

Re.No.3882/92 A1.

SUBJECT NO.564

Sub:- ESTABLISHMENT - WUDA, Vsp. - Development of Rajeev Memorial Park in the Beach near A.U. Quarters by the WUDA and Visakhapatnam Municipal Corporation jointly - Reg.

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AGENDA NOTE :

It was proposed to develop Rajeev Memorial Park in the Beach near A.U. Quarters by the Visakhapatnam Municipal Corporation and WUDA jointly and the expenditure on this account was proposed to be borne by the Corporation and WUDA equally at Rs.5.00 lakhs by each Organisation.

The WUDA in its Resolution No.104 dt. 17.6.92 resolved to share an amount of Rs.10.00 lakhs from WUDA funds subject to approval of the Government. The Government have approved the same vide G.O.Rt. No.243 M.A. dt. 20.2.93. Accordingly an amount of Rs.10.00 lakhs was sent to Visakhapatnam Municipal Corporation, Visakhapatnam vide this office letter dt. 5.6.93.

The Commissioner & Special Officer, Visakhapatnam Municipal Corporation in his D.O.lr.PS/OSNo.58/93 dt. 17.4.93 has requested to release atleast Rs.15.00 lakhs to go ahead with the work as the estimated cost of the above project is approximately of Rs.50.00 lakhs. The WUDA in its Resolution No.380 dt. 18.6.93 resolved to recommend to the Government to accord permission to share the balance amount of Rs.15.00 lakhs as requested by the Visakhapatnam Municipal Corporation. The Government in G.O.Rt.No.1349 M.A. dt. 25.9.93 have accorded administrative sanction for the balance amount of Rs.15.00 Lakhs. This amount is yet to be released to the Visakhapatnam Municipal Corporation.

The Commissioner, Visakhapatnam Municipal Corporation, Visakhapatnam in his D.O. 05/PS/171/93 dt. 30.11.93 has informed that the Bridge & Roof Company have reduced the project cost from Rs.80.00 lakhs to Rs.65.00 lakhs excluding electrification charges and if the cost of electrification is included the project cost would come to Rs.75.00 lakhs. He has requested to give the commitment of WDA to share 50% of the project cost (Rs.37.50 lakhs and release Rs.27.50 lakhs immediately to start the execution of the project early.

The Commissioner, Visakhapatnam Municipal Corporation was informed in this office letter dt. 3.1.94 that the financial position of WDA is not encouraging to pay or commit for any additional expenditure over and above the share of Rs.25.00 lakhs and hence the Visakhapatnam Municipal Corporation was requested to limit the Project cost to only Rs.50.00 lakhs. The Visakhapatnam Municipal Corporation also informed that in any case it is not possible to restrict the expenditure to Rs.50.00 lakhs, the Visakhapatnam Municipal Corporation may explore alternate sources for meeting the expenditure over and above Rs.50.00 lakhs to complete the project without expecting any additional funds.

The Commissioner, Visakhapatnam Municipal Corporation in his D.O. 05/13/94 dt. 24.1.94 has expressed his difficulty in executing the project within Rs.75.00 lakhs and requested WDA to release the balance amount. He suggested WDA to take up the work if it could do it with Rs.75.00 lakhs.  
*Bridge & Roof Company.*

Hence the matter is placed before the WDA Board for perusal and for approval to inform the Corporation as detailed below:

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1. To limit the total cost of the project to Rs.50.00 lakhs including tender premium and other incidentals if any and project design could be modified accordingly.
2. Over and above the above cost, WUDA shall not be in a position to share the extra costs.
3. The Corporation may execute the work.
4. Further release of WUDA share will be based on the progress of work on the project site.

Subject No. 564.

: Resolved to request Commissioner and Special Officer, V.M.C. to obtain proposals from other Competent Consultants also to secure competitive rating, variety of Models so that project cost is within the budget limit of WDA/VMC.

*P.S.*