GOVERNMENT OF ANDHRA PRADESH <u>ABSTRACT</u>

Roads & Buildings - Adoption of Price Adjustment for Bitumen and POL for all ongoing works of Bridges, Roads and Buildings - Further Orders -Issued.

TRANSPORT, ROADS & BUILDINGS (R.I) DEPARTMENT

Dated: 28.08.2008.

Read the following

- G.O.Ms.No.35, T.R & B(R.I) Dept., Dt:28.02.2006.
 G.O.Ms.No.73, T.R & B(R.I) Dept., Dt:24.04.2006.
 G.O.Ms.No.123, T.R & B(R.I) Dept., Dt:06.07.2006.
- 4. G.O.Ms.No.233, T.R & B(R.I) Dept., Dt:20.11.2006.
- 5. G.O.Ms.No.175, T.R & B(R.I) Dept., Dt:19.02.2007.
- 6. G.O.Ms.No.94, T.R & B(R.I) Dept., Dt:16.04.2008.
- 7. Builders' Association of India representation Dt.:17-04-08.

ORDER:

G.O.Ms.No.252

In the G.Os 1st to 5th read above, orders were issued according Price Adjustment to all the works under the control of Roads & Buildings Department viz. Roads, Bridges, Buildings and Civil Works for all ongoing and future works for the items Steel, Cement, Bitumen, POL and other items duly following the Price index rates and following the formula mentioned therein.

- In the G.O. 6th read above, Government issued orders to adopt price adjustment for steel and cement every month in supersession of the orders issued in the G.O. 1st read above, and formula used for adjustment based on whole sale price index and co-efficient of 0.85 is replaced by the absolute variation between the estimated rate and the rate fixed by the Government.
- 3. The Builders' Association of India, A.P.Centre have made representation to adopt price adjustment for Bitumen and POL on par with Steel and Cement as envisaged in G.O. 6th read above.
- Government after careful examination of the matter hereby allow to adopt Price adjustment for Bitumen and POL every fortnight in supersession of the orders issued in G.O.Ms.No.35, T.R & B Dept., Dated: 28.02.2006 by replacing the co-efficient of 0.85 by "1" i.e. absolute variation of the rate fixed by the Public Sector Undertakings (PSUs) subject to the following conditions:-
- For the price adjustment of POL, the All India Index determining the i) rate may be allowed.
- The weight ages for different components taken together including ii) those for which price adjustment is not eligible should not exceed 100%.
- The final price adjustment amount should be subject to the iii) adjustment with reference to the amount arrived on completion of work with price adjustment co-efficient of '1' instead of 0.85.

(Contd. 2)

- iv) The Price adjustment shall not be limited to Rs.50.00 Lakhs and above estimated projects and a time period of 6 months and above, but shall be applied irrespective of cost estimates and time period.
- v) For the works taken up in externally aided projects, the guidelines specified thereon are to be followed.
- The price adjustment shall be applicable for all ongoing and future vi) The price adjustment shall be applicable within original contract period or period extended on grounds of the departmental delays and valid reasons and shall not be applicable to the extensions granted on account of the contractors fault as envisaged in G.O.94 of I&CAD Dept. The price adjustment shall be applicable for all ongoing works. Price adjustment shall be applicable for actual components of items of works actually carried out during the period of the bill. The above orders are applicable for all contracted works of the Government of Andhra Pradesh and Corporations, local bodies and Government Undertakings, Tirumala Tirupathi Devasthanam, etc.
- vii) This Order will apply only when the difference between the estimated rates of POL and Bitumen and their current price is more than 5%.
- 5. All the Heads of Department/Corporations, Universities dealing with PWD Works shall take action accordingly.
- 6. The above orders will come into force with effect from 01.03.2008.
- 7. This order issues with the concurrence of Finance Dept. vide their U.O.No.18817/876/A2/Expr.PWD/08, Dated: 04.07.2008.

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

Dr.T.CHATTERJEE,
PRINCIPAL SECRETARY TO GOVERNMENT

To:

The all HODs connected with Engineering works..

Copy to:

The Housing, I & CAD, Panchayat Raj, Home, Higher Education, School Education, Social Welfare, Tribal Welfare, Revenue, M.A & U.D and H.M & F.W. Depts.

The ENC (AW) I&CAD, ENC(R&B) Admn. & NH,

The Builder's Association of India,

A.P.Centre, Hyd.

The P.S to Prl. Secy. to Govt. (TC)

T.R & B Dept.

The Advisor, QC for R&B, Hyd.

The Technical Advisor,

Housing Dept. & School Education Dept.

//forwarded by order//