



NO.35(231) PO(COORD) P&D/2016
GOVERNMENT OF THE PUNJAB
PLANNING & DEVELOPMENT DEPARTMENT

Dated Lahore the 4th July, 2016

042-99210360

To

1. The Senior Member, Board of Revenue, Lahore
2. All Administrative Secretaries to Government of the Punjab.
3. The Registrar Lahore High Court, Lahore
4. Provincial Police Officer / Inspector General Police, Punjab, Lahore.

Subject: **REVISED APPROVAL OF DEVELOPMENT PROJECTS.**

It has been observed during PDWP meetings that the sponsoring / executing agencies normally submit revised projects to incorporate additional scope of work without proper justification which causes delay as well as cost overrun of the approved projects. Projects are being revised multiple times to add/adjust additional scope, changed design parameters, modification in technical specifications and expansion to new areas / activities. Thus many projects end up completing at a cost which is multiple times higher than the original approved cost. This trend has caused serious implications for financial planning, resource estimation and budgetary allocation for development projects.

2. In order to streamline the planning process and to ensure financial discipline in the implementation of development projects, it has been decided that :

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- (i) In such cases where additional work is recommended / required, same shall not be added to the existing project which will be completed as per its original approved cost / scope and sponsoring agency may prepare separate PC-I for undertaking additional scope of work as separate scheme.
 - (ii) The revision of the project will be considered. only in the cases, where overall cost of the project increases beyond 15% of the original approved cost owing to the following reasons:
 - a. *Unforeseen expenditure*
 - b. *Revised MRS*
 - c. *Significant variation in the nature or the scope of the project has been made, irrespective of whether or not it involves an increased outlay with proper justification.*
 - (iii) Where the revision of a project is crucial to incorporate any work which has been missed out during planning process, revised PC-I may be prepared with proper justification / reasons for revision. Moreover, responsibility for such lapses / omission may also be fixed before submitting the revised project to the approving fora.

- (iv) Permission for upward revision upto 15% referred in para 2 above is applicable for original approved cost of the project not for the revised cost of the project.
- (v) While submitting the project for revision, the department will clearly indicate the provision of funds from its allocated portfolio by mentioning thus schemes from where the funds would be diverted.



(CH. M. ALI NAZIR)
ASSISTANT CHIEF (COORD-II)

NO. & DATE EVEN:

A copy is forwarded for information and necessary action to:-

1. Chief Economist/All Members/Joint Chief Economist, P&D Board/Chairman, PITB.
2. All Senior/Sector Chiefs / Assistant Chiefs in P&DD.



ASSISTANT CHIEF (COORD-II)

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1. PSO to the Chairman, P&D Board.
2. PS to the Secretary, P&DD