



**GOVERNMENT OF KERALA**

**FINANCE (NODAL CENTRE-B) DEPARTMENT**

**CIRCULAR**

No.97/2013/Fin

Dated, Thiruvananthapuram, 04.12.2013

Sub:- Legislative Assembly Constituency-Asset Development Scheme-  
Reckoning of tender savings/ tender excess in respect of works  
executed under the Scheme-Clarification Issued.

Ref:- 1. G.O.(P).No. 332/2012/Fin dated 11.06.2012  
2. G.O.(P) 214/2013/Fin dated 09.05.13  
3. Letter No. CE/BL/GTC/2011 dated 09/07/13 from the  
Chief Engineer, Public Works (Buildings) Department

As per the guidelines of the Legislative Assembly Constituency-Asset  
Development Scheme (LAC-ADS) issued vide the Government Order cited 1<sup>st</sup>  
above, works up to Rs.5 Crore can be taken up under the Scheme in each LA  
constituency in a financial year.

2. Administrative Sanctions are being issued and tender formalities  
completed based on the estimate prepared for each work. Several questions are  
now being raised as to how the issues relating to tender excess/savings in  
respect of works sanctioned under LAC-ADS are to be dealt with. The Chief  
Engineer PWD (Buildings) vide her letter 3<sup>rd</sup> cited has also requested  
Government that the delegation of powers to Departmental Officers,  
Government Tender Committees and Committee of Secretaries to sanction  
tender excess for works as ordered in the G.O. 2<sup>nd</sup> read above may be made  
applicable in the case of works sanctioned under the LAC-ADS also.

3. Since Tender savings and Tender Excess are usual phenomenon  
in tendering process of works, subsequent adjustments of such excesses/  
savings in the constituency-wise annual allocation under the LAC-ADS is not

considered to be practically a viable procedure. In the circumstances, Government clarify that the projects posed for implementation under the LAC-ADS shall be prepared on the basis of latest SoRs/CPWD norms and the aggregate amount of Administrative/Revised Administrative Sanction issued each year shall be reckoned for arriving the annual ceiling limit of Rs.5 Crore for each Constituency fixed under the Scheme. Tender savings and Tender excesses/ will not therefore affect the total allocation for a constituency in a financial year.

4. Government also clarify that the enhanced delegation of powers to Departmental Officers, Government Tender Committee and committee of Secretaries to sanction tender excess for works as ordered in G.O.(P) No. 214/2013/Fin dated 09.05.2013 will be applicable in the case of works executed under the LAC-AD Scheme also.

**M.GIREESKUMAR**  
**Officer on Special Duty (Finance Resources)**

To

1. The Principal Accountant General (A&E) Kerala, TVPM
2. The Principal Accountant General (G&SSA) Kerala, TVPM
3. The Accountant General (E&RSA) Kerala, TVPM
4. The Private Secretary to the Chief Minister
5. The Private Secretary to all Ministers
6. Private Secretary to Leader of Opposition
7. All members of the Legislative Assembly
8. Additional Secretary to Chief Secretary
9. Deputy Secretary to Additional Chief Secretary (Finance)
10. Heads of all Implementing Departments
11. CA to Officer on Special Duty (Finance Resources)
- ✓ 12. The Nodal officer [www.finance.kerala.gov.in](http://www.finance.kerala.gov.in)
13. Stock file/office copy

Forwarded/By Order



Section Officer