



GOVERNMENT OF KERALA

Abstract

Finance Department – Revision of Cost of Tender Form, Earnest Money Deposit, Performance Security Deposit etc-clarification - orders issued-reg-

FINANCE (INDUSTRIES & PUBLIC WORKS - B) DEPARTMENT

G.O.(P) No. 295/15/Fin. Dated, Thiruvananthapuram, 15.07.2015

- Read
- 1) G.O(P) No. 3/15/Fin dated 05.01.2015
 - 2) Letter No. DB3/2019/83 dated 15.01.2015 from CE, Irrigation&Administration
 - 3) G.O(P) No.409/2014/Fin dated 23.09.2014

ORDER

Government have issued orders revising the rates of cost of tender form, Earnest Money Deposit, Performance Security Deposit etc vide Government Order read above. Now it has come to the notice of Government that certain points in that order require further elucidation to avoid ambiguity in the execution since various Government Engineering Departments do not follow the instructions in a uniform manner. Government, after having examined the matter in detail and are much pleased to issue the following clarifications.

1. Performance Security Deposit (Security Deposit)

It is clarified that Performance Security Deposit referred in the Government Order is the Security Deposit amount to be submitted by the selected bidder at the time of executing contract agreement. The rate of this deposit is fixed at 5% of the contract value (agreed PAC) and the deposit shall be retained till the expiry of defect liability period. At least 50% of this deposit shall be collected in the form of treasury fixed deposit and the rest as per revised PWD manual.

2. Performance Guarantee (Additional Security Deposit)

As per PWD Manual Performance Guarantee is the deposit amount to be furnished by the selected bidder in cases where the quoted amount is below 25% of the estimate amount. It is clarified that no change contemplated on this as per the Government Order referred to above.

3. Retention Money

The PWD Manual defines retention money as the amount to be recovered from the part bills of each work till final settlement of claims. The rate of this retention amount has been modified in the Government Order referred above as 2.5% of contract value subject to minimum retention amount of Rs.5 lakhs at any time till final settlement of the claim.

4. Tender Fee

Since no physical sale of tender document involved in e-tendering process, the cost of tender form shall be collected at the rate prescribed in the Government Order and hereafter the nomenclature of "cost of tender form" may be changed as "tender fee".

Necessary changes may be incorporated in all tender notice and agreements with effect from 1st August 2015.

All other conditions in the Government Order 1st referred will remain unchanged except those specifically modified as above.

By Order of the Governor
DR.K.M.ABRAHAM
Additional Chief Secretary (Finance)

To

The Accountant General (A&E) Kerala, Thiruvananthapuram
The Accountant General (G&SSA) Kerala, Thiruvananthapuram
The Accountant General (E&RSA) Kerala, Thiruvananthapuram
All Heads of Departments and Offices