

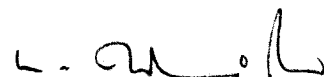
MINUTES OF E-PRICE BID REVISION APPROVAL CWC-I MEETING
HELD ON 20-06-2024 FOR THE CIVIL WORK – REPAIRS /
RE-CARPETING OF BRANCH ROADS INSIDE
HVF ESTATE, AVADI

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/2023-24/90, Dt. 27-03-2024.
E-Procurement Tender ID : 2024_AVNL_192476_1
- 02 Name of the Work : Repairs / Re-Carpeting of Branch Roads inside HVF Estate, Avadi.
- 03 Type of Tender : Open Tender under Two Bid System (e-Tendering)
- 04 Grant & Code Head : 920 / 34 (Capital Grant) ND 2326
- 05 User Section : HVF / IMS – CE (E)
- 06 Estimated cost of Work (Approx) : Rs. 4,88,01,000/= (As per delegation of Financial Powers issued by AVNL as on 01-10-2021, Point Sl.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 letters 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 (E) Note No.1659/CE(E)/2023-24/CAP, Dt. 13-02-2024
ii. F&A Concurrence vide Letter No. 12501/HVF/FIN&ACCT/86/2024, Dt. 11-03-2024
iii. ADP Approval vide AVNL Letter No. AVNLCO/ENGG/ADP/HVF(ND2326)/2023-24, Dt. 12-02-2024
- 08 e-Tender published in CPPP e-proc website on : 29-03-2024
- 09 Scheduled Bid submission closing date and Date of Tender Opening : Original Bid Submission closing Date : 16-04-2024
Original Technical Tender Opening Date : 17-04-2024
- 10 No. of T.O.D Postponements (System Configured for Bid Auto Extn Corrigendum) : NIL
- 11 e-Tender Technical /Eligibility Bid opened on : 17-04-2024
- 12 No. of Responses received online : 05 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 Sun Constructions, Pudukottai	FDR, Date of Maturity is 12-04-2025	Confirmed . Offer Validity till 16-07-2024
02	M/s Mars Construction, Chennai	DD, 15-07-2024	Confirmed . Offer Validity till 16-07-2024
03	M/s Spancrete Civil Engineering, Chennai	FDR, Date of Maturity is 11-07-2024	Confirmed . Offer Validity till 16-07-2024
04	M/s J. Santhanam Contractor, Chennai	DD, 10-07-2024	Confirmed . Offer Validity till 16-07-2024
05	M/s Sri Selliamman & Co, Chennai	DD, 15-07-2024	Confirmed . Offer Validity till 16-07-2024

14 CWC-I deliberated the case on 25-05-2024 and observed that all Five participating contractors have fulfilled the eligibility Conditions of the tender and the offers of all Five participating contractors are technically acceptable. Hence, CWC-I approved opening of e-price bids of all Five eligible contractors viz.,

1. M/s Sun Constructions, Pudukottai
2. M/s Mars Construction, Chennai
3. M/s Spancrete Civil Engineering, Chennai
4. M/s J. Santhanam Contractor, Chennai
5. M/s Sri Selliamman & Co, Chennai

15 Accordingly the e-price bids of all five eligible contractors have been opened on 30-05-2024.

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 Sri Selliamman & Co, Chennai	<u>L1</u>	Rs. 3,42,18,550.00 /=	(-) 29.88 % (Lower)
02	M/s J. Santhanam Contractor, Chennai	<u>L2</u>	Rs. 3,63,03,020.00 /=	(-) 25.61 % (Lower)
03	M/s Sun Constructions, Pudukottai	<u>L3</u>	Rs. 4,39,85,040.00 /=	(-) 09.87 % (Lower)
04	M/s Mars Construction, Chennai	<u>L4</u>	Rs. 4,50,53,444.30 /=	(-) 07.68 % (Lower)
05	M/s Spancrete Civil Engineering, Chennai	<u>L5</u>	Rs. 4,78,25,054.00 /=	(-) 02.00 % (Lower)

