

DELHI DEVELOPMENT AUTHORITY

NO: EM1(10)83/8116

Dt: 10-7-87

CIRCULAR NO: 206

Sub: Delegation of powers(financial) to Chief Engineer,DDA.

The Authority vide its resolution No. 38 dated 27.4.87 has delegated powers to Chief Engineers of DDA regarding acceptance of tenders for the rescinded and balance work upto the value of Rs. 20 lakhs (excluding the cost of materials stipulated to be issued by the department).

Copy of the above said resolution is enclosed.

The tenders for the rescinded(balance) works costing more than Rs. 20 lakhs will continue to be sent to W.A.B. for approval.

Encl: Copy of resolution No. 38
dt. 27.4.87.

1. All Chief Engineers.

- Copy to:
- 1) Vice-Chairman,DDA.
 - 2) Finance Member,DDA.
 - 3) Engineer Member,DDA.
 - 4) Chief Engineer(O&E)DDA.
 - 5) Chief Accounts Officer,DDA.
 - 6) Secretary,DDA.

[Signature]
DIRECTOR (WORKS)
D.D.A.
15/7

27.4.87

P. J. J. J. J.

1. As per latest delegation of financial powers in CPWD, power of acceptance of lowest tender with CE for the works whose tendered cost is 100 lacs (including the cost of stipulated materials) with normally approved condition. For acceptance of the lowest tenders beyond 100 lacs, CE has full powers to accept the tenders but he has to take the prior approval of CW Board. These powers have also been delegated to CE in DDA. As per practice in CPWD it is understood that tenders for rescinded works which were originally accepted by CE with prior approval of CW Board are submitted to CW Board even though cost of the balance works to be executed at risk and cost of the original contractor is much less than even Rs. 20 lacs. In this respect, it may be mentioned that there is no clear instruction in the manual in this regard. It has been observed that in number of contracts, action has been taken by CE/SEs to rescind the contracts as the contractors did not execute the works in time. In most of the cases, the cost of the balance work is varying upto about 25 lacs. Only in a very few cases the cost of the balance work to be executed at risk and cost of the original contractor exceeds 20 lacs. With the present practice, all the cases of rescinded works even if their cost is much less than Rs. 20 lacs also are being sent to WTB, which causes delay.

It is felt that for expeditious acceptance of tender/ completion of the rescinded works it will be desirable that CE are delegated powers to accept tenders of the rescinded works if cost of the remaining work yet to be executed (out of the original) at the risk and cost of the original contractor is less than Rs 20 lacs. Such contracts should not include totally new works of an original nature, not connected with the original work. There is no objection to include a few new items, totally relevant & contingent to the work and found necessary for satisfactory completion of the work but such works should be

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listed in the NET at para 'H' - and called contingent relevant items.

Approval may be given to delegate powers to CE for acceptance of tenders for rescinded works whose tendered cost of balance work to be executed at risk & cost of the original contractors does not exceed 20 lacs (after deducting cost of materials issued by the department).

RESOLUTION

The Authority resolved that the proposal contained in the Agenda item viz. to delegate powers to the Chief Engineers to accept tenders of the rescinded works if cost of the remaining work yet to be executed (out of the original) at the risk and cost of the original contractor is less than Rs. 20 lacs as detailed in the agenda item, be approved.

Attested
M. S. S. S.
25/11/87

Asst. Secretary
Delhi Development Authority

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CIRCULAR NO.

Part of Clause 33 of form 7 & 8 of the agreement is re-produced as under:

" If required by the Engineer-in-Charge, all surplus or un-serviceable materials that will be left with him after completion of the contract or at its termination for any reason whatsoever on being paid or credited such price as the Engineer-in-Charge shall determine having due regard to the condition of the materials, The price allowed to the contractor however shall not exceed the amount charged to him excluding the storage charges if any." To enforce this clause, it is necessary to indicate issue rate and storage charges separately for the materials stipulated for issue under clause 10 of form 7 & 8.

It is enjoined upon all the concerned that the storage charges should invariably be shown separately in the issue rates in contracts and the cost adjustment from the contractors may be made accordingly.

1. All CEs.
2. All SEs.
3. All EEs.
4. CAO.


217.87
(V.B. Murti)
Engineer Member