

MINUTES OF E-PRICE BID REVISION APPROVAL CWC-I MEETING
HELD ON 05-02-2024 FOR THE CIVIL WORK – TERM CONTRACT
FOR ARTIFICERS WORK FOR TYPE II QUARTERS AREA
AT HVF ESTATE

CIVIL ENGINEERING OFFICE

The following Officers were present ;

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

- 01 e-Tender Enquiry No. & Date : HVF/TE/13025/CEO/2023-24/66, Dt. 12-12-2023.
New E-Procurement Tender ID : 2023_AVNL_177462 1
- 02 Name of the Work : Term Contract for Artificers work for Type-II Quarters Area at HVF Estate.
- 03 Type of Tender : Open Tender under Two Bid System (e-Tendering)
- 04 Grant & Code Head : 809 / 02 (Revenue Grant)
- 05 User Section : HVF / IMS - CE (E)
- 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(E) Note No.1659/IMS(E)/2023-24/MAINT, Dt. 20-09-2023
ii. F&A Concurrence vide Letter No. 12501/HVF/FIN&ACCT/86/2022, Dt. 22-11-2023
- 08 e-Tender published in CPPP New e-proc website on : 13-12-2023
- 09 Scheduled Bid submission closing date and Date of Tender Opening : Original Bid Submission closing Date : 27-12-2023
Original Technical Tender Opening Date : 28-12-2023
- 10 No. of T.O.D Postponements (System Configured for Bid Auto Extn Corrigendum in case of non receipt of minimum configured bids) : NIL
- 11 e-Tender Technical /Eligibility Bid opened on : 28-12-2023
- 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 VS Enterprises, Chennai	FDR, Date of Maturity is 21-03-2024	Confirmed . Offer Validity till 27-03-2024
02	M/s Siva Enterprises, Chennai	FDR, Date of Maturity is 22-03-2024	Confirmed . Offer Validity till 27-03-2024
03	M/s Deepam Enterprises, Chennai	FDR, Date of Maturity is 25-03-2024	Confirmed . Offer Validity till 27-03-2024

14 CWC-I deliberated the case on 05-01-2024 and observed that all three participating contractors have fulfilled the eligibility Conditions of the tender and the offers of all three participating contractors are technically acceptable. Hence, CWC-I approved opening of e-price bids of all three eligible contractors viz.,

1. M/s VS Enterprises, Chennai
2. M/s Siva Enterprises, Chennai
3. M/s Deepam Enterprises, Chennai

15 Accordingly, the e-price bids of all three eligible contractors were opened on 10-01-2024

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

Sl. No	Name of the Contractor	STATUS	Quoted Percentage w.r.t MES SSR 2020
01	M/s VS. Enterprises, Chennai	<u>L1</u>	(+) 04.50 % Above
02	M/s Siva Enterprises, Chennai	<u>L2</u>	(+) 07.55 % Above
03	M/s Deepam Enterprises, Chennai	<u>L3</u>	(+) 12.00 % Above

17 INITIAL OBSERVATIONS :

- a It is observed that M/s VS Enterprises, Chennai is the L1 contractor and has quoted the percentage rate of (+) 04.50 % (Plus Four Point Five Zero Percentage Only) above MES SSR 2020 for the subject work. As per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted percentages 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 market variation allowed as per CE / Chennai Zone forecasting percentage for Addl/Attn/Spl Repairs/Maintenance is (+) 05.00 %" as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 10-11-2023 for the quarter ending December 2023.
- c Further, it is submitted that in the Market Variation letter issued by CE, Chennai Zone, it is stated that the percentage indicated are for normal works in unrestricted areas. In case of restricted areas an addition of (+) 5 % in MV is allowed for normal restricted areas and an addition of (+) 10 % is allowed for factory areas. Considering HVF Estate as normal restricted area, the overall Market Variation will be (+) 10 % (ie) { to the MV of (+) 05 % add 5 % for normal restricted area}
- d It is submitted that the last CA for the same work viz., - Term Contract for Artificers works for Type II quarters area at HVF Estate was awarded to M/s VS Enterprises, Chennai vide HVF CA No. HVF/CE/33/2022-23/MAINT, Dt. 07-02-2023 at a Percentage Rate of (+) 03.00 % above MES SSR 2020 Rates with CA Value of Rs. 25.00 Lakhs. The Original PDC for the CA is 12-02-2024 and work orders to the amount of Rs. 21.92 Lakhs have been placed against the CA.
- e It is submitted that the latest CA for the similar work outside Factory viz., - Term Contract for Artificers work for Type -IV, V and VI Quarters area at HVF Estate was awarded to M/s B.V. Enterprises, Chennai vide HVF CA No. HVF/CE/20/2023-24/Maint, Dt. 02-11-2023 at a Percentage Rate of (+) 04.50 % Above MES SSR 2020 Rates.

