What constitutes to Savings while CRN Approval/ Rejections:

CRN Approvals:

A. Rate Change:

i. PCA provides their validation/assessment against the claimed rates by the contractor (as per CRN). The difference between the finally agreed amount and the submitted claim is to be considered as savings for the CRN.
ii. The corrections in the rates which occurs due to TYPOGRAPHICAL ERROR, while raising the CRN, can be considered as savings.

B. Quantity change

The following can be considered as savings for the CRN processed

i. Quantity difference between CRN submitted and Final agreed and approved
ii. Reduction achieved in quantities due to change suggested in design
iii. Reduction in duplicate quantities
iv. Reduction in quantities due to correction in mode of measurement

The following cannot be considered as savings for the CRN processed

i. Reduction in quantities due to typo error

C. Specifications change

i. Savings achieved by suggesting alternative material specifications/make without compromising on the design intent, to be considered.
ii. Savings achieved by suggesting alternative design changes without compromising on the original design intent, to be considered.

CRN Rejections:

The following cannot be considered as savings for the CRN processed

i. CRNs rejected due to insufficient supporting where possibility of raising the CRN again exists

The following can be considered as savings for the CRN processed

ii. CRNs rejected due to mis-interpretation of BOQ description or scope

Others:

1. Savings achieved through offline/dummy CRNs (where usually rate input is given offline) to be considered as savings.