

**Office of the Engineer-in-Chief (IW)  
Water Resources Department, Currency Nagar, Vijayawada.**

**Procs.No.ENC/IW/SE(P&M)/EE.1/DEE.2/AEE/Post-GST/Reformulation of SoRs  
from 2008-09to2016-17/Vol.2 dt: 06.06.2018**

**Sub:** Reformulation of SoRs of last 10 years(2008-09 to 2016-17) with basic prices(exclusive of Excise Duty and VAT which were subsumed under GST Act) containing material rates for the parts of Water Resources Department (Part-I), Roads & Bridge Works(Part-2), Buildings (Part-3) and Public Health Schemes(Part-4) - communicated to all Engineering Departments for revision of estimates of ongoing works continued after 01-07-2017 – Reg.

**Ref:** 1) Govt memo.No.47027/297/2017 dt:13.09.2017 issued by Finance(FMU-WR.I) Dept  
2) BoCEs minutes dated:26.09.2017  
3) T/o Procs.No.ENC/IW/SE(P&M)/EE.1/DEE.2/AEE/SoR 2017-18/Vol.2 dt:13.10.2017  
4) ENC(R&B) Lr.No.SoR-II/ ENC/ DEC(R)/ EE(TEC)/ DEE 7/AEE2 /2017 dt:06.02.2018.  
5) ENC(PR) Lr.No.AEE/(T) Section/GST/Draft Rates 2010-1017/2018 dt:10.04.2018.  
6) ENC(PH&ME) Lr.No.146/Cement & Steel/T4/2018 dt:10.04.2018.  
7) CE(Buildings) Lr.No.20938/SoR/DCE(B)/EE(B)/DEE(B)/AEE/2017.dt:29.05.2018  
8) BoCEs minutes dated:12.04.2018  
9) Govt. Go. Ms. No. 58, Finance(WR.I) Dept., dated. 08-05-2018

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In view of the implementation of Goods GST by Govt. of India, the Government of Andhra Pradesh, vide memo 1<sup>st</sup> cited, have instructed to take necessary action to revise the Schedule of Rates-2017-18 to comply with the GST system.

Accordingly, the Board of Chief Engineers (BoCEs) meeting was conducted on 26.09.2017 and approved the Schedule of Rates 2017-18 reformulated with basic prices after excluding VAT and Excise duty subsumed under GST Act. The approved copy was circulated to all the Engineering Departments vide T/o proceedings 3<sup>rd</sup> cited.

During the BoCEs meeting, Engineer-in-Chief(R&B), Engineer-in-Chief(PR), Engineer-in-Chief(PH) and Chief Engineer(Buildings) were requested to reformulate the Schedule of Rates(SoRs) from the year 2009-10 onwards in order to revise the estimates of ongoing works executed after 01-07-2017 for complying with GST Act.

Accordingly, the Engineer-in-Chief(AW/IW), WRD, has reformulated the Water Resources part(Part-I), the Engineer-in-Chief(R&B) and Engineer-in-Chief(PR) has reformulated the Roads & Bridge part(Part-II), Engineer-in-Chief(PH) has reformulated the Public Health part(IV) and Chief Engineer(Buildings) has reformulated the Buildings part(Part-III) of Schedule of Rates(2009-10 to 2016-17). The Engineer-in-Chief(PR) has furnished the reformulated Schedule of Rates-2008-09(***only common materials& work items part & hire charges of machinery part***) as it was adopted by both R&B and PR Departments till the year 2009-10.

The Schedule of Rates (2008-09 to 2016-17) reformulated with the basic rates (without VAT and Excise Duty) (***excluding those items which do not get affected by the adoption of GST including labour rates***) as furnished by concerned

Engineers-in-Chief were placed before the Board of Chief Engineers(BoCEs) during the meeting held on 12.04.2018. The same are approved by the Board of Chief Engineers for adoption of all the Engineering Departments for revising the estimates of ongoing works executed after 01-07-2017.

