OFFICE OF THE TEXTILE COMMISSIONER
MINISTRY OF TEXTILES, GOVERNMENT OF INDIA
NISHTHA BHAVAN, 48- NEW MARINE LINES,
MUMBAI- 400 020

EXPRESSION OF INTEREST

for selection of agency for undertaking evaluation, examination and audit of the data of left out cases of MTUFS and RTUFS and black-out period cases so submitted by the lending agencies through on-line system to the Office of the Textile Commissioner, Mumbai.

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October, 2014

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1. Invitation to EOI

GOVERNMENT OF INDIA,
MINISTRY OF TEXTILES
OFFICE OF THE TEXTILE COMMISSIONER
NISHTHA BHAVAN, MUMBAI – 400 020
Fax no. 022-22004693. E-mail : tufstxc@gmail.com

F. No. 50(25)(1)/2014/RFP/MS **Date :13/10/ 2014**

Invitation for Expression Of Interest (EOI)

for selection of agency for undertaking evaluation, examination and audit of the data of left out cases of Modified Technology Upgradation Fund Scheme (MTUFS) & Restructured Technology Upgradation Fund Scheme (R-TUFS) and black-out period cases so submitted by the lending agencies through on-line system to the Office of the Textile Commissioner, Mumbai.

The Office of the Textile Commissioner invites EoI from the reputed agencies for undertaking evaluation, examination and audit of the data of left out cases of Modified Technology Upgradation Fund Scheme (MTUFS) & Restructured Technology Upgradation Fund Scheme (RTUFS) and black-out period cases so submitted by the lending agencies through on-line system to the Office of the Textile Commissioner, Mumbai. The details of the EOI may be obtained from the web-site **www.txcindia.gov.in** . Interested parties may submit their proposal to Textile Commissioner, within 15 days from the date of publication of this advertisement.

Joint Textile Commissioner
Govt. of India, Ministry of Textiles
Office of the Textile Commissioner
Nishtha Bhavan, 48 New Marine Lines, Mumbai-400020.
Fax : 022-22004693, E-mail : tufstxc@gmail.com

2. BACKGROUND NOTE

- Ministry of Textiles (MoT), Government of India (GoI) has launched Technology Upgradation Fund Scheme (TUFS) for Textile and Jute Industries w.e.f. 1.4.1999 for a period of 5 years, which is being implemented through specified Lending Agencies (LA) under the scheme. The scheme was subsequently extended up to 31.3.2007.
- The Scheme was further extended from 01.04.2007 to 28.06.2010 in the modified form which is known as **Modified Technology Up-gradation Fund Scheme (MTUFS)**. From 29.06.2010 to 27.04.2011, known as **Black –out Period**, there was no TUFS hence the loan sanctioned by the specified lending agencies during this period was not entitled for getting the benefits of the scheme. The scheme was re-launched in Restructured form for the period from 28.04.2011 to 31.03.2012, which was extended upto 31.03.2013, is known as Restructured Technology Up-gradation Fund Scheme (RTUFS).
- Scheme-wise copies of the Government Resolutions (GR) issued by the Government along with circulars for amendments of certain clauses of the GR in force and directives issued to the banks from time to time in the form of various circulars may be seen in the official web-site of the office of the Textile Commissioner (www.txcindia.gov.in) clicking the link, ***Technology Upgradation Fund Scheme (TUFS).***
- Under MTUFS it was required that the subsidy claim should be submitted by the lending agency within one year from the date of sanction of term loan . However in certain cases the subsidy claims were not submitted by the lending agencies within the specified time limit. These cases are categorized as Left out Cases under MTUFS.
- The scheme was implemented in open ended mode up to 28.06.2010, due to which the government was not having any control on expenditures as well as fund requirements for future payment, hence the Government had decided to implement the scheme in closed ended mode and accordingly converted it into RTUFS w.e.f. 28-04-2011.
- Under RTUFS to become eligible for subsidy it was mandatory to pre-authorise the subsidy by obtaining Unique ID (UID) from the OTXC through a web-based online system, to be taken by the LA after sanction of the term loan and establishing the eligibility under TUFS. While applying for UID, it was also required to provide the quarter-wise requirement of subsidy value under the scheme which cannot be altered after issuance of the UID as the scheme is to be implemented in close-ended mode. As such the same was also frozen for each quarter of the 12th plan period.
- The RTUFS was rolled over to the first year of the 12th Five Year Plan i.e. 31.03.2013 within the subsidy cap available to avoid hiatus. The govt. of India has permitted for pending cases sanctioned upto 31.03.2012 to apply for UID up to 16.07.2012. However in certain cases the UID applications were not submitted by the lending agencies within the aforesaid specified time limit. These cases are categorized as Left out Cases under RTUFS.
- The sectoral subsidy cap as specified under RTUFS, was exhausted in respect of spinning and other sectors before 16.07.2012 hence in certain cases UID was not issued. These cases are also categorized as Left out Cases under RTUFS.

