



ଓଡ଼ିଶା ଗ୍ରାମ୍ୟ ଉନ୍ନୟନ ଓ ବିପଣନ ସମିତି  
ପଞ୍ଚାୟତିରାଜ ଓ ପାନୀୟ ଜଳ ବିଭାଗ, ଓଡ଼ିଶା ସରକାର  
**Odisha Rural Development & Marketing Society**  
*creating competence and values in rural Odisha*

**ORMAS**  
BHUBANESWAR

Panchayati Raj & Drinking Water Department, Government of Odisha

No: 572  
File no:- ORMAS/SD/282/2018


Date: 19/02/2021

**Notification**

With reference to the notification number 1/2021 dated 27th Jan 2021 of Ministry of Rural Development Notification, the performance guarantee (Bank Guarantee) has been reduced from 6.25% to 3% under all DDU-GKY Projects in partial modification of Notification 50/2017 of MoRD dated 13 September, 2017 of DDU-GKY and ORMAS letter no 1749 dated 30.11.2017. These provisions shall be made applicable to all the existing and new projects issued / concluded till 31.12.2021 with following conditions:

- In all the projects where performance security has been reduced to 3%, the reduced percentage of Performance guarantee shall continue for the entire duration of the project and there should be no subsequent increase of performance guarantee even beyond 31.12.2021.
- In all projects entered into with the reduced performance guarantee of 3%, there will be no subsequent increase in Performance guarantee even beyond 31.12.2021.
- In case of compelling circumstances to levy performance guarantee for more than 3%, it is required to be done only with the approval of the next higher authority to the authority competent to finalize the Project, or the Secretary of the Ministry / Department, whichever is lower. Reasons justifying the exception shall be recorded.
- This reduction of performance guarantee (Bank Guarantee) will not be given in the projects under dispute wherein arbitration/ court proceedings have been already started or are contemplated.

This shall be made applicable from the date of issue of this notification.

  
19/02/2021  
Principal Secretary,  
Panchayati Raj and Drinking Water Department