

**GOVERNMENT OF INDIA
MINISTRY OF RAILWAY
(RAILWAY BOARD)**

No.2013/W-I/Genl./0/30 Pt.II

New Delhi, Dated: 15.12.2014

The General Managers,
All Indian Railways.
General Manager/Con./NFR


Sub:- Contractual Payment in case of excess over sanctioned estimates.

Cases have come to notice of Board wherein Railways have incurred expenditure much beyond the sanctioned amount and submitted Revised Estimate (RE) for post facto sanction of Board. Such situations have invariably arisen as a result of non-submission of RE in due time. Railway should therefore prepare and submit RE for sanction of Competent Authority well before the sanctioned amount is expected to be exceeded.

However, as per Para 1136 of Engineering code, payments in regard to contractual liabilities of existing contracts and payments in respect of salaries etc. cannot be stopped taking the plea that the expenditure has exceeded or likely to exceed the sanctioned amount. No further, contractual liabilities should however, be entered into unless the revised estimate is got sanctioned.

Railways are therefore, advised to adhere to provisions of Engineering Code in regard to submission and sanction of revised estimate.

This issues with the concurrence of Finance directorate of Railway Board.


(Anisur Rehman)
Director/Works-II
Railway Board.

Copy to: Chief Administrative Officers/Construction,
All Indian Railways.