Meanwhile, the Govt. of Andhra Pradesh have issued orders vide G.O. 9<sup>th</sup> cited for implementing the GST as follows:

1. (a) Since the SOR relates to the year 2017-18 and the GST was introduced with effect from 01-07-2017, reducing the unit costs of all the materials as well as hire charges, by the subsumed taxes embedded therein. The rate of GST fixed @18% (9% CGST and 9% SGST) for the work contracts from 01-07-2017 to 21-08-2017 and GST @12% (6% CGST and 6% SGST) from 22-08-2017 with input tax credit.  
(b) With effect from 13.10.2017 the works contract involving predominantly earth work (i.e., constituting more than 75% of the value of the work) attract 5% GST with input tax credit.  
(c) Regarding contracts concluded prior to or after 01.07.2017 with the 2016-17 prior SSR rates (wherein tax element is included)
  - (i) Revised Estimates have to be approved separately duly splitting the works executed prior to 01.07.2017 and the work done after 01.07.2017 with GST provision as applicable with the basic rates of sanctioned estimate SoR.
  - (ii) Supplemental agreements are to be concluded with the arrived unit rates (excluding tax element) for the work executed on or after 01.07.2017 and GST as applicable has to be added to the bill amount.
  - (iii) Payments are to be allowed duly adjusting the already made payments in the intermediate bills.
2. Tax liability under GST shall be taken into consideration at the time of invoicing and payment there on as per the terms and conditions of the agreements between the contractors and Engineering Departments. Departments shall ensure that there shall not be any excess payments to the Agencies.
3. As the TDS provisions of GST Act are not in operation now, contractors are liable to discharge their tax liability fully as per the provisions of GST Act while filing the returns.

As per the above G.O. the following illustration is given for revising the estimates of ongoing works:

1. Any work which is executed after 01-07-2017 has to comply with the GST Act.
2. As per the G.O., the Department has to revise the estimate for the balance work taken up after 01-07-2017 with the relevant reformulated Schedule of Rates(SoR)

applicable as per Agreement. For example, if the SoR as per the Agreement is 2014-15, then the estimate shall be revised with reformulated SoR-2014-15(communicated with this proceedings)

3. After arriving the ECV with the above reformulated Schedule of Rates(SoR), applicable Tender Premium is to be operated on that ECV.
4. In part-B of the Estimate, relevant Statutory Taxes are to be added including applicable GST towards Works Contract.
5. As suggested in para 9 of the above said G.O., till the TDS provision of GST Act comes into operation, the entire GST component levied towards Works Contract is to be paid to the executing agency along with the work bill amount.
6. The executing agency has to discharge his/her tax liability fully as per the provisions of GST Act while filing the returns duly taking care of the facility of 'Input Tax Credit'

Any discrepancies found or corrections required in last 10 years from SoR 2008-09 to SoR 2016-17 may be brought to the notice of undersigned for issuing corrections.

The receipt of the proceedings may be acknowledged.

**Encl:** Reformulated SoRs from 2008-09 to 2016-17 with basic rates containing Part-I(Water Resources Dept works),Part-II(Roads& Bridge Works),Part-III(Buildings) and Part-IV(Public Health Items).

- I) Copy communicated to the Secretary to Govt., WR Dept., 4th Block, A.P. Secretariat Buildings, Vijayawada.
- II) Copy communicated to the following Heads of Departments along with Enclosures for information.
  1. Engineer-in-Chief (Admn.,NH &CRF)., Roads & Buildings Department.
  2. Engineer-in-Chief (P.H.), Public Health Department.
  3. Engineer-in-Chief (P.R.), Panchayath Raj Department.
  4. Engineer-in-Chief (RWS) R W S, Department.
  5. Chief Engineer (Buildings & RSW), R&B Department.
- III) Copies of reformulated Scheduled of Rates from 2008-09 to 2016-17 with basic rates are communicated to all the Engineering Departments for taking necessary action.

Sd/-K.Srinivas,dt:06.06.2018,  
Engineer-in-Chief (I.W.),  
Chairman,BOCE (SoR).

*B. Ananth*  
for Engineer-in-Chief (I.W.)

*6/6/18*

