

**F.NO.RW/NH-11026/1/94-DO I****Dated, the 27th Jan., 1994**

To

The Secretaries (dealing with National Highways), Public Works Departments of all States and UTs; Director General (Works), Central Public Works Department; Secretary, Border Roads Development Board

Subject: Procedure for submission of Revised Estimates requiring approval of Expenditure Finance Committee

I am directed to state that in one of the meetings of the Expenditure Finance Committee held recently under the Chairmanship of Secretary (SFT) to consider a Revised Cost Estimate in respect of NH work, it was felt that the EFC Note is not being properly projected, with the result that the members of EFC cannot make proper appraisal of the case. It was, therefore, decided as under:-

- (i) The cost break-up for the Revised Cost Estimate proposals should not only be compared with the detailed sanctioned cost but also with the original administratively approved cost.
- (ii) While carrying out economic analysis of the projects, the cost of land should be included in the total cost of the project.
- (iii) There is a need to compress the time taken in detailed engineering, preparation of detailed project report and finalisation of tenders.

2. It is requested that, in future the above directives of the Expenditure Finance Committee may please be kept in view while submitting proposals in respect of Revised Cost Estimates to this Ministry. Steps may also be taken to cut down delays in detailed engineering, preparation of project report and finalisation of tenders. These requirements may kindly be brought to the notice of all field officers in your Department for compliance.