

Government of India
Ministry of Water Resources, River Development & Ganga Rejuvenation

Shram Shakti Bhawan, Rafi Marg,
New Delhi, dated 20 April, 2017

OFFICE MEMORANDUM

Subject: Domestic Preferences in Public Procurement.

The undersigned is directed to refer OM No. F.18/3/2017-PPD dated 06.04.2017 received from Public Procurement Division, Department of Expenditure, Ministry of Finance on the subject cited above (copy enclosed).

2. DoE, with reference to Rule 153 (iii) of GFRs 2017, has instructed ministries/departments to examine if there is any requirement of providing preference to the domestic bidders. An exercise pertaining to identification of goods (where there is sufficient domestic competition) for notification has to be carried out by this Ministry by 5th July, 2017.

3. Since views of MoWR, RD&GR are to be conveyed to Ministry of Finance within 90 days i.e. by 5th July, 2017 and may involve intensive discussions at MoWR, RD&GR level and decision on need for notification by MoWR, RD&GR under Rule 153(iii) of GFRs 2017, **desired information may be provided by 15th May, 2017 positively. Even where concerned wings have no information to furnish, they may certify the same and send 'NIL' information with reasons thereof.**

4. This issues with the approval of JS&FA (MoWR, RD&GR).



(Vinod Kumar)
Under Secretary (IFD)
Tel. 23719302

Encl: As stated

Ministry of Water Resources

1. Joint Secretary (Admn), Ministry of Water Resources, Shram Shakti Bhavan, New Delhi
2. Joint Secretary (PP), Ministry of Water Resources, Shram Shakti Bhavan, New Delhi
3. Mission Director, National Water Mission, CGO Complex, Lodi Road, New Delhi.
4. ADG (Statistics), Ministry of Water Resources, Lok Nayak Bhavan, Room No.6, Khan Market New Delhi-110003.
5. Commissioner(SP), Ministry of Water Resources, Shram Shakti Bhavan, New Delhi
6. Commissioner (FM), Ministry of Water Resources, Block 11, 8th Floor, C.G.O. Complex, New Delhi-110003
7. Commissioner(Indus), Ministry of Water Resources, Block 11, 8th Floor, C.G.O. Complex, Lodhi Road, New Delhi-110003
8. Commissioner(B&B), Ministry of Water Resources, Block 3, 2nd Floor, Near ITBP Building, C.G.O. Complex, New Delhi-110003


9. 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. Chairman, CGWB, Jamnagar House, New Delhi.
 3. Director General, National Water Development Agency, Community Centre, Saket, New Delhi-110017.
 4. Mission Director, National Mission for Clean Ganga (NMCG), Rear Wing, 3rd Floor, MDSS Building 9, CGO Complex, Lodi Road, New Delhi-110003
 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, (1st floor), AC Guards, Hyderabad- 500 004
 13. Controller of Accounts, Ministry of Ministry of Water Resources, River Development & Ganga Rejuvenation, Shastri Bhawan, New Delhi.

CPSUs:

1. NPCC Limited, Raja House, 30-31, Nehru Place, New Delhi – 110 019.
2. WAPCOS Limited, Kailash, 5th Floor, 26 Kasturba Marg, New Delhi – 110 001

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 JS&FA
5. Director (Tech.) – with request to put the orders on web-site of MOWR


(Vinod Kumar)
Under Secretary (IFD)
Tel. 23719302

No.F. 18/3/2017-PPD
Government of India
Ministry of Finance
Department of Expenditure
Public Procurement Division

Room.No.168 C, North Block,
New Delhi dated the 06th April, 2017.

Office Memorandum

Subject: Domestic Preferences in Public Procurement.

Attention is invited to Rule 153(iii) of General Financial Rule (GFR), 2017 wherein it is stipulated that the Central Government may, by notification, provide for mandatory procurement of any goods or services from any category of bidders, or provide preference to bidders on the ground of provisions of locally manufactured goods or locally provided services. In this regard, the following is clarified:

- (i) Wherever notifications are issued under Rule 153 (iii) of General Financial Rules (GFR), 2017, adherence to such notifications shall be binding and this shall be monitored by the Financial Advisers (FAs).
- (ii) All Ministries/ Departments to examine if there is any requirement of providing preference to the domestic bidders under Rule 153(iii) of GFR, 2017. An analysis of the domestic manufacturing/ supplier base by the Ministry/ Department needs to precede the identification of goods for notification under the provisions of GFR. Goods notified shall be those in which there is sufficient domestic competition. This exercise should be completed by the respective Ministry/ Department within a period of 90 days from the date of this OM.

In case any Ministry/ Department is of the view that there is no need to issue such guidelines, reasons for the same may be intimated by them to Department of Expenditure (DoE) within 30 days. The FAs shall to monitor this exercise.
- (iii) Each Ministry/ Department should come up with specific, clear and enforceable criteria defining domestic manufacturing/ supply in terms of domestic content using such norms as may be appropriate in each case. Measures for verifying adherence to domestic content requirement shall also be put in place, e.g., the proposed guidelines of Ministry of Petroleum & Natural Gas require certification by the supplier's statutory auditor.

454278/2017/IFD Section

2. This issues with the approval of Finance Secretary.

Pijush Mohanta
(Pijush Mohanta)

Under Secretary to Govt. of India
Tel.No.24621305

To

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

Copy to :- Dr. T.V. Somanathan, Joint Secretary(s) to Prime Minister, Prime Minister's Office, South Block, New Delhi. w.r.t. PMO's I.D.No.130/31/C/13/2017-ES.I dated 23rd March, 2017.

cc: DG(S&D) ... for kind information

