

TAMIL NADU WATER SUPPLY AND DRAINAGE BOARD

ABSTRACT

TWAD BOARD - AUTHORISED EXTRAS AND OMISSIONS INVOLVED EXCESSIVELY IN CONTRACT - PROPOSAL TO INTRODUCE "PERCENTAGE TENDER SYSTEM" IN TWAD BOARD - APPROVED - ORDERS ISSUED.

B.P.Ms. No. 392

Dated: 6.12.96

RE:AD:

1. B.P.No. 326/ dt. 6.11.96
2. Board's Resolution No. 53/ dt. 26.11.96

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The proposal on the omissions occurred in certain items of works and especially omissions in earth work with vast reduction in quantity and the fact of noting omissions in quantity even to the extent of 50% of Agreement Value, resulting in alteration of original position of the lowest tender accepted for the work was considered. Further, the Tenderers are quoting abnormal high rates for certain individual items resulting in delay in finalising the Tender and also their intention to get more profit in the initial period of execution itself has quoting very less rates for certain items which may possibly be omitted or not carried out or left out by the contractor was also considered. Hence, this subject was placed before the Technical Committee for detailed discussions.

2. In order to obviate such excess rates and huge quantity of omissions, the Technical committee in the meeting held on 23.9.96 has resolved to recommend for adoption of "Percentage Tender System" in TWAD Board for all works with a note to adopt this system on trial basis for certain period and to place the subject before the Board for consideration.

3. "PERCENTAGE TENDER SYSTEM" - In tender schedule 'A' the current estimate rates for all the individual items of works and total value of work put to tender are given by the Board and the tenderers are requested to quote the percentage of excess/less over the estimate rate for the overall works at which they are willing to execute the work. The Tenderers are to quote the percentage excess/less both in figures and words. While adopting this revised procedure of "PERCENTAGE TENDER SYSTEM", of the estimate rate for individual items of works, which is the basis for offering percentage excess/less by the Tenderers.

/* the TWAD Board officials should ensure accuracy

4. The proposal of "PERCENTAGE TENDER SYSTEM" for adoption in TWAD Board for all works on trial basis for a period of six months was placed before the Board for approval. The Board in its resolution 2nd read above, has resolved as follows:

"The Board after careful consideration resolved to approve the adoption of "PERCENTAGE TENDER SYSTEM" in TWAD Board for all works on a trial basis for about six months period (i.e. upto May, 1997). Thereafter the results of the same may be placed before the Board for further decisions. Instructions regarding the revised procedure may be issued to the officials".

5. Accordingly, the Board approves the adoption of "PERCENTAGE TENDER SYSTEM" in TWAD Board for all work on a trial basis for about six months period (ie. upto May, 1997). The Regional Chief engineers are requested to report the results of the same in June 1997 so as to place the matter before the Board for further decision. The officials of TWAD Board are advised to follow the revised procedure of "PERCENTAGE TENDER SYSTEM" as stimulated in para - 3 Supra.

(BY ORDER OF THE BOARD)

Sd/-L. Palamalai, 6/12
Managing Director,
TWAD Board, Madras-5.

To All the Regional Chief Engineers/Superintending Engineers' and Executive Engineers of TWAD Board.

Copy to the Engineering Director/Finance Director and General Manager of TWAD Board, Madras-5.

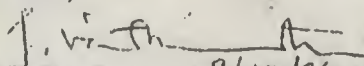
Copy to Joint Chief Engineer (G.I.)/Joint Chief Engineer (IIM) Joint Chief Engineer (O&N)/Joint Chief Engineer (P&D)/ TWAD Board, Chepauk, Madras-5.


Copy to Chief Accounts Officer/Accounts Officer(Finance)/ TWAD Board, Madras-5.

Copy to Chief Head Draughtsman(CW) & Chief Head Draughtsman(P&D) TWAD Board, Madras-5.

Copy to Board Cell - 5 copies.

/Forwarded/by order/


CHIEF HEAD DRAUGHTSMAN (P&D),
TWAD BOARD: MADRAS-5.


9/12/96.