



## GOVERNMENT OF KERALA

### Abstract

MPLADS – Procedure for fixing of rates for works taken up by beneficiary committees – modification over 1999 PWD rates – orders issued

#### Planning & Economic Affairs (CPMU) Department

G.O. (Rt) No. 199/02/Plg., dated, Thiruvananthapuram, 22.07.2002

Read: 1. Guidelines issued by Government of India for the implementation of MPLADS.

2. G.O.(Rt) NO. 172/98/PLG dated: 4.4.1998.

3. G.O.(Rt) No. 488/98/PLG dated: 23.12.1998.

4. G.O.(P) No. 189/2001/LSGD dated: 2.8.2001

5. G.O. (Rt) No. 388/2001/Plg. Dated: 17.10.2001.

6. Letter No. 480/98/DPT/MPM/MPLADS dated: 23.10.2001 of District Collector, Malappuram.

#### ORDER

The Members of parliament Local Area Development Scheme (MPLADS) was launched during the year 1993-94 by Government of India to enable the M.Ps to suggest individual works costing not more than Rs. 25 lakhs per work. Government of India releases Rs. 2 Crores per year per M.P. Under the scheme, each M.P will have the choice to suggest to the Head of the District, works to the tune of Rs. 2 Crores per year who will get them implemented by following the established procedure subject to the guidelines issued by Government of India. Government of India guidelines stipulate that the works should be completed in one or two working seasons. Considering the very slow progress in implementation of the programmes due to wide variation in PWD schedule of rates and the prevailing market rates, Government had vide G.O. read as paper 2 ordered the District Collectors to follow the procedure adopted by Local Bodies for implementing their programmes for the works taken up under MPLADS during the year 1997-98. The Local Self Government Department had revised the procedure of fixing local rates over the PWD schedule of rates for the year 1996 and the same was made applicable to MPLADS vide G.O. read as 3rd paper above. Now the Local Self Government Department vide G.O. read as paper 4 above, have revised the rates considering the escalation in the cost of construction materials and labour, allowing enhancement above the 1999 PWD rates. Government in Planning Department had allowed 5% increase in the cost of bitumen over the 1999 PWD rates vide G.O. read as 5<sup>th</sup> paper above. The District Collector, Malapuram in his letter read as paper 6 and heads of some other districts have requested Government to permit them to follow the orders issued by Local Self Government Department read as 4<sup>th</sup> paper above for fixing rates for works taken up under MPLADS by local bodies and beneficiary committees with a view to averting the loss that the above agencies may incur if works are done at 1999 PWD schedule of rates. Government have examined the matter in detail and are pleased to order the following procedure for fixing the rates while implementing works under MPLADS as applicable to the works programmes implemented by the local bodies.

For all works estimates will be prepared using the PWD schedule of rates without adding contractors' profit.

- A. The estimates will be prepared after analysing the components and rates will be fixed according to the local situation.
- B. While fixing the local rates it should be ensured that the total cost of a work does not exceed the estimate prepared as per the PWD schedule over the limits given below:

1. Road works including tarring	
a) In case the Local Bodies purchase the tar and hand over to beneficiary committees (cost of tar should be paid by local bodies)	No enhancement
b) In case the beneficiary committee purchase bitumen from approved agencies and if the bill amount is paid by the Local Body to Beneficiary committee	No enhancement
c) Others	5%
2. Road works without tarring	No enhancement
3. Tiled building using wood	20%
4. Building using filler slab roofing	10%
5. Building using RCC roofing	10%
6. Bridges and culverts	10%
7. Open draw wells	10%
8. Bore wells	15%
9. Earth work	No enhancement
10. Minor irrigation works	5%

In the case of road works having bridges and culverts the estimates will have two parts, one for the road and the other for the bridge or culvert and the excess allowable for each item can be given for these separate estimates.

- C. The limits suggested above are the outer limits and the Collectors should try to keep the excess over the PWD schedule as low as possible.
- D. The District Collector will break up the estimate into components and publish the maximum price rates available for each component including materials and indicate the quantum of different types of labour and materials required.
- E. Care should be taken to complete the work within the time limit and within the approved estimate.
- F. Payment of purchase tax, other taxes and contribution to workers' welfare fund would be shown over and above the limits mentioned above.
- G. Payment of supervision/centage charges are not allowed under the scheme.
- H. For spillover works where agreement has been executed and works actually started on ground the rates fixed earlier would apply.
- I. These rates are applicable to all the works, including unstarted works, under MPLADS, undertaken by any agency, except the works that are tendered or for which agreements have already been executed.
- J. This order supersedes all earlier orders issued on the matter.
- K. The above rates will take effect from the date of this order.

(By Order of the Governor)

K. Appu,  
Addl. Secretary to Govt.,

To

The Accountant General (A&E), (Audit) Kerala, Trivandrum  
All District Collectors,  
All M.Ps (with C.L.)  
All Principal Secretaries/Secretaries to Govt.