

**GOVT. OF ODISHA  
WORKS DEPARTMENT**

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No. 15842 /W., Bhubaneswar, Dated: 18.11.2019  
AC-I-07/802005/2015(P)  
From

Sri R.K. Acharya,  
Addl. Secretary to Government

To

The Principal Secretary,  
R & DM Department,  
Government of Odisha

Sub: Deduction of royalty and the cost of minor materials by the Public Works Authority from the work bill of the executants who fails to produce transit pass and money receipt in support of payment of royalty.

Ref: i) Letter no. 34571 dated 07.11.2019 of R & DM Department, Government of Odisha.  
ii) Letter no. 97731 dated 15.11.2019 of E.I.C (Civil), Odisha, to R & DM Department.

Sir,

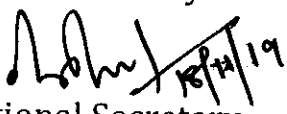
In inviting a kind reference to the above cited letter on the subject, it is to state that:

1. There are no defined quarries available for Earth in the state, which are required to be used in the civil construction works. Therefore, the cost of earth may not be considered and the royalty of earth will be deducted from the bill of the contractor and will be deposited to the concerned authorities. Similarly, for moorum, there are very few quarries. The process to be followed for Earth, may also be followed for moorum.
2. For sand, the quarry owners sell sand after quarrying the same and provide connectivity to the quarry points for its transportation. Accordingly, the sale rates are fixed by the quarry owners, which are collected from different zones of Odisha and included in the Schedule of Rates (SOR). It is suggested that the contractors may be asked to produce the purchase money receipt of sand from the approved quarry owners at the time of billing failing which, cost of raw materials as to be fixed by Steel & Mines Dept. can be recovered & credited/deposited to the concerned Revenue Authorities. The royalty of the same as per existing practice will be deducted from the bill and will be remitted to the concerned authorities.

3. The stone products used in the civil construction works are the finished products of the quarry/crusher points. The contractors may be asked to submit the purchase money receipt from the quarry/crushers at the time of billing for their works failing which, cost of raw materials, as to be fixed by Steel & Mines Dept. can be recovered & credited/deposited to the concerned Revenue Authorities, and the royalty due as per existing practice will be deducted from their bills for remittance.
4. The process for sanction of quarries for bigger infrastructure works (Project cost above 50 Crores) may be clearly defined. The detail instructions in this regard may be communicated to Collectors. This will help in expediting progress on large infrastructure projects.


Further, the views of E.I.C (Civil), Odisha communicated to R & DM Department vide above reference may please be taken into account for finalizing the modalities for deduction of royalty and cost of minor minerals by this Department.

Yours Faithfully

  
Additional Secretary  
Works Department

Memo no. 15843, Dated 18.11.2019

Copy to Engineer- in -Chief (Civil), Odisha, for information and necessary action.

  
Additional Secretary  
Works Department