

J. No 7

GOVERNMENT OF INDIA/ भारत सरकार
MINISTRY OF RAILWAYS/ रेल मंत्रालय
(RAILWAY BOARD/ रेलवे बोर्ड)

No.2015/TK-II/22/11/4(Policy)

New Delhi dt.31.12.15

**Principal Chief Engineer,
All Zonal Railways.**

Sub:-System Improvement: Procurement of concrete sleepers by RITES/IRCON and other private parties.

- Ref:-**(i) Board's letter no. 79/WTM/22/11/4/Vol. II parts dtd. 30.09.1992.
(ii) Board's letter no. 2014/TK-II/22/7/1 (Policy) dtd. 10.03.15 & 16.11.15.

Instructions/Guidelines for "Procurement of concrete sleepers by RITES/IRCON and other private parties" have been issued by Railway Board vide letter under reference. In terms of Para(1) of said instructions, no sleeper can be diverted by the concrete sleeper manufactured to outside parties without specific prior permission in writing from concerned Zonal Railways, failing which the purchaser Railway will be free to take penal action against the manufacturer.

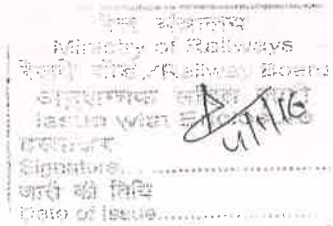
However, Board's aforesaid letter dated 30.09.92 does not specifically indicate the quantum of 'penal action' against the defaulting firms. Therefore, for maintaining uniformity, it has now been decided that quantum of aforesaid "penal action" will be as under:-

"In case concrete sleeper manufacturer supplies sleepers to the outside parties without specific prior permission in writing from the PCE of Zonal Railway, the Railway will impose a penalty on defaulting manufacturer equivalent to twenty percent of the cost of sleepers which have been supplied to outside parties, in addition to recovering other leviable charges viz inspection charges, siding charges, departmental charges etc."

Above provision should be brought to the knowledge of all CSPs of your Railway.

This issues with the approval of Board (AM/CE).

o/c Secy
28/1/16



1/1/16
(Vinod K. Tripathi)
Director Track (M)
Railway Board
Tel/Fax- 23389161

Copy to - 2A/V-3 with reference to their letter No. 2014/V3/C/Eng.112 dtd. 01.12.15 for information.

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GOVERNMENT OF INDIA/ भारत सरकार
MINISTRY OF RAILWAYS/ रेल मंत्रालय
(RAILWAY BOARD/ रेलवे बोर्ड)

No.2014/TK-II/22/7/1(Policy)

New Delhi, dt.16.11.15

**Chief Engineer(TS),
Western Railway,
Mumbai.**

Sub:-Applicability of inspection charges and General Charges on sleepers being issued to construction projects and private parties.

Ref:- (i) Western Railway letter No. W 634/12/2/Vaman Private Parties dated 26.10.15.
(ii) Board's letter of even number dated 10.03.2015 & 30.09.1992.

1.0 The Zonal Railway has enquired about the applicability of inspection & general charges for the concrete sleepers being supplied to a private contractor of RVNL. The subject issue has been dealt vide Board's letter of even no. dated 10.03.2015, wherein it has been interalia stipulated that:

- (i) "For Railway projects being executed by RVNL, inspection charges @ 2% of sleeper price (after including taxes) and prorata siding charges, as stipulated in para 3(i) & 3(iii) of Board's above referred letter dated 30-09-1992, will be levied being part of the production cost of the sleepers borned by the Railway. The land license fee is recovered separately from the supplier (CSP) and therefore, the same is already loaded in the accepted rate and will not be added toward the sleeper cost."
- (ii) "For sleepers being supplied to SPV/JVs or private parties as well as for sleepers being supplied to PSUs for private projects/JV projects/private sidings, the departmental charges @ 12.5% shall also be levied in addition to (i) above, as also stipulated in para 3(iv) of above referred letter dated 30-09-1992".

2.0 Para (i) above is meant for sleepers being supplied by Railway's plants directly to RVNL as departmental material, cost of which is deposited by RVNL to Railways.

However, in the above referred case, the sleepers are being supplied to a private contractor and therefore, the departmental charges @ 12.5% shall also be levied in addition to charges mentioned in para (i) above.

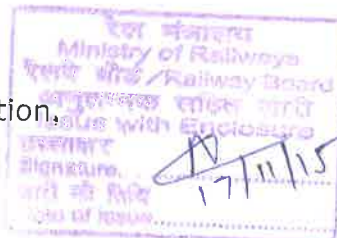
(R.N.Singh)

Executive Director Track (M)

Railway Board

Tel/Fax- 23382852

Copy to: All PCEs for information.



**GOVERNMENT OF INDIA/BHARAT SARKAR
MINISTRY OF RAILWAYS/RAIL MANTRALAYA
(RAILWAY BOARD)**

No. 2014/TK-II/22/7/1 Policy

New Delhi, Dated: 10.03.2015

Principal Chief Engineers,
All Indian Railways.

Sub Applicability of inspection and other charges on sleeper being issued to construction projects and private parties.

