

SOUTH EAST CENTRAL RAILWAY

Office of the
General Manager (Vig.)
Bilaspur

No. SECR/V/E&S/616115/System Improvement/ 818 Dated : 08.04.2019

To
All PHODs, SEC Railway/BSP.
The DRMs, SEC Railway,
BSP, R & NGP

Sub:- Advisory regarding verification of financial criteria of the
tenderer in works contract.

During a vigilance investigation, it has been observed that the Convener verified the turn-over certificate issued by the Chartered Accountant to fulfill the financial eligibility criteria of 150% of the tender.

As per para 10.2 of GCC- Nov'2018, "the tenderer must have received contractual payments in the previous three financial years and the current financial year upto the date of opening of tender, at least 150% of the advertised value of the tender. The tenderers shall submit Certificates to this effect which may be an attested Certificate from the concerned department / client and/or Audited Balance Sheet duly certified by the Chartered Accountant etc".

The consideration of 150% criteria on the basis of turn over certificate issued by Chartered Accountant does not fulfill the condition mentioned in Para 10.2 of GCC- Nov'2018 as the turn over certificate includes the other income of the tenderer, in addition to contractual receipt.

To avoid such type of mis-interpretation, while dealing with the tender, it is advised that :-

- 1) TC should consider only contractual payment and attested certificate from the concerned department/client in regard to contractual payment and not the turn over certificate of the Chartered Accountant.
- 2) To verify the audited balance sheet, TC should verify the audited balance sheet duly certified by the Chartered Accountant and Form 26AS and 16A should be collected from the tenderer to ensure the amount of contractual receipt from different sources. The Convener should also prepare a chart on the basis of 26 AS form to show the source and amount of contractual receipt in TC minutes".

It is therefore requested to issue suitable instructions to all concerned to this effect and the same may please be intimated to this office.


(Amit Kumar Singh)
Sr. Dy. General Manager