

KERALA STATE ELECTRICITY BOARD LIMITED

(Incorporated under the Companies Act, 1956) CIN: U40100KL2011SGC027424
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Abstract

Purchase of 1 No 36.67 MVA and 1 No. 12.5MVA 11kV/220kV 3 phase Generator transformers for Thottiyar Hydro Electric Project – Extension of delivery period – Sanctioned –Orders issued.

Corporate Office (SBU-G/E)

B.O(FTD)No. 670 /2021 (12/AE3/2012/CE(PED))Thiruvananthapuram. Dated: 17 - 09 - 2021 /60

- Read:- 1. E-Tender No. CEPED/13/2019-20 dated 9-12-2019 of the Chief Engineer (Generation & PED).
 - 2. Purchase Order No. 02/2020-21 dated 16-07-2020 of the Chief Engineer (Generation & PED).
 - 3. Letter No. MK/T-3127/109 dated 16-06-2021 of M/s. TELK.
 - 4. E-mail dated 24-08-2021 of the Executive Engineer, Erection Division, Kallarkutty.
 - 5. Letter No. MK/T-3127 /214 dated 24-08-2021 of M/s. TELK.
 - 6. Note No. 12/AE3/2012 /CE(PED)/656 dated 02-9-2021 of the Chief Engineer (Generation & PED) to the Full Time Directors through the Director (Generation Electrical) (Agenda item No. 59/9/21).

ORDER

The Chief Engineer (Generation &PED) as per Note read as 6 th above has reported that, e-tender read as 1st above had been invited for the purchase of 1 No 36.67 MVA and 1 No. 12.5MVA 11kV/220kV 3 phase Generator transformers for Thottiyar Hydro Electric Project on variable price basis and Purchase order read as 2nd above was issued to M/s. TELK for both the transformers.

As per the conditions of the above Purchase Order, the Supply shall complete in 6th month from the date of purchase order, i.e. on or before 15-01-2021. It is reported that M/s. TELK has requested for extension of delivery period for the transformers citing the following reasons.

- a) Due to 1st lockdown from 24th March, 2020 to 31st May 2020, its cascading effect and the ensuing attendance shortage in view of the containment zone restrictions, 4 months have been lost.
- b) As per the orders of the Disaster Management Department, lockdown was declared from 8^{th} May 2021 to 9^{th} June 2021 to curtail the spread of Covid 19 in the state due to the 2^{nd} wave.
- c) During the last 4-5 months they have been facing acute scarcity of High Grade CRGO Steel material due to a combination of factors including spread of Covid 19, global shortage of shipping containers, strategic diversion of product by manufacturers to CRNO steel for more profitability.
- d) M/s. TELK has furnished copy of letter from Director General of IEEMA, in which they have requested the Government of India to convene a meeting at the earliest to address the issue and also to give directive to all Central, State and Private Power Utilities to treat this as a force majeure condition and to convert all firm priced contracts to Variable Price Contracts and adequate extensions in deliveries without LD, highlighting the scarcity of CRGO material in India, which is a key raw material in the manufacture of Transformers. M/s. TELK has also pointed out that presently

e) Civil work at site is only picking up momentum and the Transformer plinth is not yet ready. Hence the delay in delivering the transformer has not affected the Project schedule.

As per letter read as 5th above, M/s. TELK has requested for extension to the delivery of 12.5 MVA Transformer till September 2021 and that of 36.67 MVA transformer till June 2022 without LD/ Penalty and allow ± Price Variation against the supplies since they require at least 15 days from the date of receipt of MDCC to complete the dispatches of the Main Body of the transformer, accessories & Oil.

As per the Purchase Order,

- a) If the supply is made within the scheduled delivery period, the updated price as per IEEMA formula based on the actual delivery date(same as offer date) or schedule delivery date whichever is lower will alone be paid.
- b) If the supply is made after the scheduled delivery period, the price applicable will be the lowest of the following prices 1. Basic price as per P.O., 2. Updated price as per IEEMA price variation as on the schedule date of delivery, 3)Updated price as per IEEMA price variation as on the actual date (same as offer date) of delivery.

The Chief Engineer (Generation &PED) has reported that the COVID-19 Pandemic situation occurred during the course of manufacture of the transformers created cascading impact on all activities and it has seriously affected the prospects of the manufacturing of transformers. Considering the recommendation of the Executive Engineer, Erection Division, Kallarkutty, since the site is not ready and as the project is scheduled to be completed on or before 31.03.2022, the Chief Engineer (Generation &PED) has recommended to grant the request of the firm for delivery extension for 12.5 MVA transformer up to September 2021 and that of 36.67 MVA transformer upto March 2022, without LD and to consider the request for price variation if the transformers are delivered within this period.

The matter was placed before the Full Time Directors as per Note read as 6th 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 the firm to grant time extension to the delivery of the 12.5 MVA Transformer till September 2021 and that of the 36.67 MVA transformer till March 2022 without LD/ Penalty and allowing Price Variation against the supplies under Force Majeure Condition if supply is made within this scheduled delivery period.

Orders are issued accordingly.

By Order of the Full Time Directors,

Sd/-Lekha G Company Secretary (In charge)

To

The Chief Engineer (Generation & PED), Moolamattom. The Deputy Chief Engineer (Projects-Electrical Designs).

Copy to:

The Financial Advisor/ The Chief Internal Auditor/The Company Secretary.

The Deputy Chief Engineer (IT)/ The RCAO/The RAO.

The TA to {Chairman & MD/ Director (GE)/ Director (GC)/ Director (Trans. & SO)/

Director (Planning, Safety & SCM)/Director(REES, Soura, Sports & Welfare/

Director (D&IT)}

The PA to Director (Finance).

Forwarded / By Order

Asst. Exe. Engineer