

GOVERNMENT OF ODISHA FINANCE DEPARTMENT

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FIN-WF-2-PU-0001-2018

From

Shri A.K.K. Meena, IAS Principal Secretary to Government

Works Department

To

The Additional Chief Secretary, Home Department/ Principal Secretary to Government, Industries Department / Water Resources Department/ Commissioner-cum-Secretary to Government, Tourism Department/ EIC-cum-Secretary to Government,

Sub: Rationalization of Supervision/Overhead charges in respect of execution of construction works allotted to Departmental Undertakings/Public Sector Undertakings.

Sir,

In supersession to the Finance Department Letter No-5522/F Dt.11.02.2011, Government has been pleased to decide that the supervision /overhead charges paid to the Construction Corporations/ Public Sector Undertakings (PSUs) shall be @8% (of actual expenditure) in place of the existing provision of @10% for all awarded civil works. Additional incentive of 2% of the actual expenditure shall be allowed for timely completion of an awarded work. Completion time will include any extension granted due to force majeure / reasons beyond the control of the Corporation/ Undertaking.

- 2. Overhead charges/ supervision charges in respect of State Government works allotted to the Departmental/ Public Sector Undertakings under your administrative control i.e. Odisha Bridge & Construction Corporation, Odisha Police Housing & Welfate Corporation, Odisha Industrial Infrastructural Development Corporation, Odisha Construction Corporation and Odisha Tourism Development Corporation shall be applicable accordingly.
- You are requested to issue necessary instructions to the Departmental Undertakings/ PSUs to limit supervision/ overhead charges within the prescribed ceiling. In respect of ongoing works, supervision charges may be levied at the existing rates.

Yours faithfully,

Principal Secretary to Government