Ref (i) Board's letter No.79/WTM/22/11/4 Vol. II dt 30-9-1992.
 (ii) SWR's letter No.SWR/W-456/RVNL/47207 dated 01-01-2014.
 (iii) C.Rly's letter No. W.188.C.377/Pvt. Sale/Sleepers dt.09-4-2014.

In reference to Board's above referred letter pertaining to various charges to be levied on concrete sleepers which are manufactured and supplied by Zonal Railways from their CSPs to various private parties & PSUs, certain Railways have sought clarification regarding applicability of various charges on sleepers being supplied to RVNL for Railway projects. The matter has been examined and the issue is clarified as under:

- (i) For Railway projects being executed by RVNL, inspection charges @2% of sleeper price(after including taxes) and prorata siding charges, as stipulated in Para 3(i) & 3(iii) of Board's above referred letter dated 30-9-1992, will be levied being part of the production cost of the sleepers borne by the Railway. The land license fee is recovered separately from the supplier (CSP) and therefore, the same is already loaded in the accepted rate and will not be added towards the sleeper cost.
- (ii) For sleepers being supplied to SPV/JVs or private parties as well as for sleepers being supplied to PSUs for private projects/JV projects/private sidings, the departmental charges @12.5% shall also be levied in addition to (i) above, as also stipulated in para 3(iv) of above referred letter dated 30-9-92.

This issues with the concurrence of Finance Directorate of Railway Board.

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10/3/15
(Vinod K. Tripathi)
Director Track (Mod)
Railway Board

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8/10/11

GOVERNMENT OF INDIA (BHARAT SARKAR)
MINISTRY OF RAILWAYS (RAIL MANTRALAYA)
(RAILWAY BOARD)

No. 12/WTM/22/11/4 Vol. II Pt.

New Delhi, dt. 30-9-1992

The General Managers
All Indian Railways.

The EA & GAOs,
All Indian Railways.

Sub: Procurement of concrete sleepers by RITES/IRCON
and other private parties.

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Requests have been coming from time to time from RITES/IRCON as also other Public/Private sector industries for Railways' permission for purchase of concrete sleepers by such Govt. and the Private sector units from the existing concrete sleeper manufacturers for their sidings.

The matter has been considered in the Board. Since proper upkeep of the Railway sidings by the Govt./Private sector units and the industries is in the overall interest of the Railways, it has been decided that the Chief Engineers may accord permission to the concrete sleeper manufacturers for sale of the concrete sleepers directly to the Govt./Pvt. sector units subject to the following conditions:

1) The Concrete sleeper manufacturers have to fulfil entire requirement of Railways first before they can be allowed to make supplies to outside agencies. Prior permission of the respective Zonal Railways is, therefore, necessary by the concrete sleeper manufacturers and no sleepers can be diverted by the concrete sleeper manufacturers to the outside parties without specific prior permission in writing from the Zonal Railways concerned, failing which the Purchaser Railway will be free to take penal action against the Contractor.

2) The Concrete sleeper manufacturers will have to arrange their own raw material i.e. Special Cement, HTS Wire, MCI Inserts etc. at their own cost for supplies to outside agencies and keep such Raw material totally segregated from the material which is meant for supplies to the Railways. Concrete sleeper manufacturer will also arrange for separate custody of such raw material, which is required for the supplies to outside agencies. The concerned Railways shall conduct periodical inspections to ensure compliance of requirements above.

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3) For each sleeper supplied by the concrete sleeper manufacturers to outside Govt./Private sector agency, charges as detailed below will have to be paid to the Railways:

(i) Inspection charges:

A charge of 2% of the cost of sleeper including cost of inserts towards the inspection charges will be levied on the concrete sleeper manufacturers. For this purpose, the last updated rate will be adopted for the calculations of these charges.

(ii) Charges towards land licence fee:

The licence fee for the Railway land should be assessed on the basis of current market value. For assessment of the current market value of the land, general guidance provided in para 1023 of Engg. Code may be followed. The total licence fee so arrived at should be divided by the number of sleepers manufactured by the Concrete sleeper unit during the financial year to calculate the charges to be levied for each sleeper on account of this element.

(iii) Charges to cover siding facilities:

The siding charges should be levied as per the extant rates (on present estimated cost, repair and maintenance charges etc.) on pro-rata basis as and when these facilities are used for despatch of sleepers to outside parties.

(iv) General:

After working out these charges for (i) to (iii) above, an additional charges of 12½% of above charges should be levied to cover the incidental and departmental charges etc.

The Zonal Railways may fix up the charges to be levied on each sleeper on above principles in consultation with their Associate Finance.

Since proper upkeep of sidings within the factory premises of the outside parties is in the overall interest of the Railway as stated above, the permission wherever asked for by the parties should not normally be denied by the zonal Railways provided concrete sleeper manufacturers fulfil above mentioned conditions. The decision in regard to the charges to be levied should not normally take more than a month for the Railways from the date such permission is asked by outside agencies.


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However, wherever any delay is anticipated the concrete sleeper manufacturer should be allowed to make deliveries of the sleepers after the concrete sleeper manufacturers give an undertaking to comply with the above conditions. The sleeper manufacturer will be required to deposit necessary charges to the Railways before physical despatch of the consignment to outside parties, where charges have been decided.

This issues with the concurrence of the Finance Directorate of this Ministry.


(S.P. Singh)

Executive Director, Track (M)
Railway Board.