No. REC/DDUGJY/SBD/DTR-TS/969


To,

All PIAs / DISCOMs / Power Deptt.


Dear Ma'M / Sir,

Ministry of Power vide OM No 44/15/2015 dated 14.08.2015 had formed two committees viz. Committee 'A' & 'B' to facilitate and handhold states in mobilizing major materials with Standard Technical Specifications at competitive prices through a transparent bidding process under DDUGJY / iPDS Schemes. Committee A had identified the major high value items viz., Power Transformers, Distribution Transformers, Conductor, AB Cables & Energy Meter, finalized their Technical Specification and aggregated the quantity.

During the meeting held on June 29, 2016 under the Chairmanship of Hon'ble MoS (IC) for Power, Coal and New & Renewable Energy, it was decided that states are free to procure the materials on their own, if it is felt that their rates are lower than CPP rates. Accordingly, REC vide letter no. REC/DDUGJY/NIMM/745 dated 26.07.2016 (copy enclosed) allowed full turnkey mode of execution under DDUGJY and revised Standard Bidding Documents for full turnkey execution were circulated to all States vide REC letter No. REC/DDUGJY/SBD/239 on 22.08.2016.

The Technical Specification of Distribution Transformer, finalized by Committee 'A', mentioned the methodology for computing total owning cost based on loss capitalization. Since it would be practically not feasible to implement the Loss Capitalisation methodology for tender evaluation in full turnkey projects, the methodology of Total Owning Cost based on Loss Capitalisation may not be insisted upon for full turnkey tenders. However, States opting to go for direct procurement of Distribution Transformers may take care of this methodology based on their State practice.

This is for kind information and further needful action please.

Thanking You.

Yours Sincerely,

G S Bhatti

Executive Director (DDUGJY-III)

Copy for kind information to:
1. The ZMs/CPMs, REC ZOs/POs – to circulate to all PIAs in the states of their jurisdiction

Zonal Offices: Hyderabad, Kolkata, Mumbai, Panchkula & Lucknow
Project Offices: Bangalore, Bhopal, Bhubaneswar, Chennai, Guwahati, Jaipur, Jammu, Patna, Ranchi, Shillong, Shimla, Thiruvananthapuram & Vadodara
Sub Offices: Dehradun, Raipur
Training Centre: Central Institute for Rural Electrification (CIRE), Hyderabad
No. REC/DDUGJY/NIMM/735

Dated: 26/07/2016

To,
All CMDs/MDs/Chairman/Chief Engineer
DISCOMs/SEBs/PDpt.

Subject: Procurement of major high value equipments/items under Govt. of India’s initiative to facilitate states in mobilization of quality equipment’s/materials under DDUGJY/IPDS Schemes.

Dear Sir/Madam,

This is continuation to our letter no. REC/DDUGJY/NIMM/736 dated 21-07-2016 vide which outcome of central procurement under DDUGJY/IPDS was conveyed. In this regard, it is further clarified as under:

1. PIAs/Discoms/Power Department may go for full turnkey execution of the project as per approved Standard Bidding Document circulated earlier subject to condition that they will adhere to the technical specifications finalized by committee-A.

2. PIAs/Discoms/Power Department may procure the materials through their own purchase department and execute the works on partial turnkey subject to condition that they will adhere to the technical specifications finalized by committee-A.

In both the above cases, PIAs/Discoms/Power Department shall adhere to strict testing and inspection to ensure control on the quality of the materials. They shall increase the sample size to ensure quality monitoring at the factories as well as to prevent slippages.

This is for kind information and further needful action please.

Yours faithfully

(Sunil Kumar)
Executive Director (DDUGJY)

Copy for kind information to:

1. ZMs/CPMs REC ZOs/POs —to circulate to all PIAs in the states of their purview.