

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

I&CAD Department – Dispensing with insurance cover for the works of I&CAD Department – Orders – Issued.

IRRIGATION & CAD (PW:REFORMS) DEPARTMENT

G.O.Ms.No.61.

Dated:25-06-2013.

Read the following:-

1. Govt.Memo.No.5217/Reforms/2006, Dated:23-02-2006.
2. From the ENC(IW), Hyderabad, Lr.no.ENC/IW/P&M/EE.I/DEE.8/61108/08, dated:24.08.2012.
3. G.O.Ms.No.32, I&CAD (PW:Reforms) Deptt., dt:09.04.2013.
4. From ENC (I) Lr.No. ENC(I)/DCE(GDS)/DEE1/AEE/Veligonda/Pkg.5 dt:28.05.2013.

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ORDER:

In the reference 1st read above Government issued detailed guidelines regarding the execution of prioritized projects under EPC system. In clause 7 of the guide lines, it was ordered that "insurance policy shall be obtained for the total period at the time of concluding the agreement which shall form a part of agreement and a policy should be obtained by paying the premium at one time only".

2. In the reference 3rd read above, Government issued orders to dispense with insuring all works of I&CAD Department except in case of works relating to weirs, spill ways, dams and critical components like high bridges, tunnels, deep cuts.

3. In the back ground of exorbitant premium quoted by insurance companies to insure the work of a tunnel, the ENC (Irrigation) suggested that the premium quoted and conditions put fourth by the insurance companies make the offer unworkable to the Government. He advised the Government to relook into the issue of insuring critical components like weirs, spills ways, dams and tunnels etc. in view of adverse cost benefit ratio. He also suggested that it is better that the Government itself take all the risk burden.

4. Government after careful examination of the proposal of Engineer-in-Chief (Irrigation) and in supersession of the orders issued in Para 7 of Govt. Memo. 1st cited and in supersession of orders in G.O.Ms.No.32, I&CAD (PW:Reforms) Deptt., dt:09.04.2013 in reference 2nd read above, hereby order to dispense with insuring all works of I&CAD department including weirs, dams, spill ways and critical components like high level bridges, tunnels and deep cuts etc. If any critical work like dam or high bridge etc. is to be insured, proposal is to be sent by concerned Chief Engineer to the Government and the Government will take a case by case decision whether to insure or not to insure the work.

5. These orders shall apply with immediate effect to all the works which are going to be awarded from now onwards and to all the ongoing works for which insurance has to be renewed. In other words, once the insurance coverage is expired, all ongoing works need not be further insured.

6. The Engineer –in- Chief (Irrigation), Hyderabad is requested to take necessary action in the matter, accordingly.

P.T.O.

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7. This order issues with the concurrence of the Finance (W&P) Department vide their U.O.No.2084/F7(A1)/2013, Dated:22.6.2013.

(BY ORDER AND IN THE NAME OF THE GOVERNER OF ANDHRA PRADESH)

**B. ARAVINDA REDDY
PRINCIPAL SECRETARY TO GOVERNMENT**

To
The Engineer-in-Chief(I)/(AW), I&CAD Department,
Jalasoudha Buildings, Errumanzil, Hyderabad.

Copy to:

The Accountant General, A.P., Hyderabad.
The Director, Works and Accounts, Hyderabad.
All the Works Sections in this Department.
All the Chief Engineers in I&CAD Department.
The Finance (W&P) Department.
The O.S.D. to Minister for Major & Medium Irrigation.
The P.S. to Special Chief Secretary to Govt., I&CAD Deptt.
The P.S. to Principal Secretary to Govt.(P), I&CAD Deptt.
The P.S. to Principal Secretary to Govt.(AR), I&CAD Deptt.
The P.S. to Principal Secretary to Govt.(AD), I&CAD Deptt.
SF/SC.

//FORWARDED :: BY ORDER//

SECTION OFFICER.