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F No. 16/1/2016-PPD
Government of India
Ministry of Finance
Department of Expenditure
Procurement Policy Division

516, Lok Nayak Bhawan, New Delhi. Dated the 4th August, 2016.

OFFICE MEMORANDUM

Subject: - Recommendation of Expenditure Management Commission (EMC) - regarding

The Government of India had constituted EMC in September, 2014 to look into various aspects of Expenditure reforms to be undertaken by the Government. The Committee was headed by Dr. Bimal Jalan, eminent economist and public policy experts.

2. In this context it is noted that EMC has recommended following related to Public Procurement.

Recommendation No.48 (September, 2015)

"Government should also consider going in for arrangements such as use of buyback facility for standard furniture like tables, chairs, cupboards, compactors and partition cubicles. Items such as photocopiers can be taken on lease basis with payment made on per copy basis. Apart from reduction in initial cash outgo, this also obviates the need for expensive Annual Maintenance Contracts.

- 3. In this regard it is stated that Rule 162 of the GFR related to buy-back facility already facilitates buying of items like tables, chairs, cupboards, compactors, partition cubicles etc. on buy-back basis. Further Rules 178 to 185 of GFR related to "Outsourcing of Services" also enables taking items such as photocopiers on lease basis with the payment on per copy basis.
- 4. All Ministries/ Departments are requested to consider and implement the EMC recommendation.

(Pilush Mohanta) 16 Under Secretary to Govt of India Tele/Fax No.24621305

Secretaries/ All Ministries & Departments.

2. Financial Advisors/ All Ministries & Departments.