17 INITIAL OBSERVATIONS

It is observed that M/s Sri Selliamman & Co, Chennai is the L1 Contractor and has quoted a total amount of Rs. 3,42,18,550 /= (Rupees Three Crores Forty Two Lakhs Eighteen Thousand Five Hundred and Fifty Only) for the work. The quoted amount is (-) 29.88 % Lower than the departmental estimate of Rs. 4,88,01,000 /= {prepared based on MES SSR 2020 rates with Market Variation of (+) 15 % [MV of (+) 10 % Plus (+) 05 % for Normal Restricted Area – HVF Estate] for SSR Items. For some items LPR has been taken.}. It is submitted that as per the Latest Market Variation for Quarter ending June 2024 circulated vide CE Chennai Zone, Letter Dt. 26-04-2024 the market variation for " Roads" for SSR Items is 15% { MV of "(+) 10 % Plus (+) 5 % for Normal Restricted area – HVF Estate }. The rates quoted by L1 Contractor are freakishly high for items Sl. No. 07 and freakishly low for Items Sl.No. 01, 02 & 06. Except for the freakishly high item (Sl.No. 07) , there are no items wherein the rates quoted by the L1 contractor are higher than the departmental estimate by more than 10%. As per clause No.15 of the e-tender enquiry the contractors quoted rates are inclusive of GST. It is confirmed that the estimate and quantities have been checked and certified that the quantities indicated for freakishly low item are not over estimated and the quantities for freakishly high item are not under-estimated.

18 OBSERVATIONS OF CWC-I HELD ON 07-06-2024 ;

CWC-I observed that M/s Sri Selliamman & Co, Chennai is the L1 Contractor and has quoted a total amount of Rs. 3,42,18,550 /- (Rupees Three Crores Forty Two Lakhs Eighteen Thousand Five Hundred and Fifty Only) for the work. The quoted amount is (-) 29.88 % Lower than the departmental estimate of Rs. 4,88,01,000 /- {prepared based on MES SSR 2020 rates with Market Variation of (+) 15 % [MV of (+) 10 % Plus (+) 05 % for Normal Restricted Area – HVF Estate] for SSR Items. For some items LPR has been taken.}. CWC-I also observed that as per the Latest Market Variation for Quarter ending June 2024 circulated vide CE Chennai Zone, Letter Dt. 26-04-2024 the market variation for " Roads" for SSR Items is 15% { MV of "(+) 10 % Plus (+) 5 % for Normal Restricted area – HVF Estate }. The rates quoted by L1 Contractor are freakishly high for items SI. No. 07 and freakishly low for Items SI.No. 01, 02 & 06. Except for the freakishly high item (SI.No. 07) , there are no items wherein the rates quoted by the L1 contractor are higher than the departmental estimate by more than 10%. As per clause No.15 of the e-tender enquiry the contractors quoted rates are inclusive of GST. CWC-I observed that the estimate and quantities have been checked and certified that the quantities indicated for freakishly low item are not over estimated and the quantities for freakishly high item are not under-estimated.

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

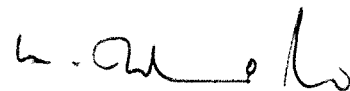
- a In view of the aforesaid observations, CWC-I decided to refer the freak rate on higher side for item SI. No. 07 to the L1 Contractor M/s Sri Selliamman & Co, Chennai for their consideration and downward revision of their quoted rates.
 - b CWC-I also decided to obtain confirmation from the L1 Contractor M/s Sri Selliamman & Co., that good quality of material and workmanship will be maintained by the Contractor while executing the work for Items SI.No. 01, 02 & 06 wherein the rates quoted by them are freakishly on the lower side and also while executing the entire work since the overall total amount quoted by them is on the lower side.
- 20 As directed by CWC-I, Price Negotiation was initiated with the L1 contractor, M/s Sri Selliamman & Co, Chennai and e.mail Dt. 10-06-2024 was issued to the contractor, seeking downward revision of the freakishly high rates for Items SI.No. 07 and for seeking confirmation that good quality of material and workmanship will be maintained by them while executing the work for Items SI.No. 01, 02 & 06 wherein the rates quoted by them are freakishly on the lower side and also that they will maintain good quality of material and workmanship while executing the entire work.

