

Government of Orissa
Works Department

(2)

No. Codes-M-23/89. 14379 /W., Dated, Bhubaneswar the 22.6.91

From

Shri K.P.Acharya,
Financial Adviser-Cum-
Joint Secretary to Government.

To

All Chief Engineers

Sub :-

Admissibility of price escalation under
Clause-32 of F₂ contract and Clause-20 of
Lump-sum contract.

Sir,

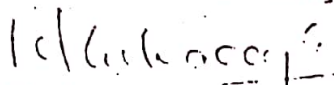
I am directed to say that references were made to this Department to confirm the position that wherein an agreement the stipulated period for completion of the work is more than one year, escalation charges are admissible only for the remaining period which is to be reckoned from one year and onwards till the stipulated date of completion, provided delay in execution of the work is not attributable to the contractor.

2. Law Department were consulted in the matter and the above position has been confirmed by them.

3. Thus it follows that in all cases where, as per the Agreement the stipulated period ^{for} completion of the work is more than a year no escalation charges are payable upto the first year of the stipulated completion period.

4. Necessary instructions to the effect may please be issued to all concerned in the matter.

Yours faithfully,


Financial Adviser-Cum- Joint
Secretary to Government

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Memo No. 14380 /W., Dated, Bhubaneswar the 22.6.91

Copy forwarded to Irrigation Department / Energy Department / Housing and Urban Development Department / Rural Development Department / All other Departments of Government / Accountant General (A&E), Orissa / Sr. Deputy Accountant General (Works), Puri for information and necessary action.

M. K. Mahapatra

Financial Adviser-Cum-Joint Secretary to Government

Memo No. 14381 /W., Dated, Bhubaneswar the 20.3.91

Copy forwarded to All Superintending Engineers / Executive Engineers under Works Department for information and necessary action.

M. K. Mahapatra

Financial Adviser-Cum-Joint Secretary to Government

Memo No. 14382 /W., Dated, Bhubaneswar the 22.6.91

Copy to Accounts-I / Accounts-II Section for information.

M. K. Mahapatra

Financial Adviser-Cum-Joint Secretary to Government

JKS/-22/6.