



GOVERNMENT OF KERALA

Abstract

Finance Department- Preferential Concession allowed to Kerala State Construction Corporation Limited - Modified- Orders Issued.

FINANCE (INDUSTRIES & PUBLIC WORKS - B) DEPARTMENT

G.O. (P) NO. 14/2015/Fin Thiruvananthapuram Dated, 13/01/2015

Read: - 1) G.O. (Ms)No.23/PW&T/88 dated, 28/04/1988.
2) The report of the Comptroller and Auditor General of India on Economic Sector for the year ended March 2012.

ORDER

As per Government Order read above, Kerala State Construction Corporation has been given 10% price preference over the lowest quoted rate for tendering public works. The Comptroller and Auditor General of India vide report read as 2nd paper observed that the Corporation is misusing this privilege by subcontracting works and thereby causing great loss to state exchequer.

The price preference system for Kerala State Construction Corporation was allowed when they were executing the works directly. Now the Corporation has substituted this with a system of subcontracting works wherein the price advantage allowed for the Public Sector Undertaking is actually enjoyed by the sub contractors. Genuine bidders who remit the prescribed fee and quoting comparatively lower rates are not getting the contract whereas empanelled sub contractors of the Corporation get the contract even if they quote higher amount.

In this circumstances Government have examined the matter in detail and pleased to order that, hereafter preferential concession enjoyed by the Kerala State Construction Corporation Limited for execution of public works will be allowed only to works directly executing by the Corporation without any involvement of subcontractors.

By Order of the Governor
Dr.K.M.ABRAHAM
Additional Chief Secretary (Finance)

To

The Accountant General (A&E) Kerala, Thiruvananthapuram
The Accountant General (G&SSA) Kerala, Thiruvananthapuram
The Accountant General (E&RSA) Kerala, Thiruvananthapuram
The General Admn(SC) Dept(Vide Item No. 6221 dated 07.01.2015)
All Heads of Departments and Offices
All Departments of Secretariat
All Private Secretaries to Ministers
Private Secretary to Chief Minister
Private Secretary to the Leader of Opposition
All Secretaries to Government
The Secretary, Kerala Public Service Commission, TVPM
The Registrar, University of Kerala/Cochin/Kozhikode/Kottayam
(with C/L)
The Secretary to Governor
The Nodal Officer, www.finance.kerala.gov.in
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Section Officer