

DRAFT SUBJECT : No. 6.

SUBJECT :- V.U.D.A. - S.E. - Certain sanctioned works - Tender accepted - Perusal - Regarding.

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AGENDA NOTE :

Name of work :- "Construction of Group Housing Scheme Sagar Nagar at Yendada Layout".

1. Administrative sanction accorded by the Vice-Chairman V.U.D.A. for Rs.796.12 lakhs on dated 06.07.1989.
2. Technically sanctioned for Rs.796.12 lakhs C.R. No.59/89-90.
3. This Office Tender Notice No.3/SE/89-90, dated 11.07.1989.

The V.U.D.A. Board in its meeting held on 29.07.89 vide Resolution No.64, dated 29.07.1989 have ratified, the action taken by the Vice-Chairman, V.U.D.A. in having accorded administrative sanction and to call for tenders in Group-wise and to permit the Superintending Engineer to accord technical sanction.

In response to tender notice, 473 applications were received for supply of tender schedules for entire scheme (28 group of works). The applications received for each Group are varying from 10 to 29. Almost all the applicants have taken their schedules except 3 applicants. Only two applicants have tendered for each Group of works on 24.08.1989.

All the tenderers have paid the required E.M.D. along with their tenders. The lowest percentage of the tenderers offered for all the Group of works are ranging from 23% to 30% excess over estimate rates prepared based on 1983-89 schedule of rates. Since the lowest percentage offered by the tenderers are seems to be on



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higher side when compared with trend of tenders in the vicinity of Urban Development Authority, the lowest tenderers have been called for negotiations, so as to reduce their tendered rates. All the lowest tenderers have attended this office on 01.09.1989 and negotiations were conducted by Superintending Engineer with individual tenderers and the result of negotiations were finally apprised to Vice-Chairman, V.U.D.A. The result of the negotiations were recorded. The lowest tenderers for all the 28 Groups of works were agreed finally to reduce their rates after negotiations.

The modified rates offered by the lowest tenderers after negotiations were worked out and their modified percentage of tenders for all the 28 Groups are varying from 18.49% to 18.52% excess over estimate rates prepared based on 1968-89 S.S.R. The trend of tenders and the following works were entrusted previously in Urban Development Authority, Visakhapatnam were brought to the notice of the Vice-Chairman, Visakhapatnam Urban Development Authority.

1. GROUP HOUSING SCHEME AT BALACHERUVU :

27 Groups of tenders were invited for Civil works. For each of the work, 6 to 12 applications were received and all the applicants were taken



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schedules. Only two applicants have tendered for set of work and the percentage of the tenders offered were ranging from 20.30% excess to 29.02% excess. Tenders were finalised at 12.50% excess during 1986-87.

2. CONSTRUCTION OF OPEN AIR THEATRE AT CURAJADA KALAKSHETRAM

a) STAGE CONSTRUCTION :

11 No. of applicants have applied for tender schedules and all the applicants have taken delivery of tender schedules. Only 2 applicants have submitted their tenders and the percentage offered by the lowest tenderer was 24.97% excess and after negotiations the lowest tenderer was accepted at 17.53% excess (based on S.S.R. for 1987-88).

b) V.I.P. GALLERY :

11 No. of applicants have applied for tender schedules and all applicants have taken delivery of schedules. Only single applicant has submitted his tender and the percentage offered by him was 24.77% excess. After negotiations the tender was accepted at 17.50% excess (based on S.S.R. for 1987-88).

3. CONSTRUCTION OF T.T.D. KALYANA MANDAPAM :

11 Nos. of applicants have applied for tender schedules and all the applicants have taken delivery of tender schedules and only two schedules applicants have submitted their tenders and the percentages offered by the tenderer is 26.97% excess and after negotiations conducted the lowest tender accepted is at 13.50% excess (based on 1988-89 S.S.R).



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In fact the modified percentage offered by the lowest tenderers varying from 18.49% to 18.52% on Old schedule of rates for the year 1988-89 are notionally equivalent to 11.36% excess on the following identical conditions over estimate rates based on S.S.R. for the year 1989-90, which is in force with effect from 01.07.1989 and received in this office during third week of August, 1989.

1. Due to increase of rates as per new S.S.R. for the year 1989-90 which is with effect from 01.07.1989.	∅ ∅ ∅ ∅	: 4.50% (Av.)
2. Due to recovery of empty cement gunny bags on par with Government rules which was not previously done in this Organisation. By this condition V.U.D.A. will get revenue.	∅ ∅ ∅ ∅ ∅	: 1.84%
3. Due to introduced test charges of materials i.e. C.C.cubes, bricks etc., in VUDA laboratory which was previously done in Andhra University and Industrial Estate Laboratories. By this condition VUDA get revenue.	∅ ∅ ∅ ∅ ∅ ∅ ∅	: 0.80%
TOTAL.		<u>: 7.14%</u>
Net percentage excess over the 1989-90 S.S.R. is	∅ ∅	18.50 - 7.14 = 11.36% excess.

In addition to above (i) A clause is also introduced in the tenders laying a penalty of Rs.1,000/- per day after expiry of stipulated time given for completion of the above works with an intention to keep the construction on toes and to complete the ~~same~~ scheme in schedule time. (ii) Frame structure was proposed now for all the Group of works ~~ex~~ except H.I.C.I in place of conventional type (Open Foundation



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with R.R. and Brick Masonry in case of Balacheruvu) which requires additional cost of centering and time consuming since columns are to be casted in phased manner in short lengths of about 10 to 1.50M.

(iii) Stone Block Masonry (G.C.Block with stones inside) is proposed which requires procurement of machines costing more than 1.25 lakhs on each set and curing pond costing two lakhs which is an additional expenditure to the contractors unless they got similar type of works afterwards.

Considering all the above aspects, the negotiated offer of the lowest tenderers which is varying from 18.49% to 18.52% excess is quite reasonable and cheaper than the percentage excess accepted previously for toner layouts like Housing scheme at Balacheruvu.

The Vice-Chairman has accepted the above tenders for all the 28 Group of works of percentage varying from 18.49% to 18.52% excess over estimates prepared based on Old S.S.R. for the year 1988-89. This was also submitted to the Chairman for perusal and remarks. The Chairman is kind enough to accord approval.

This subject is placed before WDA Board for ratification of the action taken by Vice-Chairman, WDA in accepting the above tenders in respect of Sagarnagar Housing Scheme.



Approved and Ratified.

*[Signature]*

21/2/92

VC. & S.V.