



KERALA STATE ELECTRICITY BOARD LIMITED

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

Registered Office: Vidyuthi Bhavanam, Pattom, Thiruvananthapuram-695004 Website: www.kseb.in

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Abstract

Execution of Electromechanical works of Pazhassi Sagar 3X2.5 MW SHEP– Sanction for awarding the work - Orders issued.

Corporate Office (SBU-G/E)

B.O. (DB)No. 8 /2021 (496/AEE6/2013/CE (PED) Thiruvananthapuram. Dated: 11 -01- 2021

- Read:-
1. B.O. (DB) No. 195/2020 (D(GE)/G2/P. Sagar/2019-20) dated 17.03.2020
 2. B.O(DB) No. 396/2020 (D(GE)/G2/Genl/Tender/2020-21) dated 08-06-2020.
 3. Note No. 496/AEE6/2013/CE (PED)/1088 dated 01-12-2020 of the Chief Engineer (Generation & PED) to the Full Time Directors.
 4. Note No FA/Tender-1/86/2020 dated 07-12-2020 of the Financial Adviser.
 5. Note No. 496/AEE6/2013/CE (PED) dated 07-12-2020 of the Chairman and Managing Director to the Board of Directors.
 6. Proceedings of the 56th Meeting of the Board of Directors held on 01-01-2021 vide Agenda No. 07-12/2020.

ORDER

As per B.O. read as 1st above, revised Administrative sanction was accorded for the cost estimate of Rs. 113.02 Crore for the construction of Pazhassi Sagar (3X2.5MW) SHEP with a split up of Civil works Rs. 54.65 Crore, E&M works - Rs. 57.87 Crore and power evacuation - Rs. 0.50 Crore.

Accordingly, Re-e-tender No: CEPED/04/2020-21 dated 23.06.2020. (Tender ID: 2020_KSEB_367039_1) was floated from the office of the Chief Engineer (Generation & PED) on 23-06-2020 with a PAC of Rs. 57.87 Crore. In response three firms, M/s. Mecamidi HPP India Private Limited- Shri Saravana Industries Private Limited Consortium (M/s. MHPP-SSIPL consortium -Bid ID 906650), M/s. Voith Hydro Private Limited, (Bid ID 909355) and M/s. Kirloskar Brothers Ltd (Bid ID 926638), submitted the bids. The PQ committee meeting held on 28.10.2020 and 06.11.2020 decided to pre qualify all the three bidders and the price bids were opened on 19.11.2020. M/s. Kirloskar Brothers Ltd. has emerged as the L1 bidder with quoted amount of Rs. 49,31,76,700/-, Schedule-A1 (BOQ1)-Supply- Rs. 45,98,99,214.75, Schedule-A2 (BOQ2)-Service - Rs. 3,32,77,485.21. The prices quoted for Supply portion (BOQ1) includes Unit Freight and Insurance and GST @ 18 % (of Unit Basic rate + Freight & Insurance) for all items. The freight @ 3% of basic price and insurance 0.5% of basic price. For service portion (BOQ- 2), GST quoted is @ 18 %.

The Chief Engineer (Gen. & PED) has reported that on evaluation of the price bid submitted by the L1 bidder M/s. Kirloskar Brothers Ltd, some discrepancies were noted and the bidder was requested to address the same. It was found that in BOQ 1, against Item No. 1.43 (mandatory spares), the firm had quoted an amount of Rs.1,89,62,993.60 including taxes which shall be limited to Rs. 85,03,391/- in line with the value in Volume 4 Annexure 1, as per tender conditions. M/s KBL had quoted higher values than estimate rates for certain items and quoted zero value against certain items in the BOQ.

It is reported that, M/s. Kirloskar Brothers Ltd had updated BOQ1 item No.1.43 (mandatory spares) in line with the value in Volume 4 Annexure 1 Rs. 85,03,391/- and also furnished clarifications with respect to the rates of the items for which they had quoted zero value. However, the firm did not reduce the rates of any of the items listed, to the estimate amount as requested by KSEBL. M/s. Kirloskar Brothers Ltd. had also offered an overall discount of Rs. 25,000/- on the item No 1.41- Supply of Tools & Tackles, measuring and testing equipment in the BOQ1. Hence the rock bottom price offered amounts to Rs.48,26,92,097.40.

The Financial Adviser as per Note read as 4th above, has remarked to ensure that no payments are claimed by the bidder on a later stage for certain items for which the bidder had quoted the rates as zero and that clear cut conditions in this regard may be included in the work order.

The Chief Engineer (Gen. & PED) has reported that the tender is invited for the sixth time. Considering the market scenario, the final rate quoted by L1 bidder, after rectifying the discrepancies as well as the discount offered by the bidder (Rs. 48,26,92,097/-)is reasonable and is 16.59 % below PAC . Considering the above facts, it was recommended to award the work to M/s. Kirloskar Brothers Ltd. at their rock bottom rate amount of Rs. 48,26,92,097/- including taxes and duties which is 16.59% below PAC. The total financial commitment will be Rs.48,26,92,097/- only. The matter was considered by the Full Time Directors in the meeting held on 02-12-2020 as per Note read as 3rd and resolved to place the matter before the Board of Directors of KSEBL. Accordingly, the matter was placed before the Board of Directors as per Note read as 5th above.

Having considered the matter in detail, the Board in its meeting held on 01-01-2021 resolved to award the Supply and execution of the Electro mechanical works of Pazhassi Sagar Small Hydro Electric Project (3X2.5MW) to M/s. Kirloskar Brothers Ltd at their rock bottom rate amount of Rs.48,26,92,097/- (Rupees Forty Eight Crore Twenty six Lakh Ninety Two thousand and Ninety seven only) which is 16.59 % below PAC. The total financial commitment will be Rs. 48,26,92,097/- (Rupees Forty Eight Crore Twenty six lakh Ninety Two thousand and Ninety seven only) including taxes and duties as per the present rules applicable to KSEBL provided that Bank Guarantee shall be collected as per G.O(P)No. 429/15/Fin dated 28-09-2015 or as modified from time to time.

Orders are issued accordingly.

By Order of the Director Board,
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&SCM)/ Director (GC)/ Director (Trans.,SO&REES) / Director (D,IT &HRM) /Director (Planning &Safety).
The PA to Director (Finance).

Forwarded / By Order
Sunil Kumar
Asst. Executive Engineer

DESPATCHED

No. 322

11.01.2021