

Telephone No. 080 22243926
Fax No. 080 22110134
Website: www.kptcl.com



Email ID: gmtkptcl@gmail.com

KARNATAKA POWER TRANSMISSION CORPORATION LIMITED

CIN No. U40109KA1999SGC025521

Corporate Office,
Kaveri Bhavan, K.G Road,
Bengaluru-560 009.

Sub: Amendment to Tender conditions for establishing Sub-stations, Construction of Transmission Lines and Augmentation of the existing infrastructure.

- Ref:** 1. Proceedings of 126th Board of Directors meeting held on 18.11.2021.
2. Note approved by the Managing Director, KPTCL on 06.04.2022.

Preamble:

The execution of works involving construction of Transmission Lines is getting tougher day by day due to obstructions being exerted by the land owners. Though it is the responsibility of the owner to resolve the Right of way issues, the co-operation of the contract agency is essential for clearing such issues.

If the under execution works on hand of the contract agency are more in number, it will be difficult for them to extend the required co-operation to KPTCL in resolving the Right of way issues which may result in spill over of the scheduled completion period.

KPTCL had experienced tough situation in the past when large numbers of works were awarded to a single agency. The agency couldn't complete the works and in the changed scenario of increased resistance from the land owners for drawing lines, KPTCL is struggling hard to complete them. Moreover, the awarded agency is making undue claims on KPTCL.

In the interest of the execution of works as per the scheduled requirements, it is essential to assess the capability of the contract agency to execute the works from the point of view of their Financial Capability and the number of works being handled by them.

Management felt that the Qualifying Requirement specified in the tender documents needs amendment in the following issues.

A. Considering the cost of work where bidder is emerged as L1, but the work is yet to be awarded.

- a) The suitability of the bidders for awarding the works of KPTCL is being evaluated considering the eligibility criteria based on their Technical and Financial capability.
- b) With the intention of ensuring capability for mobilization of resources and completing the works by the successful bidder, the tender provides for assessing the Financial Capability of the bidders vis a vis the works on hand of the Contract Agency including the subject tender if awarded. The stipulations in this regard is extracted as below:

“The Bidder shall stand disqualified if the total value of works on hand including contract against subject tender if awarded, exceeds 2 times the MAAT of the bidder (Minimum Average Annual Turnover)”.

- c) As the process of the financial evaluation and the subsequent decision to accord approval takes some time and there is a possibility, the agencies submitting their offers against the tenders during the approval process of the previously invited tenders, it is felt that the above stipulation of the tender calls for amendment.

B. Limiting the works on hand to the Bidder.

- a) The execution of the works awarded on Turnkey basis is experiencing delays in commissioning due to various reasons other than the unavoidable Right of way problems.
- b) It was noted that handling of more number of works by turnkey contract agency is affecting both the quality and timely execution of works due to

issues in mobilization of resources, assisting KPTCL in resolving Right of way issues etc.,

- c) Presently in the tenders being called for execution of KPTCL works, bids are considered irrespective of the number of works being handled by individual bidder/consortium partner which might be hampering timely execution of works.
- d) As such it is felt necessary to restrict the number of works being handled by individual bidder/consortium partner to become eligible to participate in tenders in respect of KPTCL works .

Hence, necessary amendments were proposed to Tender Documents for establishing Sub-stations, Construction of Transmission Lines and Augmentation of the existing infrastructure which is approved in the 126th Board of Directors Meeting held on 18.11.2021 as below:

RESOLVED THAT approval be and is hereby accorded to the following:

- a) To amend the existing clause with regard to financial capability in the qualifying requirements of tender documents as below:

Sl. No.	As existing	As amended
1	The Bidder shall stand disqualified if the total value of the works on hand including contract against subject tender if awarded, exceeds 2 times that MAAT of the bidder (minimum average annual turnover)	The Bidder shall stand disqualified if the total value of works on hand including contract against subject tender if awarded and also including the contract value of the tenders where the Bidder is emerged as L1 bidder after scrutiny by the Internal Audit, exceeds 2 times the MAAT of the bidder (minimum average annual turnover)

In case if two or more tenders of the same bidder are under consideration simultaneously and sufficient financial cushion is not available to consider for

all those tenders, then the tender scrutiny committee may adopt the criteria of considering the high value tender among them or the tender which may meet the financial requirements and further carryout the evaluation.

