

(i)

ConfidentialDELHI TRANSPORT CORPORATIONMinutes of the 6th Meeting of 2013 of the DTC Board held on 29.10.2013 at 4.30 p.m. in the Conference Room, DTC H.Qrs.PRESENT:

- | | | |
|----|---|----------|
| 1. | Shri Rajeev Verma, IAS
Chairman & MD, DTC | Chairman |
| 2. | Shri Puneet Kumar Goel, IAS
Pr. Secretary-cum-Commissioner (Transport),
Govt. of NCT of Delhi | Director |
| 3. | Shri J.B.Kshirsagar,
Commissioner (Planning), DDA | Director |
| 4. | Shri Tarsem Kumar, DANICS
FA-cum-CAO, DTC | Director |

Principal Secretary (Finance), Govt. of NCT of Delhi; Principal Secretary (Land & Building), Govt. of NCT of Delhi and Joint Commissioner of Police (Traffic) Delhi could not attend the meeting.

ALSO PRESENT:

1. Shri R.K.Kasana, C.G.M.(Op.& Tech.)/Secretary DTC Board



**Confirmation of minutes of 5th meeting of 2013
of the DTC Board held on 10.9.2013.**

Confirmed.

Resolution No.84 /2013: Item 65/2013: Ex-post-facto approval of DTC Board for scrapping/deletion and disposal of 56 Nos. (33 nos. of Leyland & 23 Nos. of Tata) CNG buses and 2 nos. of Tata Sumo – Aux. vehicles from the fleet of the Corporation on 'As is where is condition'.

The Board, after detail discussion on the agenda item, accorded ex-post-facto approval for scrapping/deletion and disposal of 56 Nos. (33 nos. of Leyland & 23 Nos. of Tata) CNG buses and 2 nos. of Tata Sumo – Aux. vehicles from the fleet of the Corporation on 'As is where is condition' basis.

Resolution No.85/2013: Item 66/2013: Procurement of 1,07,608 kgs. Precured Tread Rubber (PTR) for the period from 1.4.2013 to 31.3.2014 plus buffer stock.

(Shri Prem Chand, Sr.Manager, I/C MS-II was called in)

The Board considered and discussed the agenda item and in view of the position explained therein accorded approval for procurement of 1,07,608 Kg of Precured Tread Rubber as per following expenditure:-

S. No	item	Qty. (kg)	CP At	Landed Rate per Kg (Rs.)	L-1 Firm	Amount (Rs.)	Proposal at
1	Precured Tread Rubber size 185-187 mm	107608	Annex. B to the agenda	171.59	M/s LMS Tyre Company	1,84,64,387*	Annex. D to the agenda

(iii)

*(Rs. One Crore Eighty Four Lakhs Sixty Four Thousand Three Hundred Eighty Seven only)

The Board also authorized CMD, DTC for the following:-

- i) To sanction extra quantity, if so required, during the year in case requirement increases due to increase in operated KMs or for any other reason.
- ii) To accept change in rates as may be approved by ASRTU on quarterly basis, along with change in statutory levies, if any, as may be applicable at the time of supply and to sanction entailed expenditure on these counts, if any provided the firm remains L-1 acceptable.
- iii) To divert/cancel the ordered quantity in part or full to other acceptable L-1 source if changes (because of quarterly amendment of rates) taking in to consideration the availability, quality etc., and in case the firms on whom orders may be pending, fail to execute the supplies as per our requirement/stipulated delivery schedules or for any other reason.

Resolution No.86/2013: Item 67/2013: Extension of period of deputation for one year i.e. 6.8.2013 to 5.8.2014 in respect of Shri Tarsem Kumar, DANICS as Chief General Manager on the existing terms & conditions of deputation.

The Board considered the agenda item and accorded approval for extension of Foreign Service of Shri Tarsem Kumar, DANICS, as Chief General Manager on deputation in DTC for the 2nd year with effect from 6.8.2013 to 5.8.2014 in the pay band of Rs.37400-67000 plus grade pay of Rs.8700/- on existing terms and conditions.



Resolution No.87/2013: Item 68/2013:Transfer of DTC developed land at Dilshad Garden Depot, Mayur Vihar Trml. and portion of Rajghat Depot.

The Board considered and discussed the agenda item in detail and accorded approval for transfer of DTC Depot/terminal in the line with the orders issued by Govt. of NCT of Delhi at following places to Transport Deptt., Govt. of NCT of Delhi for operation of Cluster buses:

1. DTC Bus Depot at Dilshad Garden
2. DTC Terminal at Mayur Vihar.
3. 4 Acre of partly developed land at Rajghat Depot Complex.

The Board also decided that the rent will be computed by PWD and till such time, DTC will charge adhoc monthly rent on the rates agreed between Transport Deptt., Govt. of NCT of Delhi and MCD for the Sunehripula Bus Depot with regard to above mentioned properties.

