No. DB3/6512(B)/2013/CE/LSGD

Date : 01.09.2016

<u>CIRCULAR</u>

Sub: Estimate Preparation in PRICE – Rate of Bitumen to be adopted – reg

Ref: (1)GO (P) No. 96/2016/Fin dated 15.07.2016 (2)Circular No. CE/R&B/PRICE/6725/2015 dated 08.08.2016 of Chief Engineer, PWD (Roads & Bridges)

It is reported that there is huge difference in cost between the market rate and the DSR rate of bitumen. To overcome this, government vide GO referred (1) above, has ordered the following.

- The Chief Engineer, PWD (Roads & Bridges)will publish the rate of bituminous items every quarter based on the prevailing rates at BPCL, Kochi. The estimates for bituminous items shall be calculated based on this rate instead of DSR.
- 2) Where bitumen is supplied departmentally, the estimate shall be prepared excluding Contractor's Profit, Overhead Charges and Cost Index.
- 3) The payment towards the cost of bitumen shall be allowed based on the original bills only.

Now, the Chief Engineer, PWD (Roads & Bridges) has published quarter wise rates of bituminous items for the 2^{nd} quarter (July – Sept) of 2016 vide circular referred (2) above.

In the above circumstances, it is clarified that the directions in the referred GO may be followed and the rates of bituminous items shall be prepared using the rates published by Chief Engineer, PWD (Roads & Bridges). The payment towards the cost of bitumen shall be based on original bills only.

The local bodies which have already obtained DPC approval and those who have already finalized estimates for DPC approval using DSR rates must change the rates of bituminous items to the market rates published by Chief Engineer, PWD (Roads & Bridges) while obtaining technical sanction. This circular and the cited government order should not in any way affect the preparation of plan projects. If any LSGI make these changes after the DPC approval, it is not required to get fresh DPC approval.

nef Engineer



GOVERNMENT OF KERALA <u>Abstract</u>

Finance Department- Estimate Preparation using PRICE Softwareclarification on the rate to be adopted for bituminous items -Orders issued

FINANCE (INDUSTRIES & PUBLIC WORKS - B) DEPARTMENT G.O.(P)No.96/2016/Fin Dated, Thiruvananthapuram, 15/07/2016 Read:- 1. G.O.(P) No. 30 /16/Fin dated 29/02/2016.

2. Lr. No. CE/R&B/PRICE/6725/2015 dated 2/5/2016 from the Chief Engineer, PWD (Roads & Bridges)

<u>ORDER</u>

In the Government Order read above, it was ordered that contractor's profit and overhead charges can be allowed for bitumen supplied by the Contractor and cost of bitumen shall be calculated excluding the cost index. The Chief Engineer (Roads &Bridges) vide reference second cited sought certain clarifications on the rate to be adopted for estimate preparation for bitumer. Accordingly the position is clarified as follows.

2. The Chief Engineer (Roads and Bridges) will publish the rate of bituminous items every quarter , based on the prevailing rates of bituminous items at BPCL, Kochi. The estimate for bituminous items in the PRICE Software shall be calculated based on this rate instead of DSR.

3. In cases where bitumen are supplied departmentally, the estimate shall be worked out excluding the cost index, contractor's profit and overhead charges.

4. The payment towards the cost of bitumen shall be allowed based on the original bills only.

5. Since works on National Highways are governed by MORTH guidelines, where natural rubber modified bitumen is being used and no bitumen is supplied departmentally, that wing will be allowed to continue the existing practice.

By Order of the Governor, AJAYAKUMAR.A.R. ADDITIONAL SECRETARY (Finance).

То

The Accountant General (A&E) Kerala, Thiruvanathapuram The Accountant General (G&SSA) Kerala, Thiruvanathapuram The Accountant General (E&ESA) Kerala, Thiruvanathapuram All Heads of Departments/Offices

Private Secretary to Chief Mir.ister

All Private Secretaries to Ministers

Private Secretary to the Leader of Opposition

All Secretaries to Government

The Secretary, Kerala Public Service Commission,

Thiruvananthapuram

The Registrar, University of Kerala/Cochin/Kozhikode/Kottayam The Registrar, High Court of Kerala

The Secretary, Kerala Human Rights Commission,

Thiruvananthapuram

The Managing Director, Kerala State Transport Corporation,

Thiruvananthapuram

The Secretary, Kerala State Electricity Board, Thiruvananthapuram The Secretary to Governor

All Secretariat Departments.

The Nodal Officer, <u>www.finance.kerala.gov.in</u> Stock file/Office Copy

Forwarded/By Order

Section Officer

No. CE/R&B/PRICE/6725/2015.

Office of the Chief Engineer PWD Roads & Bridges Thiruvananthapuram Dated. 08/08/2016.

CIRCULAR

Sub:- Publishing Rates for Bituminous items-Reg:

Ref:- 1. G.O.(P) No. 96/2016/Fin dated 15-07-2016.

Government vide reference cited has directed Chief Engineer R&B, PWD to publish quarter wise rates of Bituminous items to be used for estimate purpose, in compliance to the above direction the rates of Bituminous items to be used for estimate purpose for the rest of 2^{nd} quarter (July- September) of 2016 is as follows:

ITEMS	RATE (Rs.)
Bitumen VG 30 Bulk	26386.44
Bitumen VG 30 Packed @ 156 Kg Drum	30832.44
NRMB Bulk	27754.44
NRMB Packed @ 151 Kg Drum	31402.44
EM RS Bulk	26694.24
Emulsion RS Packed @ 182 kg Drum	32394.24
EM SS Bulk	27024.84
Emulsion SS Packed @ 182 Kg Drum	33864.84

Chief Engineer (R&B)