- Inter-Ministerial Steering Committee (IMSC), the policy making body under TUFS, had decided to call the details of such left-out cases and black-out period cases through an online system to be provided in the official website of the OTXC from the lending agencies under TUFS. The details uploaded by the lending agencies were reported to MoT. MoT has placed this position before the Inter Ministerial Steering Committee under TUFS in its 4th meeting held on 4th September 2014 for deliberations of the members and decision thereof.
- IMSC decided that an outside agency may be appointed to undertake to evaluation, examination and audit of the data of left out cases of MTUFS and RTUFS and black-out period cases so submitted by the lending agencies through on-line system.
- With this understanding & background, the Ministry of Textiles is proposing to engage a consulting agency to undertake an evaluation, examination and audit of the data of left out cases of MTUFS and RTUFS and black-out period cases so submitted by the lending agencies through on-line system**.**

3. SCOPE OF WORK

i. The broad scope of the work would be evaluation, examination and audit of accounts of left out cases from 01/04/2007 onwards and black out period cases regarding the correctness and reliability of the data.

ii. The unit/account wise data has to be compiled scheme –wise for each lending agency.

iii. Estimated requirement of subsidy for left out cases from 01/04/2007 onwards consists of cases sanctioned during MTUFS and RTUFS period.

iv. Estimated requirement of subsidy for black out period cases consists of cases sanctioned during the period from 29.06.2010 to 27.04.2011 but not considered for subsidy claim as the scheme was under suspension during this period.

v. The Consulting Agency (CA) will check the documents deciding the eligibility under TUFS and also check the calculations of requirement of subsidy of black out period cases and left out cases.

vi. The Consulting Agency (CA) will collect and tabulate the unit wise data of the estimated requirement of subsidy giving quarter-wise and year-wise for the eligible period cases sanctioned on or after 01.04.2007.

vii. The Consulting Agency (CA) will assess the reasons for each cases being left out under MTUFS.

viii. The Consulting Agency (CA) will assess the reasons for each cases under RTUFS by categorising as left out due to delay on the part of the lending agency and due to policy issue (like non- availability of subsidy cap) .

The Consulting Agency (CA) is required to cover the following parameters in their evaluation, examination and audit of accounts /data submitted by the Lending Agencies to the Ministry of Textiles for estimated requirement of Subsidy for the term loans sanctioned during 01/04/2007 to 28/06/2010, during black out period of TUFS i.e. 29/06/2010 to 27/04/2011 and during R-TUFS period i.e.28/04/2011 to 31/03/2013, separately for each period.

a) As per the data uploaded by the lending agencies through online system there are 2124 accounts under black-out period and 3067 left-out cases under MTUFS and RTUFS. The details of which along with name and addresses of the contact person of the LA and authorization letter for undertaking the evaluation, examination and audit of accounts /data will be provided by the OTXC.

b) CA will contact the TUFS cell of the all concerned LA, which has uploaded the above said details through online system of the O/o.TxC.

c) CA will examine all the concerned term loan documents such as ledger of each account available with concerned LA (either in TUF Cell or its branch) and will make an assessment of correctness of the data based on the eligible term loan amount disbursed, and likely requirement of subsidy upto 31.03.2017 as well as during the 13th plan period, if applicable.

d) After evaluating the details of all accounts of the LA concerned, the CA will compute the data in a format provided by the OTXC mentioning therein account-wise and quarter-

wise requirement of subsidy value, exact reason for being left-out etc. and also consolidated for each of the LAs.

e) CA will take-out the printed version of the data so computed/ prepared after evaluation, sign the same which got to be countersigned by the officer-in-charge of TUFS Cell of the concerned LA.

f) After completing all the exercise, CA will prepare report and submit it to MOT and OTXC along-with the softcopy of the data/ details so computed. The CA will also submit a fortnightly progress report of work completed and pending and also attend review meeting for reviewing the progress as and when required.

g) In its report, CA may also clearly indicate/ recommend regarding any improvements / amendments / modifications in the existing system under the scheme for avoiding such variations in data.