The L1 Contractor M/s Sri Selliamman & Co, Chennai has replied vide e.mail Dt. 11-06-2024 and submitted Rate Revision sheet along with letter Dt. 11-06-2024 wherein it is intimated that ;

1. "We have reduced the Unit Rate for Item SI. No. 07 from Rs. 400 /- To Rs. 219 /-.
2. We confirm that we shall maintain good quality of material and workmanship while executing the subject work for Item SI.No. 01, 02 & 06 for which our quoted rates are less.
3. We also confirm that we shall maintain good quality of material and workmanship while executing the entire subject work"

- 21 It is submitted that M/s Sri Selliamman & Co, Chennai has submitted the rate revision sheet and revised their prices and offered the following rate revision ;

Sl.No	Item Sl.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 Sl. No. 07	Rs. 400 /- (100.00 %)	Rs. 219 /- (09.50 %)



22 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 SRI SELLIAMMAN & CO	<u>L1</u>	Rs. 3,42,18,550.00 /=	Rs. 3,40,49,677.00 /=	(-) 30.23 % (Lower)
TOTAL AMOUNT REDUCED			Rs. 1,68,873 /=		

23 OBSERVATIONS AFTER PRICE REVISION :

- a It is observed that after the Price revision / reduction offered by the L1 contractor M/s Sri Selliamman & Co, Chennai, the revised quoted total amount works out to Rs. 3,40,49,677 /= (Rupees Three Crores Forty Lakhs Forty Nine Thousand Six Hundred and Seventy Seven Only) for the work. The revised quoted amount is (-) 30.23 % Lower than the departmental estimate of Rs. 4,88,01,000 /= {prepared based on MES SSR 2020 rates with Market Variation of (+) 15 % [MV of (+) 10 % Plus (+) 05 % for Normal Restricted Area – HVF Estate] for SSR Items. For some items LPR has been taken.}. It is submitted that as per the Latest Market Variation for Quarter ending June 2024 circulated vide CE Chennai Zone, Letter Dt. 26-04-2024 the market variation for " Roads" for SSR Items is 15% { MV of "(+) 10 % Plus (+) 5 % for Normal Restricted area – HVF Estate }. The rates quoted by L1 contractor are freakishly low for Items SI.No. 01, 02 & 06. It is further submitted that the L1 Contractor has offered Price reduction for Item SI No. 07 which was earlier freakishly high (Original quoted unit rate Rs. 400 and higher than departmental estimate by 100 %) and after Price revision the rate for this item is Rs. 219 (higher than departmental estimate by 09.50 %). Hence after Price revision there are no items which are freakishly high or higher than departmental estimate by more than 10 %. 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 vide their letter Dt. 11-06-2024 has intimated that they have reduced the unit rate for Item SI. No. 07 from Rs. 400 /= to Rs 219 /=. The L1 Contractor in their letter has further confirmed that they shall maintain good quality of material and workmanship while executing the work for Item SI.No. 01, 02 & 06 for which their quoted rates are less. The L1 Contractor has also confirmed that they shall maintain good quality of material and workmanship while executing the entire work.

