

TAMILNADU WATER SUPPLY AND DRAINAGE BOARD



ABSTRACT

TWAD BOARD - TENDER PROPOSAL FOR THE WORK OF PROVIDING WATER TREATMENT PLANT FOR EXISTING CWSS TO KALIAKKAVILAI TP., METHUKUMMAL VP. AND 22 WAYSIDE VPS., CWSS TO KOLLENCODE TP., EZHUDESAM TP AND 27 WAYSIDE VPS. AND CWSS TO 79 HABITATIONS IN MELPURAM UNION IN KANYAKUMARI DISTRICT INCLUDING MAINTENANCE FOR ONE YEAR - APPROVAL ACCORDED - ORDERS ISSUED

(COM Wing)

B.P. Ms. No. 81

Dated : 15.09.2010

Read:

Board's Resolution No.3.1/ dated 08.09.2010

Order:

The Government of Tamil Nadu, in G.O. Ms. No.211/ MA&WS/ dt.05.11.2009, have accorded Administrative Approval for providing Water Treatment Plant for existing CWSS to Kaliakkavilai TP., Methukummal VP and 22 wayside VPs., CWSS to Kollencode TP., Ezhudesam TP and 27 wayside VPs. and new CWSS to 79 habitations in Melpuram union in Kanyakumari District for an amount of Rs.1670.00 lakhs to install and Rs.124.00 lakhs to maintain annually. Technical Sanction for various components of works under this Scheme was accorded by the Chief Engineer, TWAD Board, Southern Region, Madurai for an amount of Rs.1700.00 lakhs and registered as CER/ SR/ MDU No. 56/2009-2010 dated 16.12.2009.

2. Tenders were invited by the Chief Engineer, TWAD Board, Southern Region, Madurai on turnkey basis adopting two cover system for the above work on 21.12.2009, fixing the last date for receipt of tenders and opening of technical bids as 05.02.2010. In partial modification of the above tender call, the sale and receipt of tenders was extended upto 16.02.2010 and 18.02.2010 respectively vide extension notice dated 20.01.2010. In response to this tender call, only one bidder M/s. Shriram EPC Limited, Chennai has offered their tender. The tender was rejected by the Tender Committee at its meeting held on 07.05.2010, in view of high excess percentage i.e., (+)18.80% excess over the Departmental value of Rs.10,08,44,328/-(2009-2010 SoR).

3. Tenders were again invited by the Chief Engineer, TWAD Board, Southern Region, Madurai on turnkey basis adopting two cover system for the above work on 10.05.2010, fixing the last date for receipt of tenders and opening of technical bids as 16.06.2010. In response to this tender call, the following three firms have offered their bids.

M/s.The Indian Hume Pipe Co. Ltd., Mumbai.

M/s.Shriram EPC Ltd., Chennai.

M/s.IVRCL Infrastructures & Projects Ltd., Chennai.

The technical bids of the above three bidders, were opened by the Chief Engineer, TWAD Board, Southern Region, Madurai on 16.06.2010.

4. As per the directions contained in Board's Proceedings Ms.No.103 dated 27.10.2005, the technical bids received from the above bidders, were placed before the Head office Tender Evaluation Committee at its meeting held on 12.07.2010 for taking a decision on the pre qualification of the bidders for the above work. The Head Office Tender Evaluation Committee, after detailed scrutiny of the bids, decided to pre-qualify all the following three bidders, as they have satisfied both physical and financial qualification criteria fixed by the Department.

M/s. The Indian Hume Pipe Co. Ltd., Mumbai.

M/s. Shriram EPC Ltd., Chennai.

M/s. IVRCL Infrastructures & Projects Ltd., Chennai.

However, the Committee directed the Chief Engineer to obtain the Sales Tax Verification certificates for the Assessment years 2005-06 to 2009-10 and to get the renewal of registration as Class I Contractor in TWAD Board, from the bidder M/s.Shriram EPC Ltd., Chennai before awarding the work, if the bidder becomes the lowest.

5. The price bids of the above three bidders were opened by the Executive Engineer, (Monitoring) TWAD Board, Southern Region, Madurai on 14.07.2010. The value of the tenders offered by the above three bidders were compared with the Departmental value and presented below.

