



ADVISORY NOTE

Ref.: D(P)/NOTE /018

September 1<sup>st</sup>, 2020

**Subject : System improvement for awarding Risk & Cost Tenders**

During the CTE Type Inspection of one of the projects in Infrastructure Division, Vigilance Deptt. has raised observation that in case of risk & cost tender, the scope in risk & cost tender to be only for the balance / left out scope of the original tender.

In view of this, input co-ordinator for technical part of bidding document shall ensure that while preparing tenders which are at the risk & cost of defaulting contractor, the scope shall be only for the portion not executed by the defaulting contractor. This is essential to work out the price implication of the default by the contractor.

However, where change in scope cannot be avoided, the differential change in scope shall be clearly identified so that the price implication can be segregated for the purpose of risk & cost.

Issued for compliance.

Director (Projects)

Director (Commercial)

To : All EDs

CC:

C&MD

CVO

D(F)/ D(HR) / D(T)