

**OFFICE OF THE DIRECTOR OF WORKS ACCOUNTS  
TELANGANA STATE, HYDERABAD.**

**Memo.No.DWA/TS/Hyd/Sn.-I/A-1/2020-21/143**

**Date: 29-08-2020.**

**Sub:-** Public Works – Bank Guarantees – Validity of bank Guarantees at the time of Payment of final bills – Certain instructions – communicated – Regarding.

**Ref:-** 1) Govt.Memo.No.139/02/WP/A1/2020, dt:29-01-2020 of Finance (WP) Department.  
2) Lr.No.DWA/TS/Hyd/Sn.-I/A-1/2019-20/ dt: 02-03-2020 of Director of Works Accounts, Telangana.  
3) Govt.Memo.No.139/02/WP/A1/2020, dt: 20-08-2020 of Finance (WP) Department.

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A copy of Government Memo 3<sup>rd</sup> cited, is hereby communicated to all Pay & Accounts Officers/ Assistant Pay & Accounts Officer. They are instructed not to insist for extension of BGs at the time of payment of final bill payment in respect of works for which the defects liability period is completed, subject to fulfillment and satisfaction of the following conditions, which shall be duly verified and certified by the executive authority at the time of preferring the final bill.

1. The work is completed in all respects as per the terms and conditions of the agreement and approved plans.
2. The defects liability period is completed as per the agreement and no defects are notified during DLP, or the defects notified are rectified by the agency.
3. The BGs lodged for the specified purpose are in force till the end of DLP and there are no dues to be recovered from the agencies, except those proposed in the final bill.
4. The final bill is preferred in full and final settlement of all claims of the agency.

In view of the above the PAOs/APAOs are directed that the final bills received after completion of defects liability period may be processed without insisting for extension of BGs beyond defects liability period, if certificates as per instructions vide Government memo are furnished and verified. In the cases of bills received before completion of defects liability period, it may be ensured that the BG is valid till the completion of defects liability period.

**Sd/-  
Director of Works Accounts,  
Telangana State, Hyderabad.**

