



भारत सरकार Government Of India
रेल मंत्रालय Ministry Of Railways
(रेलवे बोर्ड) (Railway Board)

No. 2007/CE-I/CT/18/Pt.19 (FTS-8798) New Delhi, Dated 15.10.2014

To,
As per list attached.

Sub : Price Variation Clause - Addendum & Corrigendum Slip (ACS) no. 02 to GCC, July 2014 : Amendment in Clause 46A.1 of GCC.

Ref : Railway Board's circulars :

- (i) No. 2007/CE-I/CT/18 Pt.19, dated 14.12.2012
- (ii) No. 2007/CE-I/CT/18 Pt.19, dated 07.05.2013
- (iii) No. 2007/CE-I/CT/18 Pt.19, dated 02.05.2014

1. In terms of Railway Board's above referred circular, dated 14.12.12; Price Variation Clause was incorporated in GCC alongwith the related instructions.
2. The issues, referred to Board have been examined and it has been decided to make amendments & clarifications on the subject, as mentioned hereunder.
3. Para 1 of Railway Board's Circular no. 2007/CE-I/CT/18 Pt.19, dated 14.12.2012 is revised as under :

Existing Provision	Modified Content
Price Variation Clause shall be applicable only for tenders of value Rs. 50 lakh and more, irrespective of the contract completion period.	Price Variation Clause (PVC) shall be applicable only for <i>contracts</i> of value (<i>Contract Agreement value</i>) Rs. 50 lakh and more, irrespective of the contract completion period.

4. Further, Clause 46A.1 of GCC is modified as under :

Existing Clause	Modified Clause
46A.1 Applicability : Price Variation Clause (PVC) shall be applicable only for <i>tenders</i> of value as prescribed by the Ministry of Railways through instructions / circulars issued from time to time and irrespective of the contract completion period. Materials supplied free of cost by Railway to the contractors shall fall outside the purview of Price Variation Clause. If, in any case, accepted offer includes some specific payment to be made to	46A.1 Applicability : Price Variation Clause (PVC) shall be applicable only for <i>contracts</i> of value as prescribed by the Ministry of Railways through instructions /circulars issued from time to time and irrespective of the contract completion period. <i>Variation in quantities shall not be taken into account for applicability of PVC in the contract.</i> Materials supplied free of cost by Railway to the contractors shall fall outside the purview of Price Variation Clause. If, in any case, accepted offer includes some specific

consultants or some materials supplied by Railway free or at fixed rate, such payments shall be excluded from the gross value of the work for the purpose of payment/recovery of price variation.

payment to be made to consultants or some materials supplied by Railway free or at fixed rate, such payments shall be excluded from the gross value of the work for the purpose of payment/recovery of price variation.

5. It has also been decided that an authority competent to accept the tender or Sr.Admin. Grade (SAG) officer of executive department, whichever is higher, may decide that PVC shall not apply to a particular contract even if the Contract Agreement value works out to be Rs. 50 lakh or more OR that PVC shall apply even if the Contract Agreement value works out to be less than Rs. 50 lakh. Such a decision shall be taken with concurrence of associate finance and reasons shall be recorded in writing.

