

**GOVERNMENT OF ODISHA
FINANCE DEPARTMENT**

No. 25217/F.

Dated. **30.07.2018**

FIN-WF-2-PU-0001-2018

From

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

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,
Works Department**

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 & Welfare Corporation, Odisha Industrial Infrastructural Development Corporation, Odisha Construction Corporation and Odisha Tourism Development Corporation shall be applicable accordingly.

3. 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,

Sd/-

Principal Secretary to Government