Departmental Value: Rs.10,85,24,383/-

Name of firm	Excess Percentage offered	Excess amount compared to the departmental value Rs.	Value of tender Rs.
M/s. The Indian Hume Pipe Co. Limited, Mumbai.	(+)30.10%	3,26,65,839/-	14,11,90,222/-
M/s.IVRCL Infrastructures & Projects Limited, Chennai.	(+)28.80% offered in the BoQ. In the modification bid, 3% discount offered on their quoted price of Rs.13,97,79,405/- As such the tender excess offered by the bidder is (+)24.936%	2,70,61,640/-	13,55,86,023/-

M/s. Shriram EPC Ltd., Chennai	(+)16.20%	1,75,80,950/-	12,61,05,333/-
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Among the three bidders, the tender offered by the bidder, M/s. Shriram EPC Ltd., Chennai for a value of Rs.12,61,05,333/- at (+)16.20% excess over the Departmental value of Rs.10,85,24,383/- is the lowest.

6. The Chief Engineer, TWAD Board, Southern Region, Madurai has held negotiations with the lowest bidder. In response to this, the lowest bidder M/s. Shriram EPC Limited, Chennai in their letter dated 19.07.2010 has agreed to reduce their tender percentage from (+)16.20% to (+)15.50% excess over the Departmental value. Taking this into consideration, the position of the tender offered by the lowest bidder M/s. Shriram EPC Limited, Chennai stood as follows:

Departmental value (2010-2011 rate)	Rs.10,85,24,383/-
Percentage excess offered by the lowest bidder after negotiation in C.E.'s office	(+)15.50%
Excess amount over the Departmental Value	Rs.1,68,21,279/-
Value of tender offered by the lowest bidder after negotiation in C.E.'s office	Rs.12,53,45,662/-

7. The Chief Engineer, TWAD Board, Southern Region, Madurai has recommended the tender offered by the lowest bidder M/s. Shriram EPC Limited, Chennai for a value of Rs.12,53,45,662/- at (+)15.50% excess over the Departmental value of Rs.10,85,24,383/- for acceptance.

8. Negotiations were held with the lowest bidder at Head Office on 02.08.2010. In response to this, the bidder M/s. Shriram EPC Limited, Chennai in their letter dated 02.08.2010 has agreed as a very special case, to reduce their tender percentage from (+)15.50% to (+)14.50%. They have also informed that their inability to reduce their prices further. Taking this into consideration, the position of the tender offered by the lowest bidder M/s. Shriram EPC Limited, Chennai stands as follows:

Departmental value (2010-2011 rate)	Rs.10,85,24,383/-
Percentage excess offered by the lowest bidder after negotiation in Head Office	(+)14.50%
Excess amount over the Departmental Value	Rs.1,57,36,035/-
Value of tender offered by the lowest bidder after negotiation in Head Office	Rs.12,42,60,418/-

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9. The Tender proposal was placed before the Tender Committee at its meeting held on 10.8.2010. The Tender Committee after detailed discussion, took note of the fact that the materials and labour rates are very high, since the site is near by Kerala border, resolved to recommend to the Board for approval of the tender offered by the lowest bidder M/s.Shriram EPC Limited, Chennai for a value of Rs.12,42,60,418/- at (+)14.50% excess over the departmental value of Rs.10,85,24,383/-.

10. The Tender Proposal was placed before the Board in its meeting held on 08.09.2010, for consideration. The Board after careful consideration, resolved in its resolution cited, to accept the recommendation of the Tender Committee and approve the tender offered by the lowest bidder M/s.Shriram EPC Limited, Chennai for a value of Rs.12,42,60,418/- at (+)14.50% excess over the Departmental value of Rs.10,85,24,383/- .

11. Accordingly, the Board accords approval for the tender offered by the lowest bidder M/s.Shriram EPC Limited, Chennai for a value of Rs.12,42,60,418/- at (+)14.50% excess over the Departmental value of Rs.10,85,24,383/-, for the above work .

/By order of the Board/

**Gagandeep Singh Bedi,
MANAGING DIRECTOR,
TWAD BOARD, CHENNAI-5**

To
The Chief Engineer, TWAD Board, Southern Region, Madurai.
Copy to the Superintending Engineer, TWAD Board, T.K. Circle, Tirunelveli.
Copy to the Engineering Director, TWAD Board, Chepauk, Chennai - 600 005
Copy to the Finance Director, TWAD Board, Chepauk, Chennai - 600 005
Copy to the Joint Chief Engineers (COM), (PDC) & (PM), TWAD Board, Chepauk, Chennai - 600 005
Copy to the Chief Audit Officer/Chief Accounts Officer, TWAD Board, Chennai -5
Copy to Head Draughting Officer, Special Grade Draughting Officer, TWAD Board, Chennai.600 005
Copy to RAO, TWAD Board, Chepauk, Chennai - 600 005
Copy to the Board Cell, TWAD Board, Chepauk, Chennai - 600 005
Spare.

/forwarded by order/


For **Joint Chief Engineer (COM)**
Board, Chennai.5

