confirmed. Offer Validity till 05-04-2024
03	M/s. Deepam Enterprises, Chennai	FDR, Date of Maturity 05-04-2024.	Confirmed. Offer Validity till 05-04-2024

14. **Eligibility Bid :-** CWC - I held on 19-01-2024 deliberated the case and observed that all the 03 (Three) Participating Contractors have fulfilled the eligibility conditions of the tender and the offers of all the 03 (Three) participating contractors are technically acceptable. Hence, CWC - I approved opening of e-price bids of all the 03 (Three) eligible contractors viz.,

- M/s. Siva Enterprises, Chennai,
- M/s. VS Enterprises, Chennai and
- M/s. Deepam Enterprises, Chennai.

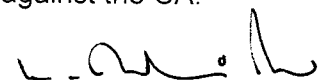
15. Accordingly the e-Price bids of all the 03 (Three) eligible Contractors were opened on: 27-01-2024.

16. Details of e-Quotations (Price Bids) received is given below:

Sl. No	NAME OF THE CONTRACTOR	STATUS	QUOTED % wrt MES SSR 2020
1.	M/s. Deepam Enterprises, Chennai	L1	(+) 14.50 % (Above)
2.	M/s. VS Enterprises, Chennai	L2	(+) 17.00 % (Above)
3.	M/s. Siva Enterprises, Chennai	L3	(+) 23.55 % (Above)

17. **OBSERVATIONS OF CWC- I HELD ON 02-02-2024:**

- CWC - I observed that M/s. Deepam Enterprises, Chennai is the L1 Contractor and has quoted a percentage rate of (+) 14.50 % (Plus Fourteen Point Five Zero Percentage Only) above MES SSR 2020 for the subject work. As per clause No.15 of the "Instruction to Tender" (in CPPP e-procurement portal) the contractors quoted rates are inclusive of GST.
- CWC - I observed that no market variation letter has been received from CE/ Hyderabad for MES SSR 2020 rates. Hence the MV letter issued by CE/ Chennai zone is being referred. The present MV allowed as per CE/ Chennai zone forecasting percentage for Addl / Altn / Spl Repairs / Maintenance Civil Works is (+) 05.00 % as per latest MV circulated vide CE/ Chennai zone letter dt 10-11-2023 for the quarter ending December 2023.
- CWC - I also observed that in the MV letters issued by CE/ Chennai Zone it is stated that the percentages indicated are for normal works in unrestricted areas. In case of restricted areas an addition of (+) 5.00% in MV is allowed for normal restricted areas and an addition of (+) 10.00% is allowed for Factory areas. Considering the nature of work, the overall Market variation allowed will be "(+) 15.00%" i.e. {to the MV of (+) 05.00% add (+) 10.00% for Factory area}.
- CWC - I observed that the last CA for same work ie "Term Contract for Artificers Works in Old Facility (Except Admin, Accounts) at HVF, Avadi" was awarded to M/s. Deepam Enterprises, Chennai vide CA No. HVF/ CE/39/2022-23/Maint., Dt 24-03-2023 at a Percentage rate of (+) 09.50 % above MES SSR 2020 with CA Value of Rs. 25,00,000 /-. The Original PDC for the CA was upto 25-03-2024 and Work Orders to the amount of Rs. 23,15,851 /- have been placed against the CA.



- e. CWC - I observed that the last CA for similar work ie "Term Contract for Artificers Works in Admin, Accounts, DSC, HVFTS and PRC Building at HVF, Avadi" was awarded to M/s. R. Raja, Chennai vide CA No. HVF/CE /21/2023-24/Maint., Dt 23-11-2023 at a Percentage rate of (+) 08.00 % above MES SSR 2020.

18. **DECISION OF CWC- I HELD ON 02-02-2024:**

CWC – I deliberated the case and observed that the percentage rate of (+) 14.50 % (Plus Fourteen Point Five Zero Percentage Only) above MES SSR 2020 quoted by L1 contractor viz., M/s. Deepam Enterprises, Chennai, in the present case is on the higher side when compared to the percentage rate accepted by HVF for the latest CA for Similar Work Inside Factory. In view of the above, CWC – I decided to refer the quoted percentage of (+) 14.50 % above MES SSR 2020 to the L1 Contractor M/s. Deepam Enterprises, Chennai, for their consideration and downward revision.

