

**Abstract**

Supply of ACSR Rabbit & Raccoon Conductors - Releasing of Security Deposit - Sanctioned - Orders issued.

**Corporate Office (Supply Chain Management)**

B.O.[FTD]] No.741/2021/(CE(SCM)/XH-AEEIV/2019-20/ACSR Conductor) Dated, Thiruvananthapuram 06/10/2021

- Read:-
- 1) P.O.No.102-111/2019-20 dated 23/11/2019, Amendment No.I dated 06/01/2020, Amendment No.II dated 06/06/2020 and Amendment No.III dated 12/02/2021 issued to 10 MSMEs.
  - 2) B.O.[FTD]] No.963/2019 (XH-AEEIV/2019-20/ACSR Conductor) dated, 28/12/2019.
  - 3) B.O.[FTD]] No.61/2021 (No.129/AE4/2018/CE(PED) dated 23/01/2021.
  - 4) Letter dated 16/06/2021 of the Kerala State Cable and Conductor Manufacturers Association addressed to the Chairman & Managing Director, KSEBL.
  - 5) Letter dated 03/08/2021 of Kerala State Cable and Conductor Manufacturers Association.
  - 6) Meeting convened by the Director(G-E & SCM) with Kerala State Cable and Conductor Manufacturers Association on 12/08/2021.
  - 7) Note No. CE(SCM)/XH-AEE4/2019-20/ACSR Conductors/SD/MSME/4295 dated 02/09/2021 of the Chief Engineer (SCM) submitted to Full Time Directors (Agenda Item No.58/9/21).

**ORDER**

The Purchase Orders for the supply of 9740 km of ACSR Raccoon and 39659 km ACSR Rabbit were placed with M/s.Traco Cable Company Ltd and 10 Kerala based MSMEs in the ratio 55:45 respectively at the existing Purchase Order rate (discovered rate as per the last tender plus 10% price preference on basic price) for meeting the requirement for the year 2019-20.

KSEBL as per B.O read as 2<sup>nd</sup> above accorded sanction to consider the request of Kerala State Cable and Conductor Manufacturers Association to limit the Permanent Security Deposit amount to Rs.25 Lakh subject to condition that the balance Security Deposit of Rs.25 Lakh shall be recovered from the supply bills of the purchase orders read as 1<sup>st</sup> above @ 5% of the invoice value. It was further resolved that once Rs.25 Lakh is collected from the bills, no further recovery shall be effected and that the recovered amount of Rs.25 Lakh shall be released to the suppliers after one year from the date of acceptance of last consignment. The schedule of delivery of ACSR Rabbit and Raccoon conductors of the purchase orders were extended upto 09/12/2020 and 06/03/2021 respectively as per purchase order amendments dated 12/02/2021 and 06/06/2020.

The Kerala State Cable and Conductor Manufacturers Association submitted representation to KSEBL requesting to refund the additional Security Deposit of Rs.25 lakhs

which was collected in total from the supply bills of purchase orders read as 1<sup>st</sup> above @ 5% of invoice value, without waiting for one year as the MSME units are suffering from financial crunch in the present pandemic situation.

During the meeting convened by the Director (G-E & SCM) on 12/08/2021 with the Kerala State Cable and Conductor Manufacturers Association, it was decided to place the matter regarding release of additional Security Deposit of Rs.25 lakhs, before the Full Time Directors with suggestion that 2% of additional Security Deposit of Rs.25 lakhs may be released to the MSME units without waiting for one year from the date of acceptance of the last consignment and the balance 3% after one year from the date of acceptance of the last consignment as per Board order read as 3<sup>rd</sup> above reducing the existing rate of Security Deposit from 5% to 3% on account of Covid-19 pandemic.

The matter was placed before Full Time Directors as per note read as 7<sup>th</sup> above.

Having considered the matter in detail, the Full Time Directors in the meeting held on 10/09/2021, resolved to accord sanction to allow the request of Kerala State Cable and Conductor Manufacturers Association to release the additional Security Deposit amount of Rs.25 Lakh recovered from the supply bills @ 5% of the invoice value subject to condition that 2% of the additional Security Deposit collected from the invoices be released to the MSME units (10 MSMEs) without waiting for one year from the date of acceptance of the last consignment and balance 3% may be released after one year from the date of acceptance of the last consignment.

Orders are issued accordingly.

**BY ORDER OF THE FULL TIME DIRECTORS**

Sd/-

**Lekha.G**

**Company Secretary (in charge)**

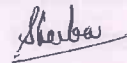
To

The Chief Engineer (SCM)

Copy to:-

1. The Legal Advisor & Disciplinary Enquiry Officer.
2. The Deputy Chief Engineer (IT), KSEB Limited.
3. TA to Chairman & Managing Director/Director (D & IT)/ Director (Planning, Safety & SCM )/ Director (Transmission & System Operation)/ Director (REES including SOURA, Sports & Welfare)/ Director (G-E) and Director (Finance) in charge).
4. PA to Director (Finance)/Senior C.A. to Secretary (Administration).
5. The Fair Copy Superintendent, Board Secretariat.
6. The Library, KSEB Limited/Stock file.
7. Company Secretary

Forwarded/ By Order



Assistant Executive Engineer