18 OBSERVATIONS OF CWC-I HELD ON 19-01-2024 :

- a CWC-I observed that M/s VS Enterprises, Chennai is the L1 contractor and has quoted the percentage rate of **(+) 04.50 %** (Plus Four Point Five Zero Percentage Only) above MES SSR 2020 for the subject work. As per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted percentages are inclusive of GST.
- b CWC-I also 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 market variation allowed as per CE / Chennai Zone forecasting percentage for Addl/Attn/Spl Repairs/Maintenance is **(+) 05.00 %** as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 10-11-2023 for the quarter ending December 2023.
- c CWC-I further observed that in the Market Variation letter issued by CE, Chennai Zone, it is stated that the percentage indicated are for normal works in unrestricted areas. In case of restricted areas an addition of **(+) 5 %** in MV is allowed for normal restricted areas and an addition of **(+) 10 %** is allowed for factory areas. Considering HVF Estate as normal restricted area, the overall Market Variation will be **(+) 10 %** (ie) { to the MV of **(+) 05 %** add **5 %** for normal restricted area }
- d CWC-I observed that the last CA for the same work viz., - Term Contract for Artificers works for Type II quarters area at HVF Estate was awarded to M/s VS Enterprises, Chennai vide HVF CA No. HVF/CE/33/2022-23/MAINT, Dt. 07-02-2023 at a Percentage Rate of **(+) 03.00 %** above MES SSR 2020 Rates with CA Value of Rs. 25.00 Lakhs. The Original PDC for the CA is 12-02-2024 and work orders to the amount of Rs. 21.92 Lakhs have been placed against the CA.
- e CWC-I also observed that the latest CA for the similar work outside Factory viz., - Term Contract for Artificers work for Type -IV, V and VI Quarters area at HVF Estate was awarded to M/s B.V. Enterprises, Chennai vide HVF CA No. HVF/CE/20/2023-24/Maint, Dt. 02-11-2023 at a Percentage Rate of **(+) 04.50 %** Above MES SSR 2020 Rates.

19 DECISION OF CWC-I HELD ON 19-01-2024

CWC-I deliberated the case and opined that scope exists for reduction in the percentage rate quoted by the L1 Contractor viz., M/s VS Enterprises, Chennai in the present case. Hence, CWC-I decided to refer the quoted percentage rate of **(+) 04.50 %** above MES SSR 2020 to the L1 contractor M/s VS Enterprises, Chennai for their consideration and downward revision.

- 20 As directed by CWC-I, Price Negotiation was initiated with the L1 contractor, M/s VS. Enterprises, Chennai and e.mail Dt. 27-01-2024 was issued to the contractor, seeking downward revision of their quoted Percentage Rates. The L1 Contractor M/s VS. Enterprises, Chennai has replied vide e.mail Dt. 30-01-2024 and submitted letter Dt. 29-01-2024 wherein it is intimated that

*"...In response to HVF e.mail referred above for price reduction, I submit that my Original quoted Percentage Rate of **(+) 04.50 %** above MES SSR was very much reasonable and in line with the prevailing rates. However as a good will gesture, I have reduced my quoted percentage rate from **(+) 04.50 %** to **(+) 04.25 %** Above MES SSR 2020. It is humbly submitted that this is my rock-bottom percentage rate and no further percentage price reduction is possible in this case. The Rate Revision Sheet for the same is attached herewith. It is requested to accept the reduced percentage rate and release the valuable order for the said work..."*

It is submitted that M/s VS Enterprises, Chennai has submitted the rate revision sheet and offered the following Price revision / reduction. The status is as follows ;

Sl. No	Name of the Contractor	STATUS	Original Quoted percentage rate w.r.t MES SSR 2020	Percentage Quoted after Price revision w.r.t MES SSR 2020 rates
01	M/s VS Enterprises, Chennai	L1	(+) 04.50 %	(+) 04.25 %



21 OBSERVATIONS AFTER PRICE REVISION :

- a It is observed that the L1 Contractor viz., M/s VS Enterprises, Chennai has reduced and revised their quoted percentage from (+) 04.50 % to (+) 04.25 % (Plus Four Point Two Five Percentage Only) above MES SSR 2020 for the subject work. As per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted percentages 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 market variation allowed as per CE / Chennai Zone forecasting percentage for Addl/Attn/Spl Repairs/Maintenance is (+) 05.00 %" as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 10-11-2023 for the quarter ending December 2023.
- c Further, it is submitted that in the Market Variation letter issued by CE, Chennai Zone, it is stated that the percentage indicated are for normal works in unrestricted areas. In case of restricted areas an addition of (+) 5 % in MV is allowed for normal restricted areas and an addition of (+) 10 % is allowed for factory areas. Considering HVF Estate as normal restricted area, the overall Market Variation will be (+) 10 % (ie) { to the MV of (+) 05 % add 5 % for normal restricted area}
- d It is submitted that the last CA for the same work viz., - Term Contract for Artificers works for Type II quarters area at HVF Estate was awarded to M/s VS Enterprises, Chennai vide HVF CA No. HVF/CE/33/2022-23/MAINT, Dt. 07-02-2023 at a Percentage Rate of (+) 03.00 % above MES SSR 2020 Rates with CA Value of Rs. 25.00 Lakhs. The Original PDC for the CA is 12-02-2024 and work orders to the amount of Rs. 24.88 Lakhs have been placed against the CA.
- e It is submitted that the latest CA for the similar work outside Factory viz., - Term Contract for Artificers work for Type -IV, V and VI Quarters area at HVF Estate was awarded to M/s B.V. Enterprises, Chennai vide HVF CA No. HVF/CE/20/2023-24/Maint, Dt. 02-11-2023 at a Percentage Rate of (+) 04.50 % Above MES SSR 2020 Rates.
- f It is further submitted that the L1 contractor M/s VS Enterprises, vide letter Dt. 29-01-2024 has intimated that their Original quoted percentage rate of (+) 04.50 % above MES SSR was very much reasonable and in line with prevailing rates. However as a goodwill gesture he is reducing the percentage rate from (+) 04.50 % to (+) 04.25 % Above MES SSR 2020 and the same is his rock-bottom percentage rate and no further percentage price reduction is possible in this case . The L1 Contractor is requested to accept the reduced percentage rate and release the order for the work.

