



## ABSTRACT

Cement – Procurement of Balance quantity of 9.20 Lakh MT of OPC cement through Tamil Nadu Cements Corporation Limited for the year 2015-16 - Permission accorded – Orders - Issued.

---

### **Rural Development and Panchayat Raj (CGS.1) Department**

**G.O.(Ms) No.67**

**Dated: 13.06.2016**

**Read:**

1. G.O.(2D) No.37, Rural Development and Panchayat Raj (CGS.III) Department, dated: 6.06.2007.
2. From the Director of Rural Development and Panchayat Raj, Letter No. 81969/15/TU3, dated 23.12.2015.
3. From the Managing Director, Tamil Nadu Cements Corporation Limited Letter No. TANCEM/MKG/CEMENT PRICE FIXATION/2015 dated 31.12.2015
4. From the Managing Director, Tamil Nadu Cements Corporation Limited Letter No. TANCEM/MKG/ DRDA/2016 dated 19.01.2016
5. From the Director of Rural Development and Panchayat Raj letter No. 81969/15/TU.3, dated 05.02.2016
6. From the Director of Rural Development and Panchayat Raj letter No. 81969/15/TU.3, dated 02.03.2016.
7. From the Director of Rural Development and Panchayat Raj letter No. 81969/15/TU.3, dated 12.03.2016.

\*\*\*\*\*

### **ORDER:**

In the G.O. first read above, the Government have issued orders to permit the Rural Development department to purchase cement through Tamil Nadu Cements Corporation Limited for the works taken up under various Rural Development and Panchayat Raj Department schemes.

2. The Director of Rural Development and Panchayat Raj in the letter second read above, has stated that TANCEM has been supplying OPC 43 grade cement for the Rural Development and Panchayat Raj Department. The cement required for Rural Development and Panchayat Raj Department is being supplied by TANCEM through two different means:

- i) Cement from TANCEM's own manufacturing unit in Ariyalur
- ii) Cement through private manufacturers, identified through tender process.

3. The Managing Director, Tamil Nadu Cements Corporation Limited in the letter third read above has informed that the usage of PPC instead of OPC for construction works will be more advantageous and economical. Hence, the Director of Rural Development and Panchayat Raj in the letter fifth read above, had requested the Government to consider the granting of necessary Permission for the supply of PPC (Portland Pozzolona Cement) Cement of 9.30 Lakh MTs (53%) and OPC Cement of 8.27 Lakh MTs (47%) to cover the total requirement of 17.57 Lakh MTs for the year 2015-16 to Rural Development and Panchayat Raj Department.

4. Subsequently, the Director of Rural Development and Panchayat Raj in the letter sixth read above has offered the following remarks for the usage of OPC Cement in Rural Development and Panchayat Raj Department :

- i) Due to it's less setting time, it is optimum for all type of works.
- ii) 85% of it's initial strength is achieved within 7 days.
- iii) Produces highly durable and sound concrete due to very low percentage of alkalis, chlorides, magnesia and free lime in its composition.
- iv) Almost negligible chloride content results in restraining corrosion of concrete structure in hostile environments.
- v) Significant saving in cement consumption while making concrete of grades M15, M20, M25, M35 and pre-cast segments due to high strength.

5. The Director of Rural Development and Panchayat Raj in the letter seventh read above, has therefore requested the Government to treat his earlier proposal in letter fifth read above requesting permission for the supply of 53% PPC cement and 47% OPC cement for the year 2015-16 as withdrawn and to direct the TANCEM to supply 9.20 LMT OPC cement for the entire requirement for the year 2015-16 to Rural Development and Panchayat Raj Department as detailed below :

**TABLE**

**( in MT)**

Tentative requirement for 2015-16 (A)	<b>17,57,000</b>
Deduct Quantity to be supplied through Amma Cement Supply Scheme (B)	<b>2,37,000</b>
Quantity Already issued to 2015-16 works (C)	<b>2,20,000</b>
Cement Requirement for Spillover works up to 2014-15 (D)	<b>77,000</b>
<b>Total requirement ( A-B-C+D)</b>	<b>13,77,000</b>

**Supply Status of present rate contract of cement:**

Quantum of cement to be supplied by Private manufacturers and TANCEM as per G.O. (2D) No.56, Rural Development and Panchayat Raj (CGS-I) dept. Dated: 21.08.2014.	<b>11.27 LMT</b> TANCEM - 4.00 LMT Private - 7.27 LMT
Cement so far Supplied by Pvt. Manufacturers and TANCEM up to 09.12.15(2.20 LMT cement issued to 2015-16 works and 4.50 LMT cement issued to 2014-15 works	<b>6.70LMT</b> TANCEM - 1.21 LMT Private - 5.49 LMT
Balance quantity available (to be received as per G.O. (2D) No.56, RD&PR Dated: 21.08.2014)	<b>4.57 LMT</b> TANCEM - 2.79 LMT Private - 1.78 LMT

The Director of Rural Development and Panchayat Raj has therefore stated that out of the total requirement of 13.77 Lakh MT as given in the Table above, only a quantity of 4.57 Lakh MT is available.

6. The Director of Rural Development and Panchayat Raj has therefore requested the Government to issue necessary orders to procure balance quantity of 9.20 Lakh MT of OPC Cement through TANCEM (13.77 Lakh MT – 4.57 Lakh MT) required for the current year 2015-16 as well as spillover works.

7. The Government, after careful examination of the proposal of the Director of Rural Development and Panchayat Raj, accord sanction for the procurement of balance quantity of 9.20 Lakh MT of OPC cement (13.77 Lakh MT 4.57 Lakh MT) through Tamil Nadu Cements Corporation Limited (TANCEM) required for the current year 2015-16 as well as spillover works to Rural Development and Panchayat Raj Department.

(BY ORDER OF THE GOVERNOR)

HANS RAJ VERMA  
PRINCIPAL SECRETARY TO GOVERNMENT

To  
The Chairman and Managing Director,  
Tamil Nadu Cements Corporation Limited,  
LLA Building, 735, Anna Salai, Chennai- 600 002.  
The Director of Rural Development and Panchayat Raj, Chennai-15.  
All District Collectors.(except Chennai) (thro' DRD & PR., Chennai - 15)

All Project Directors, District Rural Development Agencies,  
(thro' DRD & PR., Chennai – 15)

The Accountant General, Chennai – 18/35/6.

Copy to:

The Senior Personal Assistant to Hon'ble Minister (Municipal Administration & Rural  
Development, Implementation of Special Programme), Chennai-9.

Finance Department, Chennai – 9.

Industries Department, Chennai – 9.

The Principal Private Secretary to Principal Secretary to Government,  
Rural Development and Panchayat Raj Department, Chennai – 9.

Rural Development and Panchayat Raj (OP.II) Department, Chennai – 9.

National Informatics Centre, Chennai – 9.

//Forwarded by order//

K. Saravanan  
13/6/2016

SECTION OFFICER

*[Signature]*  
13/6/16