

MINUTES OF E-PRICE BID REVISION APPROVAL CWC-I MEETING
HELD ON 07-06-2024 FOR THE CIVIL WORK – PERCENTAGE RATE
CONTRACT FOR ROAD REPAIRS IN HVF ESTATE

CIVIL ENGINEERING OFFICE

The following Officers were present ;

1	Shri. V.R. Rambhad	CGM / HVF	Chairman / CWC-I
2	Shri. M. Sivakumar	GM / HR, F&A, IMS	Member / Finance
3	Shri. Paidi Annajee Rao	GM / EO, STORES & GS)	Member / User
4	Shri. K. Tulasi Rao	JT. GM / IMS	Member / Secy

- 01 e-Tender Enquiry No. & Date : HVF/TE/13025/CEO/2023-24/83, Dt. 22-03-2024.
E-Procurement Tender ID : 2024_AVNL_192204_1
- 02 Name of the Work : Percentage Rate Contract for Road Repairs in 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 / Estate Note No.1659/IMS/2023-24/ Maint, Dt. 08-11-2023
ii. F&A Concurrence vide Letter No. 12501/HVF/FIN&ACCT/86/ 2023, Dt. 16-02-2024
- 08 e-Tender published in CPPP e-proc website on : 27-03-2024
- 09 Scheduled Bid submission closing date and Date of Tender Opening : Original Bid Submission closing Date : 12-04-2024
Original Technical Tender Opening Date : 13-04-2024
- 10 No. of T.O.D Postponements (System Configured for Bid Auto Extn Corrigendum in case of non receipt of minimum configured bids) : One Extension
Extended Bid Submission Closing Date : 26-04-2024
Extended Technical Tender Opening Date : 27-04-2024
- 11 e-Tender Technical /Eligibility Bid opened on : 27-04-2024
- 12 No. of Responses received online : 02 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	FDR, Date of Maturity is 10-07-2024	Confirmed . Offer Validity till 26-07-2024
02	M/s J. Santhanam Contractor, Chennai	DD, 10-07-2024	Confirmed . Offer Validity till 26-07-2024

14 CWC-I deliberated the case on 10-05-2024 and observed that both the participating contractors have fulfilled the eligibility Conditions of the tender and the offers of both the participating contractors are technically acceptable. Hence, CWC-I approved opening of e-price bids of both the eligible contractors viz.,

1. M/s Siva Enterprises, Chennai
2. M/s J. Santhanam Contractor, Chennai

15 Accordingly the e-price bids of both the eligible contractors have been opened on 14-05-2024.

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

Sl. No	Name of the Contractor	STATUS	Quoted Percentage Rate w.r.t. Annexure –B of the Tender
01	M/s J. Santhanam Contractor, Chennai	<u>L1</u>	(+) 15.00 % (Higher)
02	M/s Siva Enterprises, Chennai	<u>L2</u>	(+) 27.55 % (Higher)

17 INITIAL OBSERVATIONS :

- a It is observed that M/s J. Santhanam Contractor, Chennai is the L1 Contractor and has quoted the percentage rate of (+) 15.00 % (Plus Fifteen Percentage Only) above the rates in the Annexure "B" (of the tender) for the subject work. It is submitted that the rates for items mentioned in the Annexure "B" (Schedule) comprise of LPR Rates for all the Items (LPR rates vide HVF CA No. HVF/CE/06/2022-23/MAINT, DT, 30-05-2022). 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 "Roads" is (+) 10.00 % as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 26-04-2024 for the quarter ending June 2024.
- 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 (+) 15 % (ie) { to the MV of (+) 10 % add 5 % for normal restricted area}.
- d It is submitted that the last CA for the subject work awarded to M/s J. Santhanam, Chennai vide HVF CA No. HVF/CE/06/2022-23/Maint, Dt. 20-05-2022 at a Percentage Rate of (-) 07.00 % below the rates in Annexure-B of the concerned tender (wherein the rates for items mentioned were MES SSR 2020 rates without MV for majority items and for one item LPR rate was taken) with CA Value of Rs. 25 Lakhs. The Original PDC for the CA was 05-06-2023 and work orders to the amount of Rs. 24.98 Lakhs have been placed against the CA.



18 OBSERVATIONS OF CWC-I HELD ON 25-05-2024 ;

- a CWC-I observed that M/s J. Santhanam Contractor, Chennai is the L1 Contractor and has quoted the percentage rate of (+) 15.00 % (Plus Fifteen Percentage Only) above the rates in the Annexure "B" (of the tender) for the subject work. It is submitted that the rates for items mentioned in the Annexure "B" (Schedule) comprise of LPR Rates for all the Items (LPR rates vide HVF CA No. HVF/CE/06/2022-23/MAINT, DT, 30-05-2022). 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 "Roads" is (+) 10.00 % as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 26-04-2024 for the quarter ending June 2024.
- 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 (+) 15 % (ie) { to the MV of (+) 10 % add 5 % for normal restricted area}.
- d CWC-I noted that the last CA for the subject work awarded to M/s J. Santhanam, Chennai vide HVF CA No. HVF/CE/06/2022-23/Maint, Dt. 20-05-2022 at a Percentage Rate of (-) 07.00 % below the rates in Annexure-B of the concerned tender (wherein the rates for items mentioned were MES SSR 2020 rates without MV for majority items and for one item LPR rate was taken) with CA Value of Rs. 25 Lakhs. The Original PDC for the CA was 05-06-2023 and work orders to the amount of Rs. 24.98 Lakhs have been placed against the CA.

