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