

M/D.R.)
EO-267/05
27/9/16

OFFICE OF THE MEMBER (DRAINAGE)
DELHI JAL BOARD: GOVT. OF NCT OF DELHI
VARUNALAYA PHASE-II: KAROL BAGH
NEW DELHI-110005

No.F-1(3)/M(DR)/2016/ 1500 — 1519

Dated: 26.09.2016

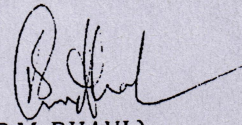
INSTRUCTIONS

Attention is invited to the enclosed office memorandum dated 4th March, 2016 issued by Chief Technical Examiner (CTE) regarding acceptance of Bank Guarantee submitted by the bidders (copy enclosed). The advisory from CTE was further circulated among all the Govt. departments by the Ministry of Finance, Govt. of India for ensuring verification of genuineness of bank guarantees prior to its acceptance in the shortest possible time.

All the organizations/ govt. utilities have been advised to follow a confirmation system which is swift and secured in addition to their existing paper based confirmation system. In fact, practice of paper based verification of all important documents such as bank guarantee and solvency certificate etc. followed in the departments is time consuming, resulting into delay in processing the case and award of works. At the same time, its trust worthiness cannot always be ensured due to human intervention in it.

o/c
H/c
Keeping in view the above, all CEs are directed to sensitize the divisions under their respective control and ensure strict compliance of the advisory dated 04.03.2016 issued by CVC.

Encl: As above


(B.M. DHAUL)
MEMBER (DRAINAGE)

All Chief Engineers

Copy to:

1. CEO for kind information.
2. Member(Fin)/Member(WS)
3. CVO/Director(F&A)

FTS 131259

Satarkta Bhavan, Block-A
GPO Complex, INA, New Delhi
Dated, the 04.03.2016

OFFICE MEMORANDUM

Sub: Acceptance of Bank Guarantee (BG) – Reg.

Reference is invited to the Commission's Circular No. 01/01/08 dated 31.12.2007 (issued vide OM No. 02-07-1-CTE-30 dated 09.05.2006), wherein necessity for ensuring verification of genuineness of Bank Guarantee prior to its acceptance was emphasized and steps were suggested.

2. It is, however, observed that the practice of paper based verification of BGs followed by the organizations is not only time consuming causing delay in acceptance/award of works or advance related payments but also its trustworthiness cannot always be ensured due to human intervention in it.

3. In this background, organizations are advised to follow it enabled confirmation system which is swift and secured in addition to their existing paper based confirmation system. The following methods for verification may be considered by the organizations:-

- Getting confirmation through digitally signed secured e-mails from issuing Banks;
- Online verification of Company portal with user ID and password followed by 2nd stage authentication system generated One Time Password (OTP) on portal for reconfirmation;
- E-mail confirmation followed by 2nd stage authentication by system generated SMS through registered mobile and reconfirmation through SMS to the verifying officer.

4. Keeping above in view, organizations may evolve their own procedure adopting any one or more of the above methods for ensuring genuineness of BGs, which is compatible with the guidelines of Banks/Reserve Bank of India.

R. Chandra
(Ramesh Chandra)
Chief Technical Examiner
4/3/2016

To

All Chief Vigilance Officers

21/3/16