24 OBSERVATIONS OF CWC-I HELD ON 20-06-2024 :

- a CWC-I observed that after the Price revision / reduction offered by the L1 contractor M/s Sri Selliamman & Co, Chennai, the revised quoted total amount works out to Rs. 3,40,49,677 /= (Rupees Three Crores Forty Lakhs Forty Nine Thousand Six Hundred and Seventy Seven Only) for the work. The revised quoted amount is (-) 30.23 % Lower than the departmental estimate of Rs. 4,88,01,000 /= {prepared based on MES SSR 2020 rates with Market Variation of (+) 15 % [MV of (+) 10 % Plus (+) 05 % for Normal Restricted Area – HVF Estate] for SSR Items. For some items LPR has been taken.}. CWC-I noted that as per the Latest Market Variation for Quarter ending June 2024 circulated vide CE Chennai Zone, Letter Dt. 26-04-2024 the market variation for " Roads" for SSR Items is 15% { MV of "(+) 10 % Plus (+) 5 % for Normal Restricted area – HVF Estate }. The rates quoted by L1 contractor are freakishly low for Items SI.No. 01, 02 & 06. CWC-I further observed that the L1 Contractor has offered Price reduction for Item SI No. 07 which was earlier freakishly high (Original quoted unit rate Rs. 400 and higher than departmental estimate by 100 %) and after Price revision the rate for this item is Rs. 219 (higher than departmental estimate by 09.50 %). Hence after Price revision there are no items for which the rates are freakishly high or higher than departmental estimate by more than 10 %. As per clause No.15 of the e-tender enquiry the contractors quoted rates are inclusive of GST.
- b CWC-I observed that the L1 Contractor vide their letter Dt. 11-06-2024 has intimated that they have reduced the unit rate for Item SI. No. 07 from Rs. 400 /= to Rs 219 /=. The L1 Contractor in their letter has further confirmed that they shall maintain good quality of material and workmanship while executing the work for Item SI.No. 01, 02 & 06 for which their quoted rates are less. The L1 Contractor has also confirmed that they shall maintain good quality of material and workmanship while executing the entire work.
- c CWC-I further observed that the overall revised total amount quoted by the L1 contractor is (-) 30.23 % lower than the departmental estimate and the same is competitive and reasonable.

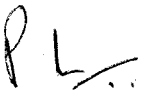


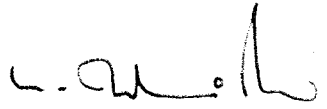
25 DECISION OF CWC-I HELD ON 20-06-2024 :

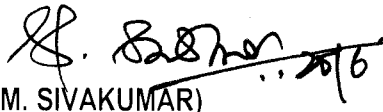
In view of the aforesaid observations, CWC-I decided to place Contract Agreement on the L1 Contractor, viz., M/s Sri Selliamman & Co, Chennai, at their revised quoted total amount of Rs. 3,40,49,677 /- (Rupees Three Crores Forty Lakhs Forty Nine Thousand Six Hundred and Seventy Seven Only) for the work.

CWC-I authorised to operate upto (+) or (-) 10 % deviation over the CA Amount. CWC-I directed the executing agency to ensure good quality of material and workmanship by the contractor for the items SI.No. 01, 02 & 06 for which the rates quoted are freakishly low. CWC-I also directed the executing agency to ensure good quality of material and workmanship by the contractor while executing the entire work. CWC-I also directed the executing agency to ensure that as per SOP for Civil Works in AVNL – 2021, the items having freakishly lower rates (Items SI. No. 01, 02 & 06) shall not be executed less than 05 % of the estimated quantity.

- 26 Security Deposit : The contractor has to submit SD of Rs. 5,19,400 /- (Rupees Five Lakhs Nineteen Thousand and Four Hundred Only) in the form of Fixed Deposit / Term Deposit / BG in favour of The CGM / HVF, Avadi from any Commercial bank for the completion and maintenance period which will be releasable on satisfactory completion of the defects liability period.
- 27 Completion time : Twelve Months (365 days) from the date of handing over of site.
- 28 Payment : As per IAFW 2249, Cost debitable to : Code Head 920 / 34 (Capital 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
initialed


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