



### ABSTRACT

TWAD Board and CMWSS Board - Inclusion of Work Contract Tax, Labour Welfare Fund and Risk Insurance Charges in the Detailed Project Report and Bill of Quantities - other than World Bank Funded Scheme - Instructions - Issued.

## MUNICIPAL ADMINISTRATION AND WATER SUPPLY (WS4) DEPARTMENT

G.O. (Ms.) No. 283

Dated: 11.11.2010

<u>ஐப்பசி 25,</u>

திருவள்ளுவர் ஆண்டு 2041.

#### Read:

From the Chairman and Managing Director, Tamil Nadu Water Supply and Drainage Board Letter No.28508/COM/SDO 1/2008 dated 03.11.2008

## ORDER:

In the letter read above, the Managing Director, Tamil Nadu Water Supply and Drainage Board has requested instructions regarding inclusion of Work Contract Tax, Labour Welfare Fund and Risk Insurance Charges in the Detailed Project Report and Bill of Quantities of tenders other than World Bank funded schemes in future while inviting tenders for the works of providing Water Supply\* and Sewerage Scheme.

2. After careful examination, Government issue instructions for both the Tamil Nadu Water Supply and Drainage Board and Chennai Metropolitan Water Supply and Sewerage Board to follow the procedures as given below for inclusion of Work Contract Tax, Labour Welfare Fund and Risk Insurance Charges in the Detailed Project Report and Bill of Quantities of tender other than World Bank funded schemes in future while inviting tenders for the works of providing water supply and sewerage schemes

(a)	l.T.	at 1% in the case of a individual / HUF 2% in the case of a company / firm (The contractor can produce the details of this certificate during the regular assessment of income-tax to adjust the amount of TDS against the Tax payable by him).
(b)	VAT	For Civil and Maintenance work contract, 2% of the total Contract value of the works executed by the Contractor would be deducted in each bill.

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(c)	Labour Welfare Fund	Making a lumpsum provision at 0.30% of the total estimated cost in the estimate towards Labour Welfare Fund. This amount would be remitted to the Labour Welfare Board at the end of the Financial Year.
(d)	Risk Insurance Charge	No adding / deductings Risk Insurance Charge when contract payments would be made to the contractor. It would be appropriate to the part of the contractor to avail suitable insurance policies for the works being executed by them by paying risk insurance charges on their own.

 This order issues with the concurrence of Finance Department vide its U.O. No. 207/ JS (KK)/ 2010, dated 4.10.2010.

## (BY ORDER OF THE GOVERNOR)

# K. ASHOK VARDHAN SHETTY, PRINCIPAL SECRETARY TO GOVERNMENT.

To

The Managing Director, Tamil Nadu Water Supply and Drainage Board, Chennai.5

The Managing Director, Chennai Metropolitan Water Supply and Sewerage Board, Chennai.2

Copy to The Director of Municipal Administration, Chennai.5

The Director of Town Panchayats, Chennai.108

The Public Works Department, Chennai.9

The Finance Department, Chennai.9

The Labour and Employment Department, Chennai.9

The Highways and Minority Ports Department, Chennai.9

The Adi Dravidar and Tribal Welfare Department, Chennai.9

The Municipal Administration and Water Supply (WS1, WS2, WS3 and OP II) Department, Chennai.9

The Private Secretary to Secretary to Government, Municipal Administration and Water Supply Department, Chennai.9

The Senior Personal Assistant to Hon'ble Deputy Chief Minister, Secretariat, Chennai.9

The National Informatics Center, Chennai.9

The Public (Library) Department, Chennai.9

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//Forwarded by Order//

Section Officer.