

No. DPE/14(5)/2020-Fin.
Government of India
Ministry of Heavy Industries & Public Enterprises
Department of Public Enterprises

Public Enterprises Bhawan
Block No.14, CGO Complex
New Delhi – 110003

Date: 5 August, 2020

OFFICE MEMORANDUM

Subject: Central Vigilance Commission Instructions on tendering -regarding

The undersigned is directed to refer to Central Vigilance Commission OM dated 30.6.2020 in which the following measures have been suggested for systemic improvement in tendering process in CPSEs:

- i) All tender process to be in line with Contract & Procurement (C&P) Manual of the CPSE
 - ii) Tendering process is to be reviewed and tendering process/ procedures and C&P Manual to be in sync with the extant public procurement policies and CVC guidelines
 - iii) CPSE may strengthen its project monitoring and quality assurance units and develop objective procedures/SoPs so that it can take effective and timely action against non-serious contractors
 - iv) Outright rejection of low bids on basis of minimum cap vis-à-vis estimated price is not recommended. Procuring agency needs to call justification from the bidder making low bid and to look into its merit.
 - v) Cost estimation has to be proper, based upon recommended indices; practice of tweaking estimates by Director/ MD is not advisable.
2. All the administrative Ministries/ Departments of CPSEs are requested to ensure compliance of the directions/ instruction by CPSEs under their administrative control.
3. This issues with the approval of competent authority.


(Kalyani Mishra)
Director
Tel.24362061

To

- i) All the Secretaries to the Administrative Ministries/Departments of CPSEs
- ii) Chief Executives of CPSEs

Copy for information to:

Shri Shiv Ratan Agrawal, Director, Central Vigilance Commission, Satarka Bhawan, GPO Complex, Block A, INA, New Delhi-110023