IFD Circular 02/2016

No. 14/6/2014-IFD(Part) Government of India

Ministry of Water Resources, River Development & Ganga Rejuvenation

Shram Shakti Bhawan, Rafi Marg, New Delhi, dated 28, April, 2016

OFFICE MEMORANDUM

Subject: Amendment to Rule 126 of General Financial Rules, 2005 - regarding.

- 1. Department of Expenditure (DoE), Ministry of Finance vide their OM No.F.29/1/2015-PPD dated 13.04.2016 has issued an amendment to Rule 126 of GFRs 2005 vis-à-vis execution of works by the Public Works Organisations.
- 2. A copy of the aforesaid OM is being forwarded for information and compliance.
- 3. This issues with the approval of JS&FA, Ministry of Water Resources, River Development & Ganga Rejuvenation.

(Vijay Srivastava) Under Secretary (IFD) Tel. 23719302

Encl: As stated.

Ministry of Water Resources

- 1. AS&MD, National Water Mission, C.G.O. Complex, New Delhi-110003
- 2. Joint Secretary (Admn), Ministry of Water Resources, Shram Shakti Bhavan, New Delhi
- 3. Joint Secretary (PP), Ministry of Water Resources, Shram Shakti Bhavan, New Delhi
- 4. Joint Secretary(Pen River), Ministry of Water Resources, Krishi Bhavan, Room No.236A, New Delhi
- 5. ADG(Statistics), Ministry of Water Resources, Lok Nayak Bhavan, Room No.6, Khan Market New Delhi-110003.
- 6. Commissioner(SP), Ministry of Water Resources, Shram Shakti Bhavan, New Delhi
- 7. Commissioner (Ganga), Ministry of Water Resources, Block 11, 8th Floor, C.G.O. Complex, New Delhi-110003
- 8. Commissioner(Indus), Ministry of Water Resources, Block 11, 8th Floor, C.G.O. Complex, Lodhi Road, New Delhi-110003
- 9. Commissioner(B&B), Ministry of Water Resources, Block 3, 2nd Floor, Near ITBP Building, C.G.O. Complex, New Delhi-110003
- 10. Economic Advisor, Ministry of Water Resources, Shastri Bhavan, New Delhi

Attached/subordinate Offices and Organisations of Ministry of Water Resources

- 1. Chairman, Central Water Commission, Sewa Bhavan, R.K. Puram, New Delhi.
- 2. Mission Director, National Mission for Clean Ganga (NMCG), Rear Wing,3rd Floor, MDSS Building 9, CGO Complex, Lodi Road,New Delhi-110003
- 3. Chairman, CGWB, Jamnagar House, New Delhi.

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- 4. Director General, National Water Development Agency, Community Centre, Saket, New Delhi-110017.
- 5. Director, NIH, Jalvigyan Bhawan, Roorkee 247667 (Uttaranchal).
- 6. Chairman, Brahmaputra Board, Basistha, Guwahati 781029 (Assam)
- 7. Director, CWPRS, P.O. Khadakwasla, Pune 411024
- 8. Director, CSMRS, Hauz Khas, New Delhi
- 9. Chairman, GFCC, Sinchai Bhawan, 3rd Floor, Patna 800015 (Bihar)
- 10. Member, Upper Yamuna River Board, Wing No.4, GF, West Block-1, R.K. Puram, New Delhi
- 11. Chief Engineer, Betwa River Board, Nandanpura, Jhansi 284003 (UP).
- 12. Member Secretary, Polavaram Project Authority, Krishna Godavari Bhawan, H.No. 11-4-648, (Ist floor), AC Guards, Hyderabad-500 004
- 13. Controller of Accounts, Ministry of Ministry of Water Resources, River Development & Ganga Rejuvenation, Shastri Bhawan, New Delhi.

Copy along with enclosures also to:

- 1. PS to Hon'ble Minister(WR,RD&GR)
- 2. PS to Hon'ble MOS(WR,RD&GR)
- 3. Sr. PPS to Secretary (WR,RD&GR)
- 4. PPS to SS (WR,RD&GR)

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5. PPS to JS&FA

6/ Under Secretary (E-Gov) - with request to put the orders on web-site of MOWR.

(Vijay Srivastava) Under Secretary (IFD)

Tel. No. 23719302

No.F.29/1/2015-PPD Government of India Ministry of Finance Department of Expenditure Procurement Policy Division

> 516, Lok Nayak Bhawan, New Delhi Dated the 13th April, 2016

OFFICE MEMORANDÚM

Subject: Amendment to the Rule 126 of General Financial Rule, 2005 regarding.

Rule 126 of the GFR pertaining to the execution of the work by Public Works Organisations (PWOs) were last amended by this office O.M. No.15 (1)/E-II(A)/2010 dated 20th August, 2010.

- 2. This department has been receiving references from various Ministries/ Departments seeking clarifications, whether award of contract to PWOs/PSUs by the Government Ministries/ Department should be on the basis of competitive bidding among the PWOs/PSUs or on a nomination basis. Hence, it is decided that the existing provision of Rule 126 at Chapter 5 of General Financial Rule, 2005 which deals with "Works" shall be substituted by the provision indicated in the Annexure of this Office Memorandum.
- This order will take effect from the date of issue of this Office Memorandum. 3.
- All Central Government Ministries/ Departments are requested to bring this amendment to the notice of all their attached and subordinate offices for their information.
- This available $http: finmin.nic. in {\rightarrow} Departments {\rightarrow} Expenditure {\rightarrow} Procurement\ Policy\ Division.\ Hindiin and the procurement of the p$ version of this O.M. will follow.

(Vinayak T. Likhar) Under Secretary (PPD) Tele/fax - 24621305

E-mail: Vinayak.likhar@nic.in

То

Secretaries & Financial Advisers of all Ministries/ Departments of the Government of India.

AMENDMENT TO GENERAL FINANCIAL RULE, 2005

 $\underline{\text{CHAPTER} - 5}$ - The existing provision of Rule 126(1) to (4) may be replaced by the following.

Rule 126(1):- A Ministry or Department at its discretion may directly execute repair works estimated to cost upto Rupees Thirty Lakhs after following due procedure indicated in Rule 132.

Rule 126(2):- A Ministry or Department may, at its discretion, assign repair works estimated to cost above Rupees thirty Lakhs and original works of any value to any Public Works Organisation (PWO) such as Central Public Works Department (CPWD), State Public Works Department, others Central Government organisations authorised to carry out civil or electrical works such as Military Engineering Service (MES), Border Roads Organisation (BRO), etc. or Ministry/ Department's construction wings of Ministries of Railways, Defence, Environment & Forests, Information & Broadcasting and Departments of Posts, and Space etc.

Rule 126(3) - As an alternative to 126(2), a Ministry or Department may assign repair works estimated to cost above Rupees thirty Lakhs and original works of any value to any Public Sector Undertaking set up by the Central or State Government to carry out civil or electrical works or to any other Central/ State Government organisation /PSU which may be notified by the Ministry of Urban Development (MoUD) for such purpose after evaluating their financial strength and technical competence.

However, for the award of work under this sub-rule, the Ministry/ Department shall ensure competition among such PSUs/ organizations. This competition shall be essentially on the lump sum service charges to be claimed for execution of work.

Rule126(4):- Delete

(Min. of Fin.(Exp.) O.M. No. F.29/1/2015-PPD dated the 13th April, 2016)