

GOVERNMENT OF TELANGANA

ABSTRACT

Finance Department – Public Works – Dispensing with the procedure of sending Bank Guarantees to the custody of APAO/PAOs in respect of works contracts towards EMD/ ASD/ Advance Payment/ Release of retention money etc., - Orders – Issued.

FINANCE (ADMN.II) DEPARTMENT

G.O.Ms.No. 48

Dated: 30.07.2020.

Read the following:-

1. G.O.Ms.No.94, I&CAD (PW) Dept., dt.01.07.2003.
2. Lr.No.DWA/TS/Hyd/Sn.-I/A-1/2020-21/79, dt.18.07.2020 of Director of Works Accounts, Telangana, Hyderabad.

ORDER:

The Integrated Financial Management and Information System (IFMIS) is in place w.e.f. 01.04.2020 for the payment of work bills in all Assistant Pay and Accounts Offices/ Pay and Accounts Offices (Works and Projects) under the control of Director of Works Accounts with complete irrigation from the earlier Bill Monitoring System (BMS). As a part of implementing IFMIS, work ID concept is introduced by capturing the details of sanctioned and contracted works in the system and Drawing and Disbursing Officers (DDOs) concerned will upload the scanned copies of related contract documents including copies of Bank Guarantees (BGs) as per the requirements in the system for generation of work IDs. Necessary controls are being built in the system for watching their validities for scrutiny of bills by APAO/PAOs.

2. Accordingly, the Director of Works Accounts in the reference 2nd read above has proposed to dispense with the procedure of sending Bank Guarantees to the custody of APAO/PAOs stating that keeping physical documents by APAO/PAOs do not serve any purpose as the controls provided in the system will be sufficient for watching the validity of Bank Guarantees at the time of scrutiny of bills by APAO/PAOs.

3. Government after careful examination of the matter and to improve the functioning of PAO Offices by avoiding duplication of responsibility with the Engineering Departments for proper maintenance of BGs, hereby order to dispense with the procedure of sending the physical documents of Bank Guarantees to APAO/PAO for safe custody. The Bank Guarantees shall be retained in the custody of the Divisional Officers who are the custodians of contract documents as per Para 158 of the Telangana State Public Works Department Code.



4. The Divisional Officer is responsible for watching the validity of BGs in accordance with the Agreement conditions and before recommending payments. Any follow up action has to be taken up by them in advance as and when necessitated. The DDOs will upload the copies of BGs along with the confirmation and acceptance by the competent authority and also update the validity of BGs from time to time. The APAO/PAOs will ensure the validity of these BGs at the time of scrutiny of work bills.

5. The Director of Works Accounts shall issue necessary instructions to all the APAO/PAOs to return all the Bank Guarantees to the DDOs concerned under proper acknowledgement, so as to enable them to scan and upload the Bank Guarantees in IFMIS portal. The DWA shall co-ordinate with the software developer of IFMIS to ensure that all the required controls viz., system validations for Contract period, DLP and extensions thereon and also that of Bank Guarantees.

6. All the Departments of Secretariat dealing with the Engineering Departments and Corporations are requested to ensure implementation of the above orders.

7. The Director of Works Accounts, Telangana, Hyderabad shall send necessary proposals for amendment of relevant Paras of PAO (WA) Manual wherever required.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

**K. RAMAKRISHNA RAO
PRINCIPAL SECRETARY TO GOVERNMENT**