19. As directed by CWC – I, price percentage negotiation was initiated with the L1 Contractor, M/s. Deepam Enterprises, Chennai, seeking downward revision of quoted percentage. The Revised price percentage of the L1 Contractor was received vide email on 15-02-2024 and intimated in the email that;

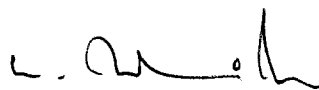
".....I have attached the rate revision sheet, please kindly consider above quoted percentage as final by considering the difficulties faced by the Contractors while doing the work where the working hours are very less inside the factory, and the rates for the materials are too high in the market comparing to the rate given by HVF. The labour cost are also increased"

20. The L1 Contractor, M/s. Deepam Enterprises, Chennai, has replied to the Price Percentage Negotiation and the revised percentage is as follows:

Sl. No	Name of the Contractor	Original quoted Percentage rate wrt MES SSR 2020	Percentage quoted after Price Revision wrt MES SSR 2020 rates
01	M/s. Deepam Enterprises, Chennai	(+) 14.50 % (Above)	(+) 12.00 % (Above)

21. **OBSERVATIONS AFTER PRICE REVISION:**

- a. It is submitted that the L1 Contractor M/s. Deepam Enterprises, Chennai, has revised his quoted percentage from (+) 14.50 % to (+) 12.00 % (Plus Twelve Percentage Only) above MES SSR 2020 for the subject work. As per clause No.15 of the tender (in e-procurement portal) the contractors quoted rates are inclusive of GST.
- b. It is submitted that no market variation letter has been received from CE/ Hyderabad for MES SSR 2020 rates. Hence the MV letter issued by CE Chennai zone is being referred. The present MV allowed as per CE/ Chennai zone forecasting percentage for Addl / Altn / Spl Repairs / Maintenance Civil Works is (+) 05.00 % as per latest MV circulated vide CE/ Chennai zone letter dt 10-11-2023 for the quarter ending December 2023.
- c. It is submitted that in the MV letters issued by CE/ Chennai Zone it is stated that the percentages indicated are for normal works in unrestricted areas. In case of restricted areas an addition of (+) 5.00% in MV is allowed for normal restricted areas and an addition of (+) 10.00% is allowed for Factory areas. Considering the nature of work, the overall Market variation allowed will be "(+) 15.00%" i.e. {to the MV of (+) 05.00% add (+) 10.00% for Factory area}.
- d. It is submitted that the last CA for same work ie "Term Contract for Artificers Works in Old Facility (Except Admin, Accounts) at HVF, Avadi" was awarded to M/s. Deepam Enterprises, Chennai vide CA No. HVF/ CE/39/2022-23/Maint., Dt 24-03-2023, at a Percentage rate of (+) 09.50 % above MES SSR 2020 with CA Value of Rs. 25,00,000 /-. The Original PDC for the CA was upto 25-03-2024 and Work Orders to the amount of Rs. 24,94,856 /- have been placed against the CA.



- e. It is submitted that the last CA for similar work inside Factory area, ie "Term Contract for Artificers Works in New Facility Area at HVF, Avadi" was awarded to M/s. B.V. Enterprises, Chennai vide CA No. HVF/CE /13/2023-24/Maint., Dt 19-08-2023 at a Percentage rate of (+) 10.00 % above MES SSR 2020.

