

ITEM NO. 08 (A-133)

1. NAME OF THE SUBJECT/PROJECT:
Procurement of furniture for N.P. Schools/Navyug School.

2. NAME OF THE DEPARTMENT CONCERNED:
Civil Engineering Department/Education Department.

3. BRIEF HISTORY OF THE SUBJECT/PROJECT:

M/s Godrej is a leading furniture producer in the country producing quality furniture as such it was earlier decided that NDMC may purchase furniture of Godrej make from single source under provisions of Rule 154 of G.F.R. vide Resolution No. 27(A70 dt. 16.01.2008 and RESOLVED as under:-

1. Procurement of Furniture item for N.P. Schools/Navyug School at an appx. Cost of Rs. 6 crores .
2. Purchase of Godrej make furniture from single source under Provision of Rule 154 of G.F.R.
3. To place the Order for purchase of Godrej make furniture only.

The draft agreement with M/s Godrej was drafted in consultation with Finance/Law Department and the same was approved vide Council's Reso. No. 27(A-17) dated 28.4.08. It was further resolved by the Council to procure furniture in NDMC for renovation of office space directly from M/s Godrej from a (single source) under the provisions of Rule 154 of G.F.R.

Accordingly, different divisions of NDMC had been making purchase of furniture from M/s Godrej. The agreement with M/s Godrej is valid for a period of three years from the date of agreement i.e. 7th May, 2008; the agreement is valid up-to 6th May, 2011.

C-I Division has already procured furniture from M/s Godrej for N.P. Schools/Navyug School, for a cost of Rs. 5.85 crores against the sanctioned amount of approximately Rs. 6.00 crores vide Resolution No.27(A70 dt. 16.01.2008).

4. DETAILED PROPOSAL OF THE SUBJECT:

NDMC has already procured furniture for NP Schools/Navyug Schools mainly consisting of desks for senior level, middle level and junior level classes for a cost of Rs. 5.85 crores . Council has approved the sanction of approximately Rs. 6 crores for purchase of furniture on 16.01.2008 with anticipates requirement of the furniture of Education Deptt. costing approximately 6 crores.

The requirements projected by the Education Department now is Rs. 2.6 crores. Considering this projected requirement, the total cost of furniture and being procured now works out to Rs.8.58 crores. Since the Council has approved the sanction of Rs. 6 crores, the case is being placed before the Council for procurement of furniture from Godrej totaling up to Rs.8.58 crores.

The case was sent to the Education Deptt. to update the requirement of furniture as on date so that the Final Revised Estimate may be put up before the Council for Procurement of balance furniture. Education Deptt. has confirmed that the requirement of furniture is justified, final & up-to-date.

The Estimate has been prepared accordingly for the total Qty. of furniture as up-dated by Education Deptt. which has been checked by Planning for Rs. 8,60,32,453/- inclusive of the furniture already procured, with Net excess of Rs. 2,60,32,339/-

5. FINANCIAL IMPLICATION OF THE PROPOSED SUBJECT/PROJECT:-

The expenditure on furniture for schools be met with from the Budget Provisions for Education Department under the Head of Account D.13.8 against which the Budget provision of Rs. 40 lacs exists in the current R.E of 2008-09 and Rs. 60 lacs has been kept in the B.E 2009-2010 and the rest will be demanded in the due course.

6. IMPLEMENTATION SCHEDULE WITH TIME LIMIT FOR EACH STAGE INCLUDING INTERNAL PROCESSING:-

Schedule with time shall be followed as per provisions in the agreement with M/s. Godrej which is generally of 4 months from the date of placing the order.

7. COMMENTS OF THE FINANCE DEPARTMENT ON THE SUBJECT:-

Subject to correctness of information, date and computation brought on record, we have no objection to the Revised P.E. amounting to Rs.8,60,32,453/- over original estimate amounting to Rs. Six crore as checked by Planning and proposed by the department further subject to that (i) the furniture proposed to be replaced has outlived its prescribed life. Survey Report in support thereof in accordance with provision of Rule 196 of GFR 2005 be prepared if already not there & added to the file after getting the same approved from the competent authority (ii) SE. (C-I) and ACE(C)/SEP-II may also sign the revised PE at appropriate place marked for the same and (iv) availability of funds.

8. COMMENTS OF THE DEPARTMENT ON COMMENTS OF FINANCE DEPARTMENT:-

- (i) The furniture is being replaced on the recommendations of Education Department. The old/unserviceable furniture shall be surveyed, condemned and auctioned by the Condemnation Committee constituted for the purpose under orders of the Chairman, NDMC vide No. 17/DDEO G.Edn.-05 dated 12.07.05.
- (ii) The procurement shall be made from M/s. Godrej (single source) as per approved policy of NDMC.
- (iii) SE(C-I) and ACE/SE-P-II have signed the revised P.E. at appropriate place.
- (iv) The furniture shall be procured according to availability of funds.

9. LEGAL IMPLICATION OF THE SUBJECT/PROJECT:-

No legal implications are involved.

10. DETAILS OF PREVIOUS COUNCIL RESOLUTION, EXISTING LAW OF PARLIAMENT AND ASSEMBLY ON THE SUBJECT:

Reso. No. 27 (A-70) dated 16.1.2008
Reso. No. 27 (A-17) dated 28.04.2008

11. COMMENTS OF LAW DEPARTMENT ON THE SUBJECT/PROJECT:-

Nil.

12. COMMENTS OF THE DEPARTMENT ON THE COMMENTS OF LAW DEPARTMENT.
Nil.

13. CERTIFICATION BY THE DEPARTMENT THAT ALL CENTRAL VIGILANCE COMMISSION (CVC) GUIDELINES HAVE BEEN FOLLOWED WHILE PROCESSING THE CASE.

It is certified that all CVC Guidelines have been followed while processing the case.

14. RECOMMENDATION:

Revised A/A and E/S for an amount of Rs. 8.58 crores may be accorded by the Council for purchase of furniture for N.P./Navyug Schools of NDMC through M/s Godrej (from a single source) under the provisions of Rule 154 of G.F.R. against the existing agreement with M/s Godrej which is valid up-to 6th May, 2011. It is also recommended to place order on M/s. Godrej for purchase of furniture in anticipation of confirmation of minutes of the Council.

15. DRAFT RESOLUTION:-

Resolved that Revised A/A and E/S for an amount of Rs. 8,60,32,453.00 is accorded for purchase of furniture for N.P./Navyug schools, N.D.M.C. through M/s Godrej (from a single source) under the provisions of Rule 154 of G.F.R. against the existing agreement with M/s Godrej which is valid up to 6th May, 2011.

It is also resolved to place the Order on M/s. Godrej for purchase of furniture for the balance Qty. of furniture required by Education Deptt. in anticipation of confirmation of the minutes by the Council.

COUNCIL'S DECISION

Resolved by the Council to accord revised administrative approval and expenditure sanction for the amount of Rs.8,60,32,453.00, for purchase of furniture for N.P./Navyug schools, N.D.M.C. through M/s Godrej (from a single source) under the provisions of Rule 154 of G.F.R. under the existing agreement with M/s Godrej Ltd., which is valid up to 6th May, 2011.

It was further resolved that this will be treated as a grant to the Navyug Education Society, the modalities of which will be worked out by the Accounts Department.

It was also resolved by the Council to place the Order on M/s. Godrej Ltd. for purchase of furniture for the balance Qty. of furniture required by the Education Deptt., in anticipation of confirmation of the minutes by the Council.