

Office of the PCDA (BR)

Seema Sadak Bhawan, Ring Road, Naraina, Delhi cantt.-10

File No. AT/BR/125/Misc/AR/Vol-VI

Date: 04/07/2014

To

The CDA (BR), Guwahati
Jt CDA (BR), Chandigarh
PAO (Gref), Centre, Pune
All AOs (P)/TF

Subject: Procedure to be followed in BRO

The issues pertaining to the working of BRO brought out by AO 19 TF are appended below for your perusal please.

You are requested to examine these points and offer your comments; so that the uniform procedure may be adopted in all sub offices vis-à-vis instructions may be issued to HQr DGBR for compliance of the same.

- Audit of formation below RCC:** As on date the internal audit is limited to the records maintained at HQr TF and RCC level. No audit of formations below RCC level is being carried out. Before arriving at any conclusion you are requested to offer your comments on the subject vis-à-vis reason for non-performance of audit and man days required.
- Provision of usage rate in the TS of a job vis-à-vis provision of HSD:** It has been reported by AO 19 TF that provision of HSD is being increased in the revised TS of the job and usage rate is being decreased. The example of the running job is appended below:

Job No.	Item	Initial Provision in the job	Revised Provision in the job
607/441-B	POL	305.81 Lacs	353.75 Lacs
	Usage Rate	244 Lacs	202.86 Lacs
610/68	POL	416.55 Lacs	499.97 Lacs
	Usage Rate	478.54 Lacs	316.67 Lacs


It is quite evident that provision of POL has been increased in both jobs to facilitate more procurement; however the provision of usage rate has been decreased to accommodate the more procurement of POL and other item. The

decrease of usage rates ultimately leads to the less booking on account of Proforma charged thereby leading loss to the states.



3. **Restriction of various provisions in technical sanction of the job:** It has been reported by AO 19 TF that the provisions in TS are being restricted to bring down the same within the amount of Admin Approval. A copy of the same is enclosed herewith for your perusal please.

It has been observed that the restriction on provision on account of Pay & allowances, ration, physical contingency is more than 40%. However, it has also been observed that provision on account of purchase of POL, CAT (B) Stores and contracts are not being restricted. The restriction is generally imposed on the adjusted expenditure & not on cash expenditure. Due to imposition of above restriction, pay & allowances and other expenditures remain unadjusted.

Your replies/comments must reach this office latest by 15th July 2014, positively.


Accounts Officer (AT)

Copy to:

1. AO 19 TF:  For information w.r.to above please.
2. O/IC  For uploading on PCDA Website.
EDP Section


Accounts Officer (AT)

RESTRICTION OF VARIOUS PROVISION(S) IN TECHNICAL SANCTION OF THE JOB

It has been observed from the technical sanction (TS) for various jobs that the provisions are being restricted to bring down the same within the amount of Admin approval. Some of the examples are given us under:-

Job No.	Item	Actual Provision in TS	Amount after restriction in the TS	Restriction Imposed in TS (%)
610/68	Pay & allowances	226455358/-	118106350/-	47.85
	CPL Wages	101049660/-	80010311/-	20.82
	POL	49997012/-	49997011/-	Nil
	Ration	12598185/-	9070685/-	28
	Cat B Stores	105869096/-	105359749/-	0.48
	TPT Charges	10113759	9437518	6.69
	Physical Contingency	19000853/-	3705024/-	80.5
	TA/DA &Rly Warrant	1533000/-	1533000/-	Nil
	Contract	110618110/-	97094293/-	10
	QCC	358060	358060/-	Nil
	Usage Rate	48143423/-	31667480/-	34.22
	Clothing	3553861/-	2738421/-	22.95
	Total	689290377/-	511515169/-	
607/458	Pay & allowances	21505555/-	11866890/-	44.8
	CPL Wages	10627179/-	9028038/-	15.05
	POL	5386069/-	5386069/-	Nil
	Ration	1323020/-	859963/-	35
	Cat B Stores	11152160/-	11152160/-	Nil
	TPT Charges	650808/-	503616/-	22.62
	Physical Contingency	2055996/-	925198/-	55
	TA/DA &Rly Warrant	571901/-	483362/-	15.48
	Contract	304127	304127	Nil
	Royalty	560006/-	560006/-	Nil
	Usage Rate	2414330/-	2414330/-	Nil
	Clothing	556265/-	556265/-	Nil
	Total	57107416/-	44040024/-	

It is seen from the above data that the restriction on provision on account of pay and allowances, ration, physical contingency is more than 40%. It is also seen that provision on account of purchase of POL, CAT B stores and contracts are not being restricted. It is observed that restriction is generally imposed on the adjusted expenditure and not on cash expenditure. The restriction on above accounts leads to non adjustment of pay and allowances and other adjusted expenditure. This is also example unrealistic estimation of Admin Approval amount.