## GOVERNMENT OF ANDHRA PRADESH ABSTRACT

Water Resources Department – Release of 5% towards GST as an interim relief without leading to excess payments to the agencies duly considering the subsumed taxes in the part bills till the final orders on the GST are issued - Applicable to all departments / corporations / agencies under Government of Andhra Pradesh - Orders –Issued.

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## WATER RESOURCES (REFORMS) DEPARTMENT

G.O.Ms.No.129

Dated:30.12.2018. Read the following.

- 1. G.O.Ms.No.58, Finance (WR.I) Department, dated: 08.05.2018.
- 2. G.O.Ms.No.381, Municipal Administration & Urban Development Dept, dated: 26.11.2018.
- 3. From the Engineer-in-Chief (Admn) (FAC) & Chairman, Board of Chief Engineers, Water Resources Department Lr.No.ENC/IW/SE (P&M)/ EE.I/DEE.2/AEE(K)/BoCEs/Post-GST/Vol.2, dt:28.12.2018.

## ORDER

In the reference  $1^{st}$  read above, Government after careful examination of the recommendations of the Board of Chief Engineers have issued the orders for implementation of GST since 1-7-2017 in work bills.

- 2. The Commissioner, Andhra Pradesh Capital Region Development Authority(APCRDA) has submitted to the Government that Board of Chief Engineers(BOCE) in the meetings held on 14-8-2018 and 28-9-2018 has discussed in detail on the issues raised by the contractors in the interpretation of new GST Law and submitted their recommendation to the Government seeking orders of the Government. He also submitted that the contractors have further represented that the delay in finalization of the bills due to lack of clarity on GST in the departments has resulted in blocking of huge amounts with the departments affecting the progress of works and requested the Government to consider the arrangement for interim relief by allowing the release of 8% towards GST temporarily. The Commissioner, APCRDA has requested the Government to consider the proposal for provision of extending part release of GST as appropriate without leading to the excess payments to the agencies duly considering subsumed taxes in the part bills till the final orders on the GST are approved.
- 3. Accordingly, in reference 2<sup>nd</sup> read above, the Municipal Administration & Urban Development (CRDA.2) Department have issued orders permitting the Commissioner, APCRDA and the Chairperson & Managing Director, Amaravati Development Corporation, for release of 5% towards GST as an interim relief without leading to the excess payments to the agencies duly considering the subsumed taxes in the part bills till the final orders on the GST are approved.
- 4. In the reference 3<sup>rd</sup> read above, the Engineer-in-Chief (Admn)(FAC), Water Resources Department & Chairman, Board of Chief Engineers has stated that the Builders Association of India (BAI) vide their Letter Dated: 28-12-2018 has requested that the facility of 5% interim relief ordered in the G.O. 2<sup>nd</sup> cited for APCRDA and ADC, to be made applicable for works of all departments in the state of Andhra Pradesh. The Engineer-in-Chief (Admn) has also stated that the issues raised by the Commissioner, APCRDA are being faced by the agencies executing the works of other Engineering Departments also.

- 5. The Engineer-in-Chief (Admn) has requested to issue suitable orders for extending the above relief i.e., "release of 5% towards GST as interim relief without leading to the excess payments to the agencies duly considering the subsumed taxes in the part bills till the final orders on GST are approved" to the agencies of ongoing works as on 1-7-2017 or thereafter for which agreements were concluded based on estimates sanctioned with subsumed tax element included, on par with the agencies executing the works of Andhra Pradesh Capital Region Developme nt Authority (APCRDA) and Amaravati Development Corporation (ADC).
- 6. Government, after careful examination of the matter, hereby accord approval for release of 5% towards GST as an interim relief without leading to the excess payments to the agencies of ongoing works as on 1-7-2017 or thereafter for which agreements were concluded based on estimates sanctioned with subsumed tax element included duly considering the subsumed taxes in the part bills till the final orders on the GST are approved, on par with the agencies executing the works of Andhra Pradesh Capital Region Development Authority(APCRDA) and Amaravati Development Corporation (ADC). It shall be ensured that there is no loss to state exchequer on account of this interim relief towards GST.
- 7. These orders are applicable to the work contracts of all the Engineering Departments/Corporations / Agencies under Government of Andhra Pradesh.
- 8. These orders are issued with the concurrence of Finance Department vide their U.O.No.47027/297/FMU-WR.1/2017, Dated: 24-12-2018.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SHASHI BHUSHAN KUMAR SECRETARY TO GOVERNMENT

Τo

All the Engineers-in-Chief, Water Resources Department, Andhra Pradesh.

All Chief Engineers, Water Resources Department, Andhra Pradesh.

The Engineer-in-Chief, Transport, Roads and Buildings Department.

The Engineer-in-Chief, Panchayat Raj & Rural Development Department.

The Engineer-in-chief, Municipal Administration & Urban Development Department

The Engineer-in-chief, Public Health Department.

The Engineer-in-chief, Rural Water Supply, Vijayawada.

Copy to:

Accountant General, Andhra Pradesh, Vijayawada.

The Director, works & Projects, Andhra Pradesh, Vijayawada.

The Private Secretary to Secretary to Hon'ble Chief Minister.

The Private Secretary to Hon'ble Minister, Finance Department.

The Private Secretary to Hon'ble Minister, Transport, Roads and Buildings Department.

The Private Secretary to Chief Secretary to Government of Andhra Pradesh.

The Private Secretary to Hon'ble Minister, Water Resources Department.

The Private Secretary to Spl.Chief Secretary to Government, Transport, Roads and Buildings Department.

The Private Secretary to Secretary to the Govt, PR & RD Department.

The Private Secretary to Secretary to Government, MA & UD Department.

The Private Secretary to Secretary to Government, Water Resources Department.

The Finance(FMU-WR.1) Department.

All Projects Sections in Water Resources Department.

//FORWARDED::BY ORDER//