



## GOVERNMENT OF KERALA

**Abstract**

Finance Department - Implementation of e-tendering system - Refund of EMD - Further Clarification - Orders Issued.

---

FINANCE (IND & PW B) DEPARTMENT

G.O(P)No.104/2014/Fin Dated, Thiruvananthapuram, 14.03.2014

---

Read: 1. G.O (P) No.50/2014/Fin dated 07.02.2014  
2. U.O (f) No.3070/B1/13/ITD, dated 28.02.2014

**ORDER**

In the Government Order referred to above certain clarifications have been issued regarding refund of EMD of successful bidders during acceptance of bids through e-tendering system. It was clarified that EMD submitted by the successful bidder shall be treated as part of security deposit and only balance amount of the security deposit alone need be collected at the time of executing agreement.

2. The IT Department vide reference 2<sup>nd</sup> cited has pointed out that EMD and security deposit amount should be treated separately and EMD shall not be transferred to treasury, but be refunded from the pooled account. It is also pointed out that the procedure for manual refund of EMD from treasury is cumbersome and this result in low bidder participation.

3. In view of the above, Government have reviewed the refund procedure suggested as per order referred to above and are pleased to order that, from 1<sup>st</sup> April 2014 onwards EMD of successful bidders will not be transferred to treasuries. This amount will be kept in the pooled

account along with EMD of other bidders and refund of EMD of successful bidders will be made soon after signing the agreement. It is also ordered that hereafter security deposit to be furnished by the successful bidder shall be in the form of treasury deposit for at least 25% of security amount of each bid.

4. Other conditions mentioned in the Government Order read above remain unchanged.

5. The NIC/KSITM shall bring necessary change in the process flow accordingly.

(By order of the Governor)

**V.SOMASUNDARAN**  
**Additional Chief Secretary (Finance)**

To

The Principal Accountant General (A &E/G&SSA) Kerala,  
Thiruvananthapuram.  
The Accountant General (E &RSA) Kerala, Thiruvananthapuram  
All Heads of Departments/Offices  
All Departments of Secretariat  
All Private Secretaries to Ministers  
The Private Secretary to Chief Minister  
The Private Secretary to Leader of Opposition  
All Secretaries to Government  
The Secretary, Kerala Public Service Commission, Thiruvananthapuram  
(with C.L)  
The Registrar, University of Kerala/Cochin/Kozhikode/Kottayam (with C.L)  
The Registrar, High Court of Kerala  
The Secretary, Kerala Human Rights Commission, Thiruvananthapuram  
The Managing Director, Kerala State Road Transport Corporation,  
Thiruvananthapuram (with C.L)  
The Secretary, Kerala State Electricity Board (with C.L)  
The Secretary to Governor  
The Nodal Officer, [www.finance.Kerala.gov.in](http://www.finance.Kerala.gov.in)  
Stock file/Officer copy.

Forwarded/By Order

  
Section Officer