

My No. PUB/FIN/T/02/10
Department of Public Finance
General Treasury
Colombo 01.

10.09.2007

To :

All Secretaries of Ministries
Chief Secretaries of Provincial Councils
Heads of Departments
Chairmen of State Corporations, statutory Boards
Fully Government Owned Companies
Heads of Local Authorities

AMENDMENTS TO GUIDELINE NO. 155 ON PRICE ESCALATIONS

Your attention is drawn to para 02 of the Public Finance Circular No.352 (23) dated 31/05/2006 and the amendment to Guideline No. 155 on Price Escalations of contract items.

The sub para 04 of the paragraph 02 of the above circular is hereby amended by substituting the following sub para.

“The above amendments on price escalations are applicable only for the period from 26th December 2004 to 01st March 2006. The works completed after 01st March 2006, the Government Procurement Guidelines - 2006 issued by the National Procurement Agency (NPA) will be applicable. But the provisions on price escalations mentioned in NPA Guideline 2006, will not be applicable to the contracts completed after 01st March 2006, for which the tender documents or pre-qualification documents were issued before 01st March 2006. Provisions of para 02 of the Public Finance Circular No. 352 (23) dated 31/05/2006 should be applied in such contracts”.



S. Abeysinghe

Deputy Secretary to the Treasury

Copies to:

01. Auditor General
02. Chairman - National Procurement Agency - This refers to your letter No. NPA/P&R/C/310 (4) dated 08.06.2007.