OFFICE MEMORANDUM

Subject: Expenditure Management - Economy measures and Rationalization of Expenditure.

Austerity Measures adopted by Government vide Department of Expenditure’s O.M. No. 7(1)/E.Coord/2009 dated 7th September, 2009 were also extended to Central Public Sector Enterprises (CPSEs) mutatis mutandis vide this Department’s O.M No.DPE/3(4)/2008-Fin dated 8th October, 2009.

2. This department has received representations from CPSEs regarding purchase of new car in replacement of old car stating that this restriction affects their operational requirements. The matter has been examined. It is clarified that Para 2.2.3 of Department of Expenditure’s OM No. 7(1)/E.Coord-09 dated 07.09.2009 will not apply to purchase of new car in replacement of old car by CPSEs.

3. It is requested that the same may kindly be brought to the notice of Public Sector Enterprises under the administrative control of your Ministries/Department.

4. This has the approval of Secretary, Public Enterprises.

(A.K. Pal)
Dy. DIRECTOR

To

1. Secretaries of Administrative Ministries/Departments concerned with CPSEs
2. Chief Executive of all Central PSEs.
4. Secretary, Department of Expenditure - for information.