19 DECISION OF CWC-I HELD ON 25-05-2024

- CWC-I deliberated the case and observed that the percentage rate of (+) 15.00 % above the rates in the Annexure "B" (of the tender), quoted by the L1 contractor viz., M/s J. Santhanam Contractor, Chennai, in the present case, is on the higher side when compared to the percentage rate accepted by HVF for the last CA for the same work. In view of the above, CWC-I decided to refer the quoted percentage of (+) 15.00 % above the rates in the Annexure "B" (of the tender) to the L1 contractor M/s J. Santhanam Contractor, Chennai, for their consideration and downward revision.
- 20 As directed by CWC-I, Price Negotiation was initiated with the L1 contractor, M/s J. Santhanam Contractor, Chennai and e.mail Dt. 29-05-2024 was issued to the L1 contractor, seeking downward revision of their quoted Percentage Rates. The L1 Contractor has replied vide e.mail Dt. 31-05-2024 and 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. Annexure -B of the Tender	Revised Quoted Percentage Rate w.r.t. Annexure -B of the Tender (First Price Negotiation)
01	M/s J. Santhanam Contractor, Chennai	L1	(+) 15.00 %	(+) 05.00 %



21 OBSERVATIONS AFTER PRICE REVISION :

- a It is observed that the L1 Contractor viz., M/s J. Santhanam Contractor, Chennai has reduced and revised their quoted percentage from (+) 15.00 % to (+) 05.00 % (Plus Five Percentage Only) above the rates in the Annexure "B" (of the tender) for the subject work. It is submitted that the rates for items mentioned in the Annexure "B" (Schedule) comprise of LPR Rates for all the Items (LPR rates vide HVF CA No. HVF/CE/06/2022-23/MAINT, DT, 30-05-2022). 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 "Roads" is (+) 10.00 % as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 26-04-2024 for the quarter ending June 2024.
- 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 (+) 15 % (ie) { to the MV of (+) 10 % add 5 % for normal restricted area}.
- d It is submitted that the last CA for the subject work awarded to M/s J. Santhanam, Chennai vide HVF CA No. HVF/CE/06/2022-23/Maint, Dt. 20-05-2022 at a Percentage Rate of (-) 07.00 % below the rates in Annexure-B of the concerned tender (wherein the rates for items mentioned were MES SSR 2020 rates without MV for majority items and for one item LPR rate was taken) with CA Value of Rs. 25 Lakhs. The Original PDC for the CA was 05-06-2023 and work orders to the amount of Rs. 24.98 Lakhs have been placed against the CA.

22 OBSERVATIONS OF CWC-I HELD ON 07-06-2024

- a CWC-I observed that the L1 Contractor viz., M/s J. Santhanam Contractor, Chennai has reduced and revised their quoted percentage from (+) 15.00 % to (+) 05.00 % (Plus Five Percentage Only) above the rates in the Annexure "B" (of the tender) for the subject work. CWC-I also observed that the rates for items mentioned in the Annexure "B" (Schedule) comprise of LPR Rates for all the Items (LPR rates vide HVF CA No. HVF/CE/06/2022-23/MAINT, DT, 30-05-2022). 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 "Roads" is (+) 10.00 % as per latest Market Variation circulated vide CE / Chennai Zone, Letter Dated. 26-04-2024 for the quarter ending June 2024.
- 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 (+) 15 % (ie) { to the MV of (+) 10 % add 5 % for normal restricted area}.
- d CWC-I noted that the last CA for the subject work awarded to M/s J. Santhanam, Chennai vide HVF CA No. HVF/CE/06/2022-23/Maint, Dt. 20-05-2022 at a Percentage Rate of (-) 07.00 % below the rates in Annexure-B of the concerned tender (wherein the rates for items mentioned were MES SSR 2020 rates without MV for majority items and for one item LPR rate was taken) with CA Value of Rs. 25 Lakhs. The Original PDC for the CA was 05-06-2023 and work orders to the amount of Rs. 24.98 Lakhs have been placed against the CA.
- e CWC-I observed that the revised quoted percentage of (+) 05.00 % (Plus Five Percentage Only) above the rates in the Annexure "B" (of the tender) quoted by the L1 contractor M/s J. Santhanam Contractor, Chennai, in the present case is competitive and reasonable.

u. a. b.

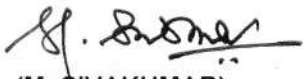
23 DECISION OF CWC-I HELD ON 07-06-2024

In view of the aforesaid observations, CWC-I decided to place Contract Agreement on the L1 contractor, M/s J. Santhanam Contractor, Chennai, at their revised quoted percentage rate of (+) 05.00 % (Plus Five Percentage Only) above the rates in the Annexure "B" (of the tender) 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 The Chief General Manager / HVF, Avadi from any Commercial 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 / EO, STORES & GS
MEMBER / USER


(K. TULASI RAO)
JT.GM / IMS
MEMBER SECRETARY


(M. SIVAKUMAR)
GM / HR, F&A, IMS
MEMBER / FINANCE


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