Resolution No.88/2013: Item 69/2013:Implementation of Automated Fare Collection System (AFCS) using Electronic Ticketing Machines (ETMs) and Smart Cards in DTC.

The Board considered and discussed the agenda item in detail and accorded approval for the following:

1. In principle approval to engage M/s.,UTIITSL, a Govt. of India Company, as Consultant for Bid Process Management and Project Management Consultancy for AFCS Project on nomination basis.
2. To float open tender for implementation of AFCS for a contract period of 10 years on BOT/BOOT model.

The Board also authorized CMD,DTC for the following:

1. To approve rates and terms & conditions for appointment of M/s.UTIITSL as Consultant.
2. To take necessary action for implementation of AFCS using ETMs, Smart Cards and Validators as per para 6.1 & 6.3 above

subject to clearance from Chief Election Office or/otherwise only after the model code of conduct period is over and approval by the Transport Deptt., Govt. of NCT of Delhi.

Resolution No.89/2013: Item 70/2013: Procurement of 1380 fully built non-AC 900 mm Floor CNG propelled buses (SLF) and 345 fully built AC 400 mm Floor CNG buses with maintenance – regarding approval.

(S/Shri S.P.Sethi, Consultant, K.C.Gupta, Sr.Mgr.(SBU) , D.P.Saste Consultant, CIRT Pune & Ashish Mishra, Head Trg. & Consultancy, CIRT Pune were called in)

The Board was apprised of action taken by the Corporation pursuant to the decisions taken in the last meeting of the DTC Board held on 10.09.2013 vide Resolution No.81/2013 in respect of the subject buses. The Global Tender has been floated on 04.10.2013 and Pre-Bid Conference (PBC) was held with the prospective bidders namely M/s. Tata Motors Ltd, M/s. Ashok Leyland Ltd, M/s. Volvo Buses, M/s. King Long, M/s. Corona, M/s. JBM on 24.10.2013. The prospective bidders have raised number of queries/ suggestions/ clarifications on the RFP Documents during the PBC. In order to deliberate on the queries/ suggestions/ clarifications raised by the prospective bidders and to freeze the RFP Documents, a meeting of the Tender Review Committee (TRC) was convened on 28.10.2013. After detailed discussions on the queries/ suggestions/ clarifications and other issues raised by the prospective bidders, the TRC recommended some changes in the RFP Documents as brought out in Para-II (8) & (9) of the Agenda Item. Some of the broad changes were apprised to the Board detailed as under:

(a) Commercial:

- 1) Invoicing from Delhi under Clause-20.11 of ITB not agreeable:

As per circular vide No.F.3(10)/Fin(Rev-I)/2012-13/ds VI/49-56 dated 17.10.2013 of Pr. Secretary-(Finance), the Government of NCT, Delhi, in case of procurement through open Tender, the goods shall be supplied by the Bidder or its

authorized distributor in Delhi and against a sale invoice issued from Delhi. The aforesaid orders have been incorporated in the Clause-20.11 of ITB. As such, no change may be considered at this stage in respect of the policy decision of the GNCTD.

- 2) Break-up of prices of the bus giving cost of all the component assemblies of the bus under Clause-35.2:

The Bidders may be allowed break-up of price of bus in respect of chassis portion, its major assemblies/ sub-assemblies/ components – tyres, batteries, CNG system - cylinders, walls, pipelines, pressure regulators, fire detection system, gas leakage detector, other fitments etc and bus body portion – structure, paneling, seats, glasses/ window assemblies, lighting/ multiplex wiring/ electrical assemblies/ sub-assemblies, LED Boards, electro pneumatically operated doors, painting, other fitments etc. In case of AC Buses, also heating ventilation & air-conditioning system, insulation & ducting/ louvers, cabin fans etc.

- 3) Taxes at actual:

The Committee observed that non-supply of buses as per the original delivery schedule, as a policy decision, should deprive the Bidder any benefit on account of variation in the statutory levies/ taxes during the currency of the Contract. Accordingly, the following may be incorporated appropriately in Clause-20.4 of ITB & Clause-40 of GCC of the RFP Documents:

In case, there is variation in the statutory levies/ taxes during the currency of the Contract, the same will be payable at actual as per the original delivery schedule.

For supplies made as per the original delivery schedule, the statutory levies as applicable on the date of supply shall be reimbursed to the Contractor at actual.

For the supplies made beyond the original delivery schedule, the reimbursement of statutory levies shall be governed by the provisions of the Clause-12.1. In no case, the Bidder shall be

entitled to any increase in duties & levies imposed after expiry of original delivery period.

(b) AMC Terms:

- 1) Multiplying Factor for working out Pre-estimated Damages leviable in respect of non-compliance of the contractual performance requirements:

Keeping in view the apprehensions expressed by all the prospective bidders in respect of higher damages in the event of non-compliance of the contractual terms, the multiplying factor may be reduced to '3' from the specified '4' in the RFP Documents in order to make the pre-estimated damages more reasonable.