22 OBSERVATIONS OF CWC-I HELD ON 05-02-2024

- a CWC-I observed that the L1 Contractor viz., M/s VS Enterprises, Chennai has reduced and revised their quoted percentage from (+) 04.50 % to (+) 04.25 % (Plus Four Point Two Five Percentage Only) above MES SSR 2020 for the subject work. As per clause No.15 of the tender enquiry (in e-procurement portal) the contractors quoted percentages are inclusive of GST.
- b CWC-I also 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 market variation allowed as per CE / Chennai Zone forecasting percentage for Addl/Attn/Spl Repairs/Maintenance is (+) 05.00 %" as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 10-11-2023 for the quarter ending December 2023.
- c CWC-I further observed that in the Market Variation letter issued by CE, Chennai Zone, it is stated that the percentage indicated are for normal works in unrestricted areas. In case of restricted areas an addition of (+) 5 % in MV is allowed for normal restricted areas and an addition of (+) 10 % is allowed for factory areas. Considering HVF Estate as normal restricted area, the overall Market Variation will be (+) 10 % (ie) { to the MV of (+) 05 % add 5 % for normal restricted area}
- d CWC-I observed that the last CA for the same work viz., - Term Contract for Artificers works for Type II quarters area at HVF Estate was awarded to M/s VS Enterprises, Chennai vide HVF CA No. HVF/CE/33/2022-23/MAINT, Dt. 07-02-2023 at a Percentage Rate of (+) 03.00 % above MES SSR 2020 Rates with CA Value of Rs. 25.00 Lakhs. The Original PDC for the CA is 12-02-2024 and work orders to the amount of Rs. 24.88 Lakhs have been placed against the CA.
- e CWC-I also observed that the latest CA for the similar work outside Factory viz., - Term Contract for Artificers work for Type - IV, V and VI Quarters area at HVF Estate was awarded to M/s B.V. Enterprises, Chennai vide HVF CA No. HVF/CE/20/2023-24/Maint, Dt. 02-11-2023 at a Percentage Rate of (+) 04.50 % Above MES SSR 2020 Rates.

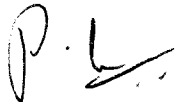
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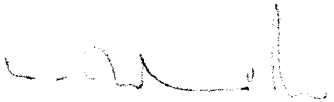
- f CWC-I noted that the L1 contractor M/s VS Enterprises, vide letter Dt. 29-01-2024 has intimated that their Original quoted percentage rate of (+) 04.50 % above MES SSR was very much reasonable and in line with prevailing rates. However as a goodwill gesture he is reducing the percentage rate from (+) 04.50 % to (+) 04.25 % Above MES SSR 2020 and the same is his rock-bottom percentage rate and no further percentage price reduction is possible in this case. The L1 Contractor is requested to accept the reduced percentage rate and release the order for the work.
- g CWC-I observed that the revised quoted percentage of (+) 04.25 % (Plus Four Point Two Five Percentage Only) above MES SSR 2020 quoted by the L1 contractor M/s VS Enterprises, Chennai, in the present case is competitive and reasonable.

23 **DECISION OF CWC-I HELD ON 05-02-2024**

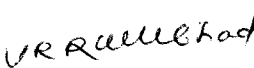
In view of the aforesaid observations, CWC-I decided to place Contract Agreement on the L1 contractor, M/s VS Enterprises, Chennai, at their revised quoted percentage rate of (+) 04.25 % (Plus Four Point Two Five Percentage Only) above MES SSR 2020 for carrying out the subject work (to the total value 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 / BG in favour of Chief General Manager / HVF, Avadi from any Nationalised bank for the completion and maintenance period which will be releasable on satisfactory completion of the defects liability period.
- 25 Completion time : Twelve Months (365 Days) from the date of handing over of site.
- 26 Payment : As per IAFW 2249 Cost debitable to : Code Head : 809 / 02 (Revenue Grant)


(PAIDI ANNAJEE RAO)
GM / IMS
MEMBER / USER


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


(SULAIMAN S. SIDDIQUE)
GM / CP & ARJUN
(Alternate Officer for GM / HR, F&A)
MEMBER / FINANCE


09/02/2024
(V.R. RAMBHAD)
CGM / HVF
CHAIRMAN / CWC-I