

No.4(24)PO(CONS) P&D/97-Vol-III Government of the Punjab Planning & Development Department

Dated Lahore the 27 July, 2017

To,

- 1. Senior Member, Board of Revenue, Lahore.
- 2. All Administrative Secretaries to Govt. of the Punjab, Lahore.
- 3. Registrar, Lahore High Court, Lahore.
- 4. All Heads of Autonomous Bodies in the Punjab.
- 5. All Heads of Attached Departments in the Punjab.
- 6. All Vice Chancellors of Universities in the Punjab.
- 7. All Commissioners in the Punjab.
- 8. All Deputy Commissioners in the Punjab.

Subject: FRAMEWORK FOR FEASIBILITY STUDIES, DESIGN REVIEW, RESIDENT SUPERVISION, TPV AND OWNER'S ENGINEER

In supersession of this department's letters NO. 4(24) R.O (Cons) P&D/97-Vol-III dated 15-09-2008 & 05-11-2011 regarding mandatory supervision / Third Party Validation (TPV) of projects, I am directed to inform that threshold amounts have been revised and some important stages of the projects life cycle have also been added in the form of a comprehensive framework.

2. In order to ensure quality of works and optimal use of resources it has now been decided to make it mandatory to engage services of consultants for Feasibility Studies, Design Review, Resident Supervision, TPV and Owner's Engineer as per threshold cost levels of the projects in the respective category indicated below:

A. FRAMEWORK FOR ENGAGING CONSULTANTS FOR FEASIBILITY STUDIES:

Sr. No.	Sector	Cost (Rs. in Million)
1	Water Supply and Sanitation	500 and above
2	Bridges	1000 and above
3	Roads	2000 and above
4	Buildings	500 and above

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5	Irrigation	Dams	500 and above
5		Other Irrigation Projects	1000 and above
6	Energy (Power Plant, Hydro Power, Solar, Wind, Thermal Projects & Bio Mass)		1000 and above
7	Information Technology (IT)		500 and above
8	Education, Literacy, Social Welfare & Production etc. (Projects without Civil Work Component)		500 and above

B. FRAMEWORK FOR REVIEW OF ENGINEERING / SYSTEM DESIGN:

Sr. No.	Sector		Cost (Rs. in Million)
1	Water Supply and Sanitation		500 and above
2	Bridges		1000 and above
3	Roads		2000 and above
4	Buildings		500 and above
E	Irrigation	Dams	500 and above
5		Other Irrigation Projects	1000 and above
6	Energy (Power Plant, Hydro Power, Solar, Wind, Thermal Projects & Bio Mass)		500 and above
7	Information Technology (IT)		400 and above

C. FRAMEWORK FOR RESIDENT SUPERVISION OF PROJECTS:

Sr. No.	Sector		Cost (Rs. in Million)
1	Water Supply and Sanitation		200 and above
2	Bridges		1000 and above
3	Roads		500 and above
4	Buildings		200 and above
5	Invigation	Dams	300 and above
5	Irrigation	Other Irrigation Projects	300 and above

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6	Energy (Power Plant, Hydro Power, Solar, Wind, Thermal Projects & Bio Mass)	1000 and above
7	Information Technology (IT)	500 and above

D. FRAMEWORK FOR THIRD PARTY VALIDATION (TPV) (AT VARIOUS STAGES / CLOSURE):

Sr. No.	Sector	Cost (Rs. in Million)
1	Education, Literacy, Social Welfare & Production etc. (Projects without Civil Work Component)	500 and above

E. FRAMEWORK FOR OWNER'S ENGINEER / PROJECT MANAGEMENT CONSULTANT:

1	Owner's Engineer (OE) or Project Management Consultant (PMC) shall be appointed in all EPC, BOT, PPP Projects and Projects of Unique and Complex Nature.
	For EPC contracts, there will be no provision for Resident Supervision or
	TPV and OE / PMC will serve as Consultant from start to end as Client
	Representative. OE / PMC will validate the performance and output /
1.1	outcome of the project. EPC Contractor would essentially comprise
	engineering consultants besides contracting team from its own budget,
	provision of which is usually made in the estimates.
	However, for both afore mentioned cases, Factory Acceptance tests,
10	Pre-shipment tests etc., services will be outsourced by OE / PMC to
1.2	specific service providers.

3. In case of works component of schemes costing below above mentioned threshold, executing agencies / sponsoring departments can engage consultancy services on need basis with the approval of the relevant competent forum.

4. As a principle, the development schemes which are being supervised by the Resident Consultants would not require validation by another consultant. However if in selected cases, the sponsoring departments / executing agencies intend to engage consultancy services for TPV, they may proceed with the approval of the competent forum.

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5. Client Departments / Procuring Agencies would prepare Terms of Reference for the proposed consultancy assignments clearly defining the role, duties and responsibilities of the consultants, obtain necessary approval for funding from the competent forum and proceed for the selection of consultant under Punjab Procurement Rules 2014.

6. Resident Supervision / TPV arrangements through the consultants would not absolve the department concerned of their responsibility of proper utilization of public funds and ensuring qualitative / quantitative execution of the work.

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NO. & DATE EVEN:

A copy is forwarded for information of:

- 1. Secretary to Chief Minister Punjab, Lahore
- 2. Secretary to Governor Punjab, Lahore
- 3. Staff Officer to Chief Secretary Punjab
- 4. Director General (M&E) P&D Department

Planning Officer (Consultancy)

NO. & DATE EVEN:

A copy is forwarded for the information of:

- 1. All Sr.Chiefs/Chiefs of Section in P&D Department
- 2. PSO to Chairman, P&D Board.
- 3. P.S to Chief Economist, Punjab
- 4. P.S to All Members of P&D Department.

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