No damages applicable, if the buses are maintained and made available as per the contractual requirements.

- 2) Manpower Norms specified under Clause-46.4 & 46.21 shall be left to the bidders/ VMs in order to prevent wastage of manpower:

The request may be considered for acceptance subject to the bidder's confirmation to the effect that adequate skilled and trained technical & other manpower would be engaged for maintenance of buses. However, the bidders shall be responsible for delays/ non-compliance of the contractual requirements on account of shortage of manpower.

- 3) Presentability – Damages/ recoveries under Clause-46.47 towards infractions for A, B & C category, subjective, on higher side:

Presentability of buses is an important requirement and presently, poor presentability buses are withheld from operation attracting pre-estimated damages for complete shift. In view of change in the multiplying factor of '4' to '3', the category-wise damages may be proportionately reduced to Category 'A' @Rs.300/-, Category B @600/- and Category C @900/- per bus per day in place of Category 'A' @Rs.400/-, Category B



@800/- and Category C @1200/- per bus per day respectively.

- 4) KMPKG for Non-AC Buses to 3 Km/Kg of CNG/ not acceptable, as it depends on traffic conditions/ driving habits, agreeable to standard test/ independent party:

Based on the average CNG consumption of about 3 Km/Kg in respect of Standard Floor Buses under operation with the Corporation, the Committee recommends that 3.2 Km/Kg for Warranty Period, 3.2 minus 5% Km/Kg after Warranty Period upto 8 years and 3.2 minus 7% Km/Kg after 8 years.

Further, 1% of the actual kilometer operated by the buses of the Depot concerned as recorded in the Driver's memo and Purchaser's Control Room will be added for the purpose of calculation of CNG KMPKG on quarterly basis towards miscellaneous kilometrage etc already provided in the RFP Document under AMC Clause-46.19 of GCC of the Contract in order to address the concerns of the bidder.

(c) Technical:

- 1) Engine Horsepower: Acceleration specified is 0.6m/sec/sec at 130 Horse Power 'nominal' which is supplied as standard 900mm floor bus in cluster operation.
- 2) Maximum speed at full load (GVW) (Without speed limiter) is revised to 70 KMPH from stipulated maximum speed of 75KMPH in view of the better acceleration and speed limited operation in the city.
- 3) Steel Radial tyres of size 10.00x20-16 ply rating is revised to 295/80 R 22.5 Tubeless tyre in view of the latest trends of using high efficiency tubeless radial tyres.
- 4) Quality/ Inspection – one sample out of 10 bus lot of 12 items, Clause-3.2 of Inspection Plan (Annexure-11), replacement of failed items, copies of all the bills of all the items not feasible:



In order to ensure timely delivery of buses, the following changes may be considered in respect of random sampling as per Annexure-'13':

Items under Sl. No.1, 3, 5, 6, 7, 8, 9, 10 & 12: One in lot of 50 buses or part thereof.

Items under Sl. No.2: One in lot of 25 buses or part thereof.

Items under Sl. No.4 & 11: One in lot of 100 buses or part thereof.

- 5) For AC Premium Segment Buses, UBS-II of MoUD, GOI may be applicable.
3. Pursuant to the decision taken by the Board vide Resolution No.81/2013, the matter was taken up with Ministry of Urban Development, Government of India (MoUD, GOI) for relaxation in respect to allow procurement of Standard Floor Height CNG Buses fitted with Front Mounted 130 HP Engine & Mechanical Transmission readily available with the Vehicle Manufacturers by reducing the requirement of acceleration of $\geq 0.8\text{m/sec}^2$ to $\geq 0.6\text{m/sec}^2$ under JnNURM. MoUD, GOI informed vide letter dated 01.10.2013 that the buses proposed to be procured under JnNURM must follow the JnNURM bus funding guidelines i.e. all type of buses including Mini, Midi, Hybrid Electric Buses, Premium Segment Buses & Articulated Buses as per Urban Bus Specification-II (UBS-II) released on 06.05.2013 eligible for funding of ACA. However, Ministry may not have any objection regarding purchase of the buses by the State Transport Corporation through their own sources of funds. Thus, MoUD, GOI is firm as far as UBS-II is concerned, as such, the Corporation may have to procure 1380 Non-AC Semi Low Floor 900mm Floor Height Buses under funding by the Government of NCT of Delhi.



3. After detailed discussion, the Board resolved as under:
- (i) Action taken so far.
 - (ii) Recommendations of the Tender Review Committee and Bid Process Manager & Consultant to DTC as brought out in Para-II (8) & (9) of Agenda Item and Para-1 above.
 - (iii) Authorized CMD for further necessary action in the matter of freezing of RFP Documents, 'Replies to Queries', Addendum, Evaluation of Bids etc.



**Chairman & Managing Director
Delhi Transport Corporation**