Circular

संख्या: अभि./03/विलिय/ Pre-final RAR

दिनांक: 24.06.2019

लेखा में:

All AOs GE

विषय: Processing of Pre-final RAR after completion of work in routine manner.

As per Para 18.5.5.1 of Contract Manual “In accordance with condition 65 of IAFW-2249, the contractor has to forward a certified final account on IAFW 2267 as soon as possible after the completion of work to the satisfaction of Engineer-in-charge. Normally therefore, the question of payment on account should not arise after the work is completed as this is the stage when the final bill is to be submitted by the contractor. However where considerable payment is due to the contractor on completion of work and/or he insists for payment on account before submission of his final bill, RAR payment is governed by the terms of the contract i.e. restricted to percentage payment as laid down in the condition for advances on account and full amount of compensation will be recovered from the payment due to the contractor”.

Attention is also invited to the CGDA letter bearing no. 18020/AT-X/XXXVII(FC) dated 10.03.2017 with a copy to E-in-C Branch, wherein it was clarified that the term considerable amount and insistence of the contractor for payment of RAR may not be generalized and incidence of such cases should be minimal and more as exception than routine.

However, it has been noticed that instead of pursuing the contractor to submit the final bill within stipulated time after the completion of work, Pre-final RAR is being preferred and in some cases it is also noticed that the Pre-final RAR and Final bill is being prepared on the same day, which is against the spirit of the rule position.

As it is evident from the above rule position, payment of RAR after completion of work should be on justified reasons and in exceptional cases only and not as a matter of routine.

Above instructions may be please be noted for strict compliance.

This is being issued with the approval of GO (E).

[Signature]