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MUNICIPAL CORPORATION OF DELHI
OFFICE OF THE SUPERINTENDING ENGINEER-II
19TH FLOOR, DR. S.P.M. CIVIC CENTRE
J.L.N. MARG, NEW DELHI-110002.



No.:D/SE(P)/2022-23/..82....

Dated: 28/11/22

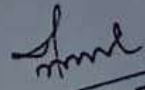
CIRCULAR

1. With the revision of GST @ 18% in place of 12% by Government of India, Ministry of Finance, Department of Revenue vide Notification No. 03/2022 Central Tax (Rate) dated 13 July 2022 on construction services for Central Government, State Govt, Union Territory and a Local Authority; the estimated cost for Detailed Estimate/Preliminary estimate shall be modified with a multiplying factor of 1.0633 to the estimated cost based on DSR 2019/DSR 2018 or PE based on Plinth Area Rates 2020 w.e.f. 18th July, 2022 before adding the corresponding cost index in the following way:

Illustration:

Suppose, the Cost of the DE/PE based on DSR 2019/DSR 2018 or Plinth Area Rates 2020	=W
The estimated cost of PE/DE with applicable GST rate @ 18% in place of 12% with a multiplying factor of 1.0633	= 1.0633W
Add applicable cost index (BCI) of the station @ CI% on DSR 2019/DSR 2018	=1.0633W x CI/100
Gross amount of the estimate without adding contingencies	=1.0633 W x (1+CI/100)
Gross amount of the estimate with current Cost Index @ 13% on DSR 2019/2018	=1.0633 x W x (1+13/100) =1.2015

2. A multiplying factor of 0.2127 is to be adopted for working out justification of rates for tender cases for 18% GST in place of multiplying factor 0.1405 for 12% GST
3. Revised PE/DE should be prepared if required to additional liability on amount of GST for balance work beyond 17th July 2022 where works are in progress.


28.11.22
Superintending Engineer (P)-II

- Distribution: i) All E-in-Cs
ii) All CEs
iii) AO (IT) to upload the circular on MCD Website and to update the PRICE/EDIS applications