



AJMER VIDYUT VITRAN NIGAM LIMITED

(Commercial Deptt.) (Website-www.avvnl.com)

Corporate Identification Number (CIN)-U40109RJ2000SGC016482

Regd. Off. Vidyut Bhawan, Panchsheel Nagar, Makadwali Road, Ajmer 305004

Tel No -0145 2644501 , Fax 01452644502, E-mail-ecommercialavvnl@yahoo.co.in

No. AVVNL/ Addl. CE(HQ)/ SE (Comml) /XEN(C-II) /F./2018-19/D.1538 Dt. 06.09.2018

CIRCULAR

Sub: Preparation of Cost Estimates, Overhead / Supervision Charges for Deposit / Capital Works and works supervised by Nigam.

In light of recommendations of the Reconstituted Co-ordination Committee in its 12th Meeting held on 31.07.2018 and in supersession to all orders issued regarding, the chargeable cost, for preparation of cost estimates, overhead / supervision charges for deposit/ capital works carried out by Discoms or works supervised by Discoms, shall be as under and all estimates shall be prepared as per instructions given below:-

Preparation of Cost estimates

A. The cost estimate for issuing demand notice for deposit works/ Capital works of Discom /works supervised by Discom shall be as under:-

(a) New Work estimates :

The cost of new work shall be estimated as below:-

(i) Cost of Material / Items (shall be taken as per latest Store Issue Rates (SIR) of the company).

(ii) Cost of Civil Works (if any), on (i) above 10%

(iii) Labour charges on (i) above 10%

(iv) Total estimate for New works (i) + (ii) + (iii)

Note: In the cases where cable is to be laid by Vermeer / Bogie, the actual charges are recoverable instead of 10% labour charges.

(b) **Dismantling works estimates:-** The cost of dismantling works shall be estimated @ 10% of cost of dismantled material / item calculated as per (a) (i) above.

The dismantled material / items shall remain with the Discom. In case of works in which Discom is only supervising the work, it shall be responsibility of the contractor / intending agency to keep watch and ward of the dismantled useful material / items / scrap as identified by work incharge of Discom and transport it to the nearest store of Discom.

- (c) **Shifting work estimate** : The cost estimates for shifting works involve dismantling as well as new works. The cost estimates therefore shall be prepared as per Paragraph (a) & (b).
- (d) **Overhead Charges**: On sum of (a), (b)
For works executed by Discoms as deposit / capital works , or works supervised by Discom, Overhead Charges (towards establishment, transportation, storage, Audit A/c & other contingencies) shall be payable @ 20%.
Note: In case of Electrification or System Strengthening / Augmentation works under MPLAD , MLALAD, BADP etc. Overhead charges for deposit works shall be payable @ 10%.
- (e) Amount to be paid towards any statutory charges / fees required for the Forest Clearance , Railway and Highway crossing, Road cutting & Restoration , Shutdown charges etc, to any Govt / Semi Govt. agency / Undertaking and any Crop compensation / ROW related charges, cost of land if any etc @ 01 % on sum of (a), (b), (c) & (d).
Note:- Amount paid towards statutory charges / fee, if any be recovered on actual basis or @1% whichever is higher on sum of (a), (b), (c) & (d).
- (f) Service Tax as applicable on sum of (a) to (e).
- (g) Cost of Material / Item to be reused in shifting / augmentation work. (As per a(i) above)
- (h) Credit @ 25% of the value of line material dismantled / to be dismantled (other than (g)) of existing line calculated at Store Issue Rate shall be given. Similarly credit @ 50% of the value of the existing transformer dismantled / to be dismantled as per Store Issue Rate shall be given.
- (i) Total Cost estimate :- { sum of (a) to (f) – (g) –(h)}

B. Other Terms & Conditions:

- (a) When the work is done by the Discoms, the cost estimate, calculated as per paragraph A, shall be required to be deposited in advance by intending agency / Consumer against the demand notice to be issued by Discom.
- (b) When the work is done by the consumer or the intending agency itself and not by the Discom **supervision charges shall be payable at the rate of 5 %** of the estimated cost of the work, calculated as per paragraph A.
- (c) Supervision charges shall not be applicable for Rajasthan Housing Board and RIICO, if the work is done by RHB / RIICO under supervision of Discom Engineer on deputation to these organizations and land for establishing of EHV or HV substation (as per the size of the scheme / industrial area) in the proposed scheme is given free of cost to Discom.
- (d) The facility of execution of works by intending agencies on deposition of 5% supervision charges as per para B (b) shall be permitted in following cases:



