



**TRANSPARENCY
INTERNATIONAL-PAKISTAN**

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19th October, 2017

TL17/1910/5A

Project Director,
Project Management Unit (PMU),
Energy Department,
Government of Punjab,
Lahore.

Sub: Violation of Punjab Procurement Rules 2014, Project Director, Project Management Unit (PMU), Energy Department, Lahore's Tender Notice for Construction of the Concrete Lined Feeding Chanel along with Auxiliary Works.

Dear Sir,

This is with reference to Energy Department, Project Management Unit (PMU), Lahore's Tender Notice, published in daily "Nawaiwaqt" on 18th October, 2017. It is observed that the advertisement is in violation of the Punjab Procurement Rules 2014.

1. As per advertisement, "The tender opening Committee reserves the right to accept/reject any or all tenders without any reason". However, it is not complying with, PPRA 2014 Rule No. 35, which requires that reason should be communicated to bidders. Therefore the advertisement is in violation of Rule No. 35 of PPRA Rules 2014. Stated as under;

35. Rejection of Bids :- (1) *the procuring agency may reject all bids or proposals at any time prior to the acceptance of a bid or proposal.*

(2) *the procuring agency shall upon request communicate to any bidder, the grounds for its rejection of all bids or proposals, but shall not be required to justify those grounds.*

2. Also, "The engineer in-charge reserves the right to drop/reduce/ increase any work as per site requirement", whereas per rules, any change in tender conditions, specifications and quantity after the opening of the bid by procuring agency is not allowed under Rules. However according to PPRA 2014, Rule No. 59 (c) (iv), repeat orders cannot exceed more than 15% of the original quantity. Stated as under;

59. Alternative methods of procurements.- *A procuring agency may utilize the following alternative methods of procurement of goods, services and works:*

(c) direct contracting: *a procuring agency shall only engage in direct contracting if any of the following conditions exist:*

(iv) repeat orders not exceeding fifteen per cent of the original procurement;

The above information is forwarded for the purpose of avoiding mis-procurement charge under Rule No. 69, and with request to re-invite the tender under the prescribed procedures or issue a corrigendum and extend date accordingly.



Transparency International Pakistan is striving for across the board application of Rule of Law, which is the only way to stop corruption.

With Regards,


Sohail Muzaffar
Chairman

Copies forwarded for the information with request to take action under their mandate to:

1. Chief Minister, Government of Punjab, Lahore
2. Director General, NAB, Lahore.
3. Chief Secretary, Government of Punjab, Lahore.
4. Registrar, Lahore High Court, Lahore.
5. Managing Director, Punjab PRA, Lahore.



NOTICE INVITING TENDER

CONSTRUCTION OF CONCRETE LINED FEEDING CHANNEL ALONG WITH AUXILIARY WORKS AT CHIANWALI HYDROPOWER PROJECT (131+117 OF UCC)

1. Sealed tenders as per item rate based on market rate system BI-Annual period 01-07-2017 to 31-12-2017 District Gujranwala are invited from the approved contractors of Irrigation Department, who are validly enlisted / renewed in appropriate category. The tender is for Construction of Concrete Lined feeding channel along with auxiliaries Works at Chianwali Hydropower Project at RD 130+000 of Upper Chenab Canal Lower in District Gujranwala, Punjab.
2. Tender on form I.B 389 will be received by the Tender Opening Committee on **6-11-2017** at 1100 Hrs in the office of Project Director, Punjab Power Management Unit, 77-Shah Jamal Colony, Lahore. The tenders will be opened in presence of the tenderers or their authorized representatives who choose to attend on the same day at 1130 hrs.
3. The tender form can be purchased from the office of the Project Director, Punjab Power Management Unit, Energy Department 77-Shah Jamal Colony, Lahore at the non-refundable cost of Rs. 1000/- in the shape of bank draft in favour of Project Director up to 25-10-2017. No tender form shall be sold on date of receipt of tenders. No tender except, those purchased from this office will be entertained/accepted.
4. The contractors / firms who desire to obtain tender forms shall have to furnish the original documents to the office of the Project Director, REDSIP Project, Lahore regarding enlistment / renewal of their names (under relevant category and specially) with Irrigation Department and Pakistan Engineering Council. Government receipts for payment of professional tax, enlistment / renewal fees etc. or any other documents to his entire satisfaction along with copies of all documents duly attested by Gazetted Officer. The Project Director, REDSIP Project, Lahore shall issue the tender form after verification of all documents.
5. The tenders must be delivered in person or through their authorized agents by intending bidders to the Tender Opening Committee in sealed envelope. No tender shall be accepted / received by post or through any other means.
6. The conditional, incomplete and overmen tenders are liable to be rejected. The Tender Opening Committee reserves the right to accept/ reject any or all tenders without assigning any reason.
7. Earnest money as mentioned against name of work in the form of deposit at call drawn in favor of the Project Director, REDSIP Project, Lahore from a scheduled bank must accompany the tender.
8. All the bidders should satisfy themselves about site location, conditions prevalent at site and its accessibility because successful bidders will have to mobilize to site of work immediately after issuance of acceptance letter.
9. The successful bidder shall have to execute the agreement with the Project Director, REDSIP Project, Lahore within seven (7) days of issuance of acceptance letter. The mobilization period is restricted to seven (7) days, within which he has to deposit performance security equal to the amount of ten (10 %) of bid amount from any scheduled bank. He will have to furnish a list of the site engineers and other technical staff to be deployed by him on the project before start of work at site.
10. The work will be executed according to the design / drawings, specifications approved by the competent authority.
11. The contractor will have to strictly abide by the approved construction schedule of work, failing which, the action will be taken as per provisions of the contract. Additionally the Contractor would have to make pumping arrangement for feeding three (3) off-taking channels for the period of delay at his cost.
12. In case of any dispute, the case will be referred to the Additional Secretary (Coordination & Security), Energy Department, Lahore whose decision will be final and binding upon both parties.
13. The engineer in charge reserves the right to drop / reduce / increase any work as per site requirements.
14. The payment will be made as per actual work done subject to clearance by the departmental committee / consultants / any other agency so nominated at any time.
15. Pre-bid meeting with prospective tenderers will be held on 26-10-2017 at 1100 hrs.
16. The contractor / firm shall furnish an undertaking with the tender that he will arrange construction material from the approved quarry and source mentioned by the department.
17. The contractor should quote rate against each item in figures as well as words. Rates quoted as percentage above or below will not be accepted and will be rejected.

Sr. No.	Estimated Cost (Rs.)	Earnest money @ 2% of the Estimated Cost (Rs.)	Completion period
1.	251,580,427/-	5,031,729/-	4 months

Project Director Punjab Power Management Unit (PPMU)
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