GOVERNMENT OF INDIA
MINISTRY OF RAILWAYS
RAILWAY BOARD

No. F(X)II-2014/PW/1Pt II New Delhi, dated: 07 /10/2015.

The General Managers,
All Indian Railways,
Including CLW, DLW, ICF, RCF & Rail Wheel Factory.
Metro Railway, Kolkata.

The General Manager (Const.), N.F. Railway, Guwahati.
CAOs (Const), All Indian Railways (except NF Railway)

The Director General and Ex-Officio General manager, RDSO, Lucknow.
The General Manager,
Central Organisation for Rly. Electrification, Allahabad.

CAO, MTP/Mumbai.
CAO/DLMW, Patiala and COFMOW, New Delhi.

Sub: Delegation of Powers to General Managers to sanction estimates.

Ref: Board's letter No.F(X)II/2014/PW/1 Pt II dated 29.05.2015

In partial modification to Board's letter under reference, it has been decided by Board to amend item no. 40(1) of Schedule of Powers to General Managers as indicated below:

40(1) Sanction of Detailed/Revised Estimates:

a) To the sanction of Detailed Estimate/Revised Estimate for works where the excess over original sanctioned cost is above the following limits:

I) Excess due to price escalation:

i. 100% of the original cost for the works sanctioned originally at a cost not more than Rs.100 crore.
ii. 25% in the first two years and 10% per annum thereafter for the works sanctioned at a cost more than Rs.100 crore.

II) Excess due to other reasons: 20% of the original cost estimate or Rs. 100 crore whichever is less.

Note:

(i) For the works which were sanctioned at a cost more than Rs.100 crore, the reference year for working out the number of years for the purpose of

percentage increase in cost should be reckoned from the year in which the 'Survey Report' or cost estimates were prepared.

(ii) The change in scope of work shall be governed by powers for material modification given in item no. 49.

(iii) Personal approval may be obtained at the level of General Manager with the personal concurrence of FA&CAO/FA&CAO(C) in cases of estimates where original cost of the work is above Rs.50 crore.

(iv) These are the overall variations on the original sanctioned cost as included in the Budget and cannot be exceeded even if more than one revised estimate is sanctioned.

(v) This delegation will not affect rules in force regarding material modification.

(vi) For variation exceeding the above limits, approval of Board will be required. In such cases, proposals may be sent to Board with personal concurrence of FA&CAO/FA&CAO(C) and personal approval of General Manager along with a detailed variation statement and a suitable explanatory note.

(vii) Under the Plan Head 'computerization' General Managers can sanction detailed/revised estimate/excess over estimates only in the following cases:

i. In respect of UTS projects sanctioned in the year 2007-08 as per instructions contained in Board's letters No. 2006/C&IS/WP 2007-08/AZR/UTS/10/Pt. dt. 27/11/2007, 16/04/2008 and 18/06/2008.
ii. In respect of works sanctioned by GMs under list of approved works under note i) to the item no. 39(a). GMs can sanction detailed/revised estimates or excess over estimates for these works so long as the revised cost is within Rs.50 lakh in each case.
iii. In respect of works for setting up of UTS, not covered in i) above and PRS: After the lumpsum cost and the location are decided by Board, General Managers can sanction detailed/revised estimates or excess over estimates for these works within the lumpsum cost decided by Board.

b) To the sanction of track renewal estimates where the excess is not within the General Manager's competence as prescribed in sub-item 40(1)(a).

Please acknowledge receipt.

(Niraj Kumar)
Director/Finance (Exp.)I
Railway Board.