



GOVERNMENT OF KERALA

Abstract

Finance Department - Relaxation in Performance Guarantee for the execution of Public Works in the State - Extended - Orders issued.

FINANCE (INDUSTRIES & PUBLIC WORKS - B) DEPARTMENT

G.O.(P)No.32/2022/FIN

Dated, Thiruvananthapuram, 15-03-2022

Read :- 1. G.O(P)No. 429/2015/FIN dated 28.09.2015.

2. Office Memorandum No. F9/4/2020-PPD dated 12/11/2020

3. G.O(P)No. 7/2021/FIN dated 07.01.2021.

4. Office Memorandum No. F 9/4/2020-PPD dated 30/12/2021

ORDER

As per the Government Order read as 1st paper above, Performance Guarantee, the amount collected at the time of executing contract agreement will be 5% of the contract value (Agreed PAC). On account of slow down in economy and acute financial crunch among the contractors due to Covid 19 pandemic, Government of India as per Office Memorandum read as 2nd paper above, have reduced Performance Guarantee to be submitted at the time of executing contracts from the existing rate of 5-10% to 3% of the value of the contract. Subsequently Government of Kerala as per order read as 3rd paper above reduced the requirement of Performance Guarantee from 5% to 3% of the contract value for a period of one year.

2) Now Government of India as per Office Memorandum read as 4th paper above extended the validity of Office Memorandum dated 12/11/2020 for a period up to 31.03.2023. Consequently Government have received various requests to extend the benefits on reducing the rate of performance guarantee to contracts executed under the State of Kerala.

3) Government have examined the matter in detail and are pleased to extend the relaxations in Performance Guarantee as per Government Order read as 3rd paper above for a further period to 31/03/2023.

This orders will have retrospective effect from 07/01/2022.

(By Order of the Governor)
Rajesh Kumar Singh IAS
Additional Chief Secretary (Finance)

To

1. The Accountant General (A&E) Kerala, Thiruvananthapuram
2. The Accountant General (Audit-II) Kerala, Thiruvananthapuram
- 3 The Private Secretary to Hon'ble Chief Minister
4. All Private Secretaries to Hon'ble Ministers.
5. The Private Secretary to the Leader of Opposition.
6. The Secretary to Governor.
7. The Chief Secretary of Kerala.
8. All Secretaries to Government.
9. The Registrar, High Court of Kerala.
10. The Secretary, Kerala Human Rights Commission, Thiruvananthapuram.
11. The Election Commissioner, State Election Commission, TVPM.
12. All Departments of Secretariat.
13. All Heads of Departments/Offices
14. The Registrar, All Universities of Kerala.
15. The Chief Engineer [PWD/WRD/LSGD /HED]
16. The Chief Technical Examiner, Finance Department, Thiruvananthapuram
17. The Nodal Officer, www.finance.kerala.gov.in
18. Stock file/Office Copy(1967645)

Forwarded/By Order


Section Officer