

# KERALA STATE ELECTRICITY BOARD LIMITED

(Incorporated Under the Companies Act, 1956 (No.1/1956)
Corporate Identity No.U40100KL2011SGCO27424
Registered Office: Vydyuthi Bhavanam, Pattom, Thiruvananthapuram-695004, India,

Ph:+91-471-2446853, E-mail: cescm@kseb.in, website:www.kseb.in

### **Abstract**

Purchase of 12.5 MVA, 110kV/11 kV, 3 Phase Transformer under rate contract basis for 3 Years, with an initial quantity of 18 Nos. and additional quantities 14 & 16 Nos. - Delivery period extension – Orders issued.

## **Corporate Office (Supply Chain Management)**

B.O.[FTD] No.99/2021 (SCM/SS/136/2017-18) Dated, Thiruvananthapuram 04/02/2021

- Read:- 1) E-Tender No. KSEB/SCM/eP.70/2017-18 dated 02/02/2018.
  - 2) P.O. No. SCM.71/2018-19/3907 dated 16/08/2018.
  - 3) Addl. P.O.No.SCM.93/2019-20/ 6074 dated 16/11/2019 for 14 Nos.
  - 4) Addl. P.O. No.SCM.03/2020-21/694 dated 21/05/2020 for 16 Nos.
  - Note No.SCM/SS/136/2017-18/5767 dated 11/01/2021 of the Chief Engineer (SCM) submitted to the Full Time Directors (Agenda Item No.37/1/21).

### ORDER

Two Part e-tender was invited for the purchase of 12.5 MVA, 110kV/11 kV, 3 Phase Transformer under rate contract basis for 3 years with initial quantity of 18 Nos. on VARIABLE price basis for meeting the requirement of Purchase plans for 2016-17 and 2017-18. The supply has been completed by them. Later the first additional order for the requirement as per PP 2018-19 was issued for 14 Nos. as per additional order read as 3<sup>rd</sup> above and the firm has completed the supply by October 2020. Also another Purchase order (second additional order) for the requirement as per PP 2019-20 was issued for the supply of 16 Nos. Transformer as per additional order read 4<sup>th</sup> above. The delivery schedule for the second additional Purchase Order commences on October 2020 and will be completed on March 2021.

After receiving the latest Purchase Order, M/s.TELK approached KSEBL with the following issues and requested for delivery extension. The firm reported that the major raw materials like CRGO, Copper conductor, Transformer oil and other components like OTI, WTI, PRD, Pumps, Cooling fan, Radiators etc. are to be procured from the vendors of Maharashtra, Gujarat, Tamilnadu and Karnataka and are facing shortage of raw materials and due to which the manufacturing of Transformers are now held up. Further M/s.TELK prayer to grant

delivery extension to deliver the Transformer delivering schedule to commence in 8<sup>th</sup> month from the date of purchase order and complete on 13<sup>th</sup> month instead of the 5<sup>th</sup> month of date of the PO as per the original rate contract agreement and also without imposing any Liquidity Damage clause due to the above reason narrated.

During the approved delivery schedule, the COVID-19 Pandemic situation occurred which has seriously affected the manufacturing of transformers. The above situation comes under Force Majeure Condition and the firms request to grant delivery extension to the whole lot up to 11/2020 can be considered.

M/s.TELK repeatedly requested for extending the delivery schedule by raising the above points as commencing from 7<sup>th</sup> month and completion in 13<sup>th</sup> month from the date of Purchase Order without imposing any penalties, the matter has been placed before the Director (T&SO) and Director (G-E &SCM)

The Director (G-E&SCM) has directed to place the matter before the Full Time Directors meeting with following comments for the points for decision submitted by the Chief Engineer(SCM) on note dated 06.01.2021.

As per the discussion held with M/s. TELK, the firm has agreed to supply the 2<sup>nd</sup> additional order with following delivery schedule:-

On February	On March	On April	On May 2021	On June 2021
2021	2021	2021		
3 Nos.	3 No.	4 Nos.	4 Nos.	2 Nos.

• Also as per the rate contract P.O placed with M/s.TELK as per order 2<sup>nd</sup> above, requirement of 12.5MVA,110/11kV Transformers up to 16.08.2021 can be met by placing additional Purchase Orders with M/s.TELK Ltd. The requirement of 12.5MVA,110/11kV transformers as per Purchase Plan 2020-21 is 10Nos and for Purchase Plan 2021-22 is 20Nos. (i.e., for first phase 6Nos and for second phase 14Nos.) Since the contract period is up to 16.08.2021 additional quantity Purchase Order can be placed with M/s.TELK to meet the requirement with commencement of supply after completing the 2<sup>nd</sup> additional quantity Purchase Order as per order read as 4<sup>th</sup> above.

The matter was placed before the Full Time Directors as per note read as 5<sup>th</sup> above.

Having examined the matter in detail the Full Time Directors in the meeting held on 20/01/2021 vide agenda item No.37/1/21 resolved to consider the request of the firm to grant time extension of 1<sup>st</sup> additional order till November 2020 by allowing eligible price variation under Force Majeure Condition.

• Further resolved to reschedule the delivery period for the second additional purchase order dated 21/05/2020 as per the table below based on the request of M/s.TELK Ltd and by invoking of Force Majeure Condition.

On February	On March	On April	On May 2021	On June 2021
2021	2021	2021		
3 Nos.	3 No.	4 Nos.	4 Nos.	2 Nos.

- Further resolved to authorize the Chief Engineer (SCM) to issue necessary amendment in Purchase Orders issued by allowing price variation with additional financial commitment.
- Further resolved to place 3<sup>rd</sup> additional quantity with M/s. TELK to meet the requirement for Purchase Plan 2020-21 and 2021-22 with commencement of supply after the completion of 2<sup>nd</sup> additional quantity Purchase Order dated 21.05.2020.

Orders are issued accordingly.

Sd/(Lekha.G)
Company Secretary (in charge)

To

The Chief Engineer (SCM)

#### Copy to:-

- 1) All Chief Engineers.
- 2) The Legal Advisor & Disciplinary Enquiry Officer.
- 3) The Deputy Chief Engineer (IT), KSEB Limited.
- 4) TA to Chairman & Managing Director/ Director (Distribution, HRM & IT)/
  Director (G-E &SCM)/ Director (Transmission & System Operation)/Director
  (Generation-Civil)/Director (Planning, Safety &REES)
- 5) PA to Director (Finance)/Senior C.A. to Secretary(Administration)
- 6) The Fair Copy Superintendent, Board Secretariat
- 7) The Library, KSEB Limited/Stock file.

Forwarded/ By Order

Assistant Engineer