

No. DPE-7(4)/ 2007-Fin
Government of India
Ministry of Heavy Industries & Public Enterprises
Department of Public Enterprises

Public Enterprises Bhawan
Block No.14, CGO Complex
New Delhi – 110003

Date: 07th July, 2021

OFFICE MEMORANDUM


Subject: Procedures for payments for Goods / Services to sellers / service providers in Government e-Marketplace (GeM) through PFMS and by non –PFMS agencies/entities (NPAAE)) – regarding

Reference is invited to this Office OM of even number dated 12th February, 2020 forwarding copy of D/o Expenditure OM No. F.6/18/2019- PPD dated 23.01.2020 on the subject cited above.

2. In continuation of the above reference, the undersigned is directed to forward a copy of the D/o Expenditure's OM N.6/14/2020-PPD dated 21st June, 2021, providing relaxation in payment schedule by making it in line with prevailing market condition. The OM inter alia allows buyer CPSEs, using the GeM Pool Account as payment mode, to pre-declare the timelines for payments at the bid stage which can be more than 10 days subject to the stipulations therein for information of CPSEs.

3. All the administrative Ministries/Department of CPSEs are requested to bring these Department of Expenditure instructions to notice of their CPSEs for compliance.

4. This issue with the approval of competent authority


(Shanker Lal)
Deputy Director
Tel. 24362061

Encl: As above.

To

- i. All the Secretary of the Administrative Ministries/ Department of CPSEs.
- ii. Chief Executives of CPSEs

Copy to:

Shri Kanwalpreet, Director, Public Procurement Division, D/o Expenditure, 264-C, North Block, New Delhi.

No.F.6/14/2020-PPD
Government of India
Ministry of Finance
Department of Expenditure
Procurement Policy Division

264-C, North Block, New Delhi
Dated the 21st June, 2021.

OFFICE MEMORANDUM

Subject: Procedures for payments for Goods / Services to sellers / service providers in Government e-Marketplace (GeM) through PFMS and by non-PFMS agencies / entities (NPAE)

Reference: This Department O.M. No.F.6/18/2019-PPD dated 23.01.2020

A Review Meeting on GeM was held on 22.03.2021 wherein Central Public Sector Enterprises (CPSEs) stated that they operate in a commercial & competitive environment, wherein the terms of payment are decided upon the commercial interests and prevalent practices of the market.

2. In order to address the above issues and to provide a payment schedule which is in tune with the prevailing market conditions of the CPSEs, it has now been decided to provide relaxation exclusively to CPSEs in the payment timelines prescribed in the OM No. F.6/18/2019.PPD dated 23.01.2020. CPSEs are allowed to stipulate the payment schedule, at the Bid Stage itself, in line with their commercial interests and the prevailing market practices. Buyers CPSEs are now allowed to pre-declare the timelines for payments which can be more than 10 days also while creating the bid itself. This facility shall be available only for buyers using GeM Pool Account (GPA) as payment mode. Auto triggering of payments from GPA would happen accordingly after "number of days" as specified in the bid instead of 10 days. The payment timelines for the normal Direct Purchase and L-1 purchase orders would continue to be 10 days.

3. This issues with the approval of Finance Secretary & Secretary (Expenditure).

W
21.06.2021
Kanwalpreet
Director (Procurement Policy)
Tel.: 23093811
Email: kanwal.irss@gov.in

To,

Department of Public Enterprises, {Kind Attn.: Shri Ali Raza Rizvi, Secretary}, Room No. 301, Block 14, CGO Complex, New Delhi. Tel: 24366171, Fax: 24362613. Email: secy-dpe@nic.in with a request to issue appropriate instructions to Central Public Sector Enterprises in this regard.

Copy to : Shri Prashant Kumar Singh, Chief Executive Officer, Government e-Marketplace, Department of Commerce, Ministry of Commerce & Industry, 2nd Floor, Jeevan Tara Building, Janpath, New Delhi. Tel: 956013383. E-mail: ceo-gem@gov.in