CONFIDENTIAL

OFFICE OF THE CHIEF VIGILANCE OFFICER
DELHI JAL BOARD, GOVT. OF N.C.T. OF DELHI
VARUNALAYA PH-II: KAROL BAGH,NEW DELHI-5

No. DJB/Vig/2006/2580 Date: 21.5.06

During investigation of cases related with replacement of existing CI water lines with new CI water lines of appropriate diameter, it has been observed that:

Whereas scrap of the old water lines including valves, specials etc. should normally be recovered and taken into the stock of the JE concerned and disposed off later as per prescribed procedure. At times, due to site constrains and other practical difficulties, it is not feasible, nor economical, to recover the scrap from the site. In such cases, in absence of any condition/provision in the Contract agreement/estimate for recovery of scrap, there is always scope for allegations and counter-allegations for not recovering the scrap or unauthorisedly disposing off the same, in connivance with the contractor. Even if such condition exists in the Contract Agreement, in most of the cases, it is not clearly defined.

PROPOSAL: Under these circumstances, will it, therefore, not be appropriate to incorporate such condition/provision in the Contract Agreement/estimate itself which authorizes the contractor to take possession of scrap recovered during the replacement work? The

contractor may, therefore, be asked to quote the rates keeping in view the value of scrap which shall be recovered by him during the execution of work. The estimates, for replacement of old water lines may, therefore, be framed after properly assessing the site conditions in order that the quantity of scrap, which shall be recovered, is correctly accounted for in the estimate itself. The Contract Agreement should also expressly, and in clear terms, provide details regarding site conditions etc.

Justification/ Reasonability of rates prepared by the Division concerned shall take into account the above **scrap factor** and then work out the justified rates accordingly.

The issue was discussed in the Senior Officers Meeting and the proposal is forwarded for your comments in this regard. The comments may please be sent within a week positively to enable us to take further necessary action.

(S.N. SRIVASTAVA)
CHIEF VIGILANCE OFFICER

CE(C)-VI

All Chief Engineers/Director(Finance)

I agree to the above proposal in toto pl.

23/5/06
(A.K. JAIN)
CE(C)-VI

C.V.O.