- b) To introduce a new clause in Qualifying Requirements of the tenders under "Invitation for Bid" Volume-I of the tender document by stipulating the number of works being handled by individual bidder/consortium partner in KPTCL to become eligible to participate in the tenders for works in KPTCL as follows:

Restrictions on the works handled by the Contract Agencies:

Notwithstanding anything contained anywhere in any other stipulations of the bid document, bids will not be considered.

- i) If the total works on hand and pending completion of the bidder, who has participated independently is more than 10 works and where the cost of each work is in excess of Rs.7.00 Crore (Rupees Seven Crore).

(OR)

- ii) If the total works on hand and pending completion of the bidder, who has participated either as lead bidder or as a consortium partner is more than 15 works and where the cost of the each work is in excess of Rs.7.00Crore (Rupees Seven Crore).

The Bidders participated against the tenders of KPTCL shall individually meet the above criteria irrespective of whether the participation is independent or on consortium arrangement, otherwise the offers gets rejected.

- c) To adopt the above modifications in the "Invitation for Bid" Volume-I of the tender documents for the future tender documents of KPTCL.

Hence this Order:-

Order No. KPTCL/CEE(T&P)/B19/345/85-86, Bengaluru

Dated: 6 APR 2022

Approval is here by accorded to incorporate the amendment in respect of Tender Documents for establishing Sub-stations, Construction of Transmission Lines and Augmentation of the existing infrastructure as below:

a) To amend the existing clause with regard to financial capability in the qualifying requirements of tender documents as below:

Sl. No.	As existing	As amended
1	The Bidder shall stand disqualified if the total value of the works on hand including contract against subject tender if awarded, exceeds 2 times the MAAT of the bidder (Minimum Average Annual Turnover)	The Bidder shall stand disqualified if the total value of works on hand including contract against subject tender if awarded and also including the contract value of the tenders where the Bidder is emerged as L1 bidder after scrutiny by the Internal Audit, exceeds 2 times the MAAT of the bidder (Minimum Average Annual Turnover)

In case if two or more tenders of the same bidder are under consideration simultaneously and sufficient financial cushion is not available to consider for all those tenders, then the Tender Scrutiny Committee may adopt the criteria of considering the high value tender among them or the tender which may meet the financial requirements and further carryout the evaluation.

b) To introduce a new clause in Qualifying Requirements of the tenders under "Invitation for Bid" Volume-I of the tender document by stipulating the number of works being handled by individual bidder/consortium partner in KPTCL to become eligible to participate in the tenders for works in KPTCL as follows:

Restrictions on the works handled by the Contract Agencies:

Notwithstanding anything contained anywhere in any other stipulations of the bid document, bids will not be considered.

i) If the total works on hand and pending completion of the bidder, who has participated independently is more than 10 works and where the cost of each work is in excess of Rs.7.00 Crore (Rupees Seven Crore).

(OR)

ii) If the total works on hand and pending completion of the bidder, who has participated either as lead bidder or as a consortium partner is more than 15 works and where the cost of the each work is in excess of Rs.7.00Crore (Rupees Seven Crore).

The Bidders participating in the tenders of KPTCL shall individually meet the above criteria irrespective of whether the participation is independent or on consortium arrangement, otherwise the offers gets rejected.

c) To adopt the above modifications in the "Invitation for Bid" Volume-I of the tender documents for the future tender documents of KPTCL.

This order shall come into effect immediately.

BR 11/11/22
General Manager(Tech),
KPTCL, Kaveri Bhavan.

Copy to:

1. All Chief Engineers (Ele), KPTCL.
2. The Financial Advisor (Accounts & Resources) / (Internal Audit), KPTCL, Bengaluru.
3. The General Manager (Tech) / (Personnel), KPTCL, Kaveri Bhavan, Bengaluru.
4. All Superintending Engineers (Ele), KPTCL.
5. All Controllers, KPTCL.
6. All Executive Engineers (Ele), MW / TL&SS Divisions, KPTCL.
7. All Deputy Controller of Accounts, KPTCL.
8. SPS to Managing Director / Director (Finance) / Director (Transmission) / Director (Admin & HR) / Company secretary, KPTCL, Bengaluru with a request to place it before MD/D(F)/D(T)/D(A&HR)/CS.

Copy to:

SEE, IT&MIS, Kaveri Bhavan, Bengaluru with a request to arrange to upload the order in KPTCL website.