

## Controller General of Defence Accounts Ulan Batar Road, Palam, Delhi Cantt – 110010 Ph No. 011 – 25665577 FAX No. 011- 25674806. (AUDIT-IX)

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No. IAW/9/9510/MPF

Dated: 30/11/2016

To

All PCsDA/CsDA
PCA (Fys) Kolkata
All CsFA (Fys)

Sub: Relaxation of norms for startups Medium Enterprises.

A copy of GoI, MoF Department of Expenditure, Procurement Policy Division OM No. F.20/2/2014-PPD (Pt.) dated 20th September 2016 is enclosed for your information, guidance and necessary action please.

This issues with the approval of Jt. CGDA ((IAW).

Encl: As stated above.

ACGDA (IAW)

Copy to:-

**EDP Cell** 

(Local)

- For upload the above circular on CGDA website please.

ACGDA (IAVV)

No.F.20/2/2014-PPD(Pt.)
Ministry of Finance
Department of Expenditure
Procurement Policy Division

3424 Add FACA.

516, Lok Nayak Bhawan, New Delhi Dated the 20<sup>th</sup> September, 2016

## OFFICE MEMORANDUM

Subject:

Relaxation of Norms for Startups Medium Enterprises in Public Procurement regarding Prior Experience - Prior Turnover criteria.

The undersigned is directed to refer to this Department O.M. of even number dated 25<sup>th</sup> July, 2016, wherein it was clarified that all Central Ministries/ Departments *may* relax condition of prior turnover and prior experience in public procurement to all Start-ups [whether Micro & Small Enterprises (MSEs) or otherwise] subject to meeting of quality and technical specifications in accordance with the relevant provisions of GFR, 2005.

- 2. A doubt has arisen if it makes optional for Central Ministries/ Departments to relax condition of prior experience and prior turnover in public procurement to Startups. In this regard, it is again clarified that normally for all public procurement, the Central Ministries/ Departments have to ensure that criteria of prior turnover and prior experience for all Startups is relaxed subject to their meeting of quality and technical specifications.
- 3. However, there may be circumstances (like procurement of items related to public safety, health, critical security operations and equipments, etc.) where procuring entities may prefer the vendors to have prior experience rather than giving orders to new entities. For such procurements, wherever adequate justification exists, the procuring entities may not relax the criteria of prior experience/ turnover for the Startups.

4. This issues with the approval of Finance Secretary.

( Vinayak T. Likhar ) Under Secretary (PPD)

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AFABI

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To

The Secretaries of all Central Government Ministries/ Departments. Copy to: -

Div (Bd)

(i) Financial Advisors of all Central Government Ministries/ Departments

(ii) The Secretary, Department of Public Enterprises, Room No.305, Block No.14, CGO Complex, New Delhi-110 003 with a request to issue appropriate instructions to Central Public Sector Undertakings (CPSUs) to implement #5 of "Action Plan for Startup India".

Way