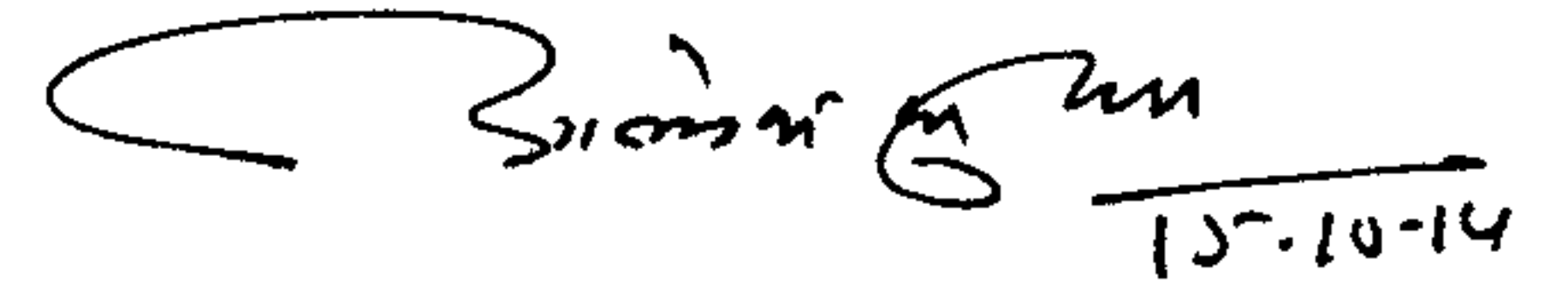
Such a decision shall be taken before issuance of N.I.T. (Notice Inviting Tender) and it shall be incorporated as Special Condition of Contract (in Tender Document and Contract Agreement).

6. Applicability of PVC based on original contract value is illustrated as under -

"If estimated value of a tender (N.I.T. value) is Rs. 55 lakh; but value of the contract as per Contract Agreement is Rs. 45 lakh, then PVC shall not apply, even if the actual final value is Rs. 50 lakh or more due to variation in quantities during execution of the contract. Thus, variation in quantities after signing of Contract Agreement is not relevant for deciding whether PVC is applicable to a contract or not. "

7. This issues with the concurrence of the Finance Directorate of the Ministry of Railways.

Please acknowledge receipt.



(आलोक कुमार)

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No. 2007/CE-I/CT/18/Pt.19 (FTS-8798)

New Delhi, Dated 15.10.2014

Copy forwarded for information to :

- (i) FA&CAO, All Indian Railways.
- (ii) Dy. Comptroller and Auditor General of India (Railways), Room no. 224, Rail Bhavan, New Delhi (with 46 spare copies).



For Financial Commissioner / Railways

LIST

1. General Managers, All Indian Railways & Production Units.
- 1a. General Manager (Con), N.F. Railway, Guwahati.
2. Principal Chief Engineers, All Indian Railways.
3. Chief Administrative Officers (Con), All Indian Railways. (Except N.F. Railway)
4. Chief Vigilance Officers, All Indian Railways.

Copy to:

(A)

1. CAO/CAO(R), COFMOW, Tilak Bridge, New Delhi-110002.
2. CAO/CAO(R), Diesel Locomotive Works, Patiala (Punjab).
3. CAO, Rail Coach Factory/Rae Bareilly Project, Kishanganj, Delhi- 7
4. CEE, Central Organisation for Railway Electrification (CORE), Allahabad

(B)

1. Director General, RDSO, Manak Nagar, Lucknow-226011.
2. Director General, National Academy of Indian Railways, Vadodara-390004
3. Chief Commissioner of Railway Safety, Ashoka Road, Lucknow-226001.

(C)

1. Director, IRICEN, Rail Path, Pune. Pin-411001 (Maharashtra).
2. Director, IRIEEN, P.B.No.-233, Nasik Road-422101 (Maharashtra).
3. Director, IRISSET, Tarnaka Road, Lalla Guda, Secunderabad-500017
4. Director, IRIMEE, Jamalpur Distt., Jamalpur - 811214. (Bihar)
5. Director, IRITM, Saraswati Residential Estate, IRITM Campus, Manak Nagar Lucknow.
6. Director, JR RPF Academy, Lucknow
7. Indian Railways Organisation for Alternate Fuels, 12th floor, CORE-I, SCOPE Minar, District Centre, Laxmi Nagar, Delhi - 110092

(D)