22. **OBSERVATIONS OF CWC- I AFTER PRICE REVISION HELD ON 23-02-2024:**

- a. CWC - I observed that the L1 Contractor M/s. Deepam Enterprises, Chennai, has revised his quoted percentage from (+) 14.50 % to (+) 12.00 % (Plus Twelve Percentage Only) above MES SSR 2020 for the subject work. As per clause No.15 of the tender (in e-procurement portal) the contractors quoted rates are inclusive of GST.
- b. CWC - I observed that no market variation letter has been received from CE/ Hyderabad for MES SSR 2020 rates. Hence the MV letter issued by CE Chennai zone is being referred. The present MV allowed as per CE/ Chennai zone forecasting percentage for Addl / Altn / Spl Repairs / Maintenance Civil Works is (+) 05.00 % as per latest MV circulated vide CE/ Chennai zone letter dt 10-11-2023 for the quarter ending December 2023.
- c. CWC - I also observed that in the MV letters issued by CE/ Chennai Zone it is stated that the percentages indicated are for normal works in unrestricted areas. In case of restricted areas an addition of (+) 5.00% in MV is allowed for normal restricted areas and an addition of (+) 10.00% is allowed for Factory areas. Considering the nature of work, the overall Market variation allowed will be "(+) 15.00%" i.e. {to the MV of (+) 05.00% add (+) 10.00% for Factory area}.
- d. CWC - I observed that the last CA for same work ie "Term Contract for Artificers Works in Old Facility (Except Admin, Accounts) at HVF, Avadi" was awarded to M/s. Deepam Enterprises, Chennai vide CA No. HVF/ CE/39/2022-23/Maint., Dt 24-03-2023 at a Percentage rate of (+) 09.50 % above MES SSR 2020 with CA Value of Rs. 25,00,000 /-. The Original PDC for the CA was upto 25-03-2024 and Work Orders to the amount of Rs. 24,94,856 /- have been placed against the CA.
- e. CWC - I observed that the last CA for similar work inside Factory area, ie "Term Contract for Artificers Works in New Facility Area at HVF, Avadi" was awarded to M/s. B.V. Enterprises, Chennai vide CA No. HVF/CE /13/2023-24/Maint., Dt 19-08-2023 at a Percentage rate of (+) 10.00 % above MES SSR 2020 rates.
- f. CWC - I also observed that in EFA, Avadi, the last CA for similar work inside Factory area i.e "Term Contract for Artificers works in Non-Production Shops at EFA" was awarded to M/s. T. Krishnamurthy, Chennai vide CA No. EFA/EO(C)/1277/14/2022-23/Rev dated 23-03-2023 at a Percentage rate of (+) 17.00 % above MES SSR 2020 rates.
- g. CWC - I Observed that the revised percentage rate of (+) 12.00 % (Plus Twelve Percentage Only) above MES SSR 2020 for the subject work offered by L1 Contractor viz., M/s. Deepam Enterprises, Chennai, in the present case when compared with the similar work done in EFA, Avadi and also when compared to the latest Market variation rates is competitive and reasonable.



23. **DECISION OF CWC- I HELD ON 23-02-2024:**

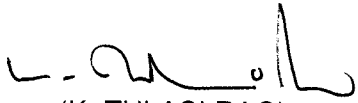
In view of the above observations, CWC – I decided to place Contract Agreement on the L1 Contractor M/s. Deepam Enterprises, Chennai, at their revised offered percentage of (+) 12.00 % (Plus Twelve Percentage Only) above MES SSR 2020 for carrying out the subject work (to the total value of Rupees Twenty Five Lakhs).

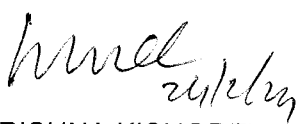
24. Security Deposit: The Contractor has to submit Security Deposit of Rs.62,500/- (Rupees Sixty Two Thousand and Five Hundred Only) in the form of Fixed Deposit / Term Deposit / Bank Guarantee in favour of Chief General Manager, HVF, Avadi from any nationalized bank for the Completion and Maintenance period which will be releasable on satisfactory completion of the defects liability period.

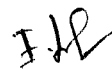
25. Completion time: 12 Months (365 Days) from the date of handing over of site.

26. Payment: 1) As per IAFW 2249. 2) Cost debitable to: Code Head 809/01 (Under Revenue Grant)

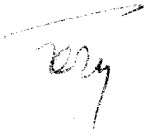

(INDAL KUMAR PANIKAJ)
GM / QA
(Alternate Officer for GM/IMS & Stores)
MEMBER / USER


(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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