

**CIRCULAR**

Sub. : Condone and standardization of penalty for delay in submission of various securities by agency.

In order to regularize the penalty in case of delay in submission of various securities such as performance security, unbalanced bid security, additional performance security etc. by the agency, it is directed that :

- a) Maximum delay in submission of various securities will be allowed only for 90 days.
- b) The levy of penalty is as under:

| Category of Contracts  | Penalty per day                                 |
|--|---|
| i) For contracts value more than Rs.3.00 lacs to Rs.1.50 crores.       | Rs.500.00 per day for delay for each security.  |
| ii) For contracts value more than Rs.1.50 crores to Rs.15.00 crores.   | Rs.1000.00 per day for delay for each security. |
| iii) For contracts value more than Rs.15.00 crores to Rs.50.00 crores. | Rs.3000.00 per day for delay for each security. |
| iv) For contracts of value more than Rs.50.00 crores.                  | Rs.5000.00 per day for delay for each security. |

- c) The above delay shall be calculated by the concern EE and approved by SE for the delay attributable to the contractors.
- d) In case of delay beyond 90 days or three months for no valid reason, the corporation would be at liberty to rescind the contract.

This is issued as approved by VC & MD.

*S. G. Rokade*  
19.07.2016

SE (HQ)  
S. G. Rokade / 22783

Separately to:

All EEs ( )

All SEs ( )

CC to:

ACE(I) / ACE(II) : for information please.

CE(NM) / CE(NMIA) / CE(SPI) : for information please

CAO : for information please.

*19/7/16*  
*20/7/16*  
*20/7/16*  
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