1. MD, DMRC, Metro Bhawan, 13, Fire Bridge Lane, Barakhamba Road, New Delhi- 110 001,
2. MD, CONCOR, Concor Bhawan, C-3, Mathura Road, Opp. Apollo Hospital, New Delhi- 110076.
3. IRCON International Limited, C-4, District Centre, Saket, New Delhi- 110017
4. MD, RITES Ltd., RITES Bhawan, Plot No.1, Sector-29, Gurgaon, Haryana-122001
5. MD, RVNL, August Kranti Bhawan, Plot No.25, 1st Floor, Bhikaji Cama Place, New Delhi-110066
6. MD, MRVC Ltd., Churchgate Station Bldg, Mumbai- 400020
7. MD, KONKAN Railway Corporation Ltd, Rail Bhawan, New Delhi-110001.
8. MD, DFCCIL, 5th Floor, Pragati Maidan Metro Station Building Complex, New Delhi-110001
9. MD, RLDA, Near Safdarjung Railway Station, Moti Bagh, Phase-I, New Delhi- 110021
10. CMD, RailTel Corporation of India Ltd., Plot no. 143, Institutional Area, Sector-44, Gurgaon, Haryana - 122003
11. RCF, Rae Bareilly, Kishan Ganj, Delhi.
12. CME, IROFAF, 12th Floor, Core-1, Scope Minar, Distt. Centre, Laxmi Nagar, Delhi- 110092
13. CAO, Indian Railways (Workshop Projects), Chamber Bhawan, Judge's Court Road, Anta Ghat, Patna-800001, Bihar.

(E)

1. General Secretary, IRCA, DRM Office, New Delhi.
2. General Secretary, AIRF, Rail Bhawan, New Delhi.
3. General Secretary, NFIR, Rail Bhawan, New Delhi.
4. General Secretary, IRPOF, Rail Bhawan, New Delhi.
5. General Secretary, FROA, Rail Bhawan, New Delhi.
6. General Secretary, AIRPA, Rail Bhawan, New Delhi.
7. General Secretary, AISC&STREA, Room no. 7, Rail Bhawan, New Delhi.
8. The Secretary, RBSS, Group (A) Officers Association, Rail Bhawan.
9. The Secretary, RBSS, Group (B) Officers Association, Rail Bhawan.
10. The Secretary, RBMSA, Rail Bhawan.
11. The Secretary, Railway Board, Group (D) Employees Association, Rail Bhawan.

Copy to: CRB, FC, ME, ML, MS, MM, MT, Secy., AM(CE), AM(WORKS), AM(PLG.) AM(STAFF), AM(Mech.), AM(Elec.), AM(PU), AM(Tele), AM(Sig.), AM(Traffic), AM(F), AM(B), Adv.(Projects), Adv.(L&A), Adv.(Vig.), Adv.(Rates), AM(Stores), AM(IT), AM(T&C), AM(Comml.) DG(RHS), DG(RPF), Adv.(RE), Adv.Elec(G), EDTK(M), EDTK(MC), EDTK(P), EDW(Plg.), EDME(Track), EDCE(B&S), EDCE(RC&F), EDF(X)-I, EDF(X)II, DF(X)-II, ED(W), EDCE(P), ED(PROJECT), ED(L&A)-I, ED(L&A)-II, EDVE, ED/DM, ED(Safety), ED(Sig.), ED(Tele), EDRS(G), ED(E&R)EDEE(Dev.), EDEE(RS), ED(EEM), EDRE(S&T), EDE, EDE(N), EDE(Res.), EDFE, EDPC, ED(Accounts), ED(T&MPP), EDE(GC), EDME(CHG), EDME(F), EDME(Dev.), EDME(W), ED(Plg.), ED(CHG), EDRS(P), EDRS(S), EDF(S), ED(FC), EDPM, EDPG, EDTC(R), EDTT(F), EDTT(M), EDTT(S), EDV(S), EDV(T), DCE(B&S), DCE(P), Dir(L&A), JS(Conf.), JS(G), JS(P), LA, Eco.(Adv.) F(X)I, II, Vig.III, Vig.(Conf.), L&A, Track I & II, Telecom, Signal, RS(G), & Electrical Branches of Rly. Board.