4. **Instructions to consultants**

a) CA is required to provide a comprehensive report covering all the points mentioned under Scope of Work (SoW) . The data for report should be collected from the term loan records of each case available with concerned Branches of the LAs. The report may indicate clearly the methodology adopted for evaluating the each clause of the SoW.

b) The report should clearly highlight changes / modifications made, if any, in the data provided to CA, with the exact reason for variation supported with the documentary evidences in respect of each LAs.

c) CA shall print and provide at their own cost, five copies of the interim report and 25 copies of the final report.

d) The system developed for the purpose of input format and output generation should be provided to the office of the Textile Commissioner along-with with the data contained in a CD.

e) The proposal may indicate clearly the strategies / methodology adopted for evaluation, examination and audit of accounts of left out cases from 01/04/2007 onwards and black out period cases regarding the correctness and reliability of the data.

f) Pre-bid Processing Fee to be paid for an amount of Rs. 5000/- (Rupees five thousand only) in form of Bank Draft in favour of Textile Commissioner payable at Mumbai.

g) Last date for submission of EOIs is **28.10.2014 (latest by 05.00 p m)**. The said sealed covers will be opened immediately therafter.

h) The cover shall be super-scribed "**EOI for selection of an agency for undertaking *evaluation, examination and audit of the data of left out cases of MTUFS and RTUFS and black-out period cases"***

i) Addressee and address at which sealed proposal in response to EOI notice is to be submitted Textile Commissioner, Office of the Textile Commissioner, Nistha Bhavan (New C.G.O. BLDG),48, New Marine Lines (Vithaldas Thakarsee Marg),Mumbai – 400020.

j) Based on the EOIs received from the interested applicants/agencies, the application/agency meeting the eligible requirements will be short listed . Thereafter the shortlisted agencies will be invited for submission of RFPs to seek their technical and financial bid.

k) Right to accept / reject any applications - OTXC reserves the right to accept or reject any or all Applications and to annul the qualification process at any time without any liability or any obligation for such acceptance, rejection or annulment, without assigning any reasons.

l) Amendment of EOI document - At any time, prior to the deadline for submission of Applications, OTXC either on its own or on request of the Applicant may amend the EOI documents by issuing addendum or addenda including those issued after the pre

bid conference. These addenda shall be posted at the website of OTXC and shall be treated as a part of the EOI Documents.

m) OTXC may, at its discretion, extend the deadline for the submission of Applications.

n) Bidder agencies are advised to study this EOI document carefully before submitting their proposals in response to the EOI Notice. Submission of a proposal in response to this notice shall be deemed to have been done after careful study and examination of this document.

o) The interested applicant may send their comments/query , if any, on the scope of work projected in para 3. of the EOI by e-mail tufstxc@gmail.com .

5. PRE-QUALIFICATION CRITERIA

a. Nationally and internationally reputed consulting firms registered under the Societies Act / Companies Act/Limited Liability Partnership Act (LLP) with a minimum turnover of Rs 5 crore in each of last three years.

b. Preference would be given to Consulting Agency having experience in audit work assigned by RBI and CAG.

c. Proven and demonstrable experience, expertise and resources in undertaking such evaluation, verification/examination and audit .(minimum 10 assignments)

d. Minimum Experience: Should have been working in the financial audit assignments for a minimum 10 years

e. Minimum Employee strength : 50

6. DOCUMENTS TO BE SUBMITTED IN SUPPORT OF PRE-QUALIFICATIONS

i. Brief Note on the Experience and Background Note of the Organization .

ii. Unabridged annual reports or audited financial accounts for the last three years and Certificate of Turnover.

iii. Proven and demonstrable experience, expertise and resources in undertaking such evaluation, verification/examination and audit preferably in banking and textile (minimum 10 assignments)

iv. CVs of Experts in such audit/studies.

v. Certified Documents regarding existing strength of the employees (giving separate details/numbers of permanent and contract/temporary).

vi. Copies of Income tax (PAN), Service Tax Registration.

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