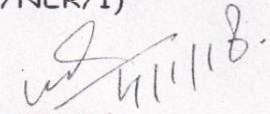
	पूर्वोत्तर रेलवे, गोरखपुर North Eastern Railway, Gorakhpur	Office of the Principal Chief Materials Manager, Gorakhpur(UP)
	Stores Department	
	Policy Section	
No. S/215/EMD&SD/Policy/2015		Dated: 04.01.2018

Sub.: Delays in issuing formal Purchase Orders for safety items -Submission of Security Deposits - Instructions regarding.

As per extant instructions, Security Deposits amounting 10% of the contract value above Rs 25 Lakhs for safely items is to be taken from the firms on whom contracts have been finalised. However, it has been observed that after issuances of Advance Acceptance of Tenders, most of the firms don't furnish security deposits in time. As a consequence, despite finalisation of the tenders, issuance of formal contracts are getting abnormally delayed by months together, and thereby, adversely affecting the availability of safety items.

The matter has since been examined. And, it has been decided, with the approval of GM, that if firms fail to submit the security deposit within stipulated period of fourteen days from the date of issuance of advance acceptance of tenders for safety items, clause 0502(a) of IRS Conditions of Contracts should be invoked, and the formal contracts should be issued with the stipulation that requisite amount of security deposit shall be deducted either from the first bill of the contract or any other pending bill of other contracts. Separately, a data base of such cases is to be maintained. (Authority- GM's order at N/9 of file No S/MISC/DKS/NER/1)


Dy. CMM/G

For Principal Chief Materials Manager

- CC:-**
1. Secy. to GM: for kind information of GM
 2. Secy. to PCMM: for information of PCMM.
 3. P.F.A. / N.E. Railway
 4. All Stores officers (HQ, Depot and Divisions)/NER
 5. All Section in-charge of PCMM office.
 6. At website of NER, Stores Department Gorakhpur-Stores-HQ.