

396. The complete estimates for a project should include indirect as well as direct charges. The main headings are as follows

Direct charges

1. Works (including surveys and special tools and plant).
2. Establishment (Including leave allowances).
3. Tools and Plant (ordinary).
4. Pensionary charges.

Indirect charges :—Capitalization of abatement of land revenue on area occupied by works calculated at twenty years purchase.

The items included under the head “Works” should be classified under the prescribed main and sub-heads of account. The cost of surveys including expenditure incurred, prior to the submission of the project, should be included in the estimate.

Provision should be made in the estimate for establishment tools and plant and pensionary charges as follows:

Establishment :—(Including leave allowances), 25 per cent on the estimated works outlay.

Tools and Plant —Two Per cent on the estimated works outlay (Ordinary).

Pensionary charges —(a) In the case of large projects for which special establishments are employed and charged to the projects, such percentage as may be fixed by the Government from time to time on the total salary and leave allowances of the pensionable establishment employed on the project and the rates prescribed by the Government from time to time for large projects may be adopted.

(b) In the case of small projects or open capital works which are carried out by the regular Public Works Department establishment and which in consequence are debited with the prorata charges for establishment calculated under the rules in Appendix 7 to the Andhra Pradesh Public Works Account Code, such percentage as may be fixed by the Government from time to time on the gross establishment charges.

Note :— The term “Pensionable Establishment” referred to in (a) above also includes such portion of the temporary staff which may be estimated by Government to have the likelihood of ultimately being made permanent.

Provision should also be made in the estimate of a project for which capital and Revenue Accounts are kept for the levy of one percent on the estimated works outlay for audit although this levy is made only in the proforma accounts of the works and not in the regular accounts of the State.

Note 1 —These orders will take effect from 1st April, 1933.

Note 2 :—In the case of irrigation projects for which neither Capital nor Revenue accounts are kept, it is unnecessary, except in the case of large surveys for new irrigation projects referred to in Rule 13 of Appendix 7, Andhra Pradesh Public Works Accounts Code, to enter provision for establishment and tools and plant in the estimate unless or any reason, it may be deemed desirable to do so in order to forecast the ultimate result of the project.