MOST IMPORTANT CIRCULAR / GeM procurement

URGENT / PRIORITY



भारत सरकार / Govt of India रक्षा मंत्रालय / Min of Defence Controller of Defence Accounts No.1, Staff Road, Secunderabad - 09 (ई-मेल/email: <u>secd-stsn-cda@nic.in</u>) (वेब सयट / web site: cdasecbad.ap.nic.in)

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THE MAHATMA

सं/.No. GeM/0001/Gen Corr

दिनांक/dt. 14th Oct 2020.

हर काम देश के नाम

सेवा में / То,

Commdt, MC, EME PIN-900453

GOC, HQrs TASA, Bollarum, Secunderabad

GOC, HQrs 54 Inf Div PIN - 908454

Commdt, CDM, Secunderabad (email: ssoadm.cdmap@nic.in) Sainikpuri,

DQA (R&S) Karkana, Secunderabad (email: rs-dgqa@nic.in)

DGNP, Naval Base, Visakhapatnam - 14 क्रुपया पत्राचार पद नाम से करे ना कि अधिकारी की नाम से । Please address all correspondence by designation & not by name

SAVE TREES. SAVE ENVIRONMENT.

PI furnish **gov** / **nic** mail id of the Unit for faster correspondence through

Accelerated adoption of GeM for procurement by विषय /Sub: Ministries/Departments and CPSEs.

A copy of DO letter bearing No. 1-25/CS-GeM/2020 dt. 05/08/2020 from Shri Anup Wadhawan, Commerce Secretary, Govt of India addressed to Dr Ajay Kumar, Secretary, Dept of Defence, Min of Def, Govt of India on the above subject received under HQrs CGDA Delhi Cantt vide their Lr No. IFA/181/GeM Circular dt. 28/09/2020 is forwarded herewith for information and strict compliance please.

This issues with the approval of CDA.

(के .राम नारायण चारी / K. Ram Narayana Chary) वरिष्ठ लेखा अधिकारी (जेम)/ Senior Accounts Officer (GeM)

प्रति लिपि /Copy to:

07. Cdr,

01. Station Commander,
Station Headquarters Cell,
Bollarum, Secunderabad - for information and necessary action pl.

02. Commdt,
AOC Centre
PIN- 900453 (airawat789@gov.in) - -do-

03. Commdt,

1 EME Centre,
Secunderabad - -do-

04. Commdt,
Artillery Centre,
Hyderabad - -do-

05. Cdr,
76 Inf Bde,
PIN - 908076
C/o 56 APO - -do-

06. Cdr, 47 Inf Bde, PIN - 908047 C/o 56 APO - -do-

54 Arty Bde PIN - 926954 C/o 56 APO - -do08. Comdt.

SDD

PIN-900453

-do-

09. DDG,

NCC Dte

T & AP Area,

Secunderabad

for information and necessary action pl.

(Email: ddg.andhra@nccindia.nic.in)

10. SAO i/c

IT Section, Local

with a request to upload in CDA website.

(के .राम नारायण चारी / K. Ram Narayana Chary) वरिष्ठ लेखा अधिका<u>री (जेम)/ Senior Acc</u>ounts Officer (GeM)



"हर काम देश के नाम" रक्षा लेखा महानियंत्रक

Controller General of Defence Accounts

उलान बटार रोड़, पालम, दिल्ली छावनी-110010 Ulan Batar Road, Palam, Delhi Cantt – 110010 (एकिकृत वित्तीय सलाहकार स्कन्ध)

(IFA WING) Ph No. 011 – 25665571, 572 E-mail: cgdaifa.dad@gov.in



No. IFA/181/GeM Circular

Date: 28.09.2020

To

All PCsDA/Pr. IFAs/PCA(Fys)/CsDA/IFAs/CsFA(Fys) (Through CGDA Website and SIFA)

Subject: Accelarated adoption of GeM for procurement by Ministries/Departments and CPSEs.

A copy of DO letter of Shri Anup Wadhawan, Commerce Secretary, Govt. of India DO No. I-25/CS-GeM/2020 dated 05.08.2020 received from MoD(Finance/GS-I) vide No. 28(11)2/GS-I/2015 dated 24.08.2020, on the above subject, is forwarded herewith for your information, guidance and strict compliance please.

2. This issues with the approval of Addl. CGDA(Fin).

Encl.: As above

(GK Baranwal)

Sr. Dy. CGDA(Fin)

F.No. 28(11) (2)/GS-I/2015 Ministry of Defence (Finance/GS-I)

> Room No. 14, South Block New Delhi, 24.08.2020

Subject:

Accelerated adoption of GeM Ministries/Departments and CPSEs

for procurement

by

l am directed to enclose herewith a copy of D.O. No. I-25/CS-GeM/2020 dated 05.08.2020 from Commerce Secretary, Ministry of Commerce & Industry on the subject above for information and necessary action.

The Nell (Tirloki Nath) Section Officer Tele: 23017996

- 1. Secretary, Defence Production, New Delhi
- 2. Secretary, DRDO, New Delhi
- 3. VCOAS, South Block, New Delhi
- 4. VCAS, Vayu Bhavan, New Delhi
- 5. VCNS, South Block, New Delhi
- 6. CGDA
- 7. JS(Armed Forces)
- 8. JS(Border Road)/Trg.
- 9. JS(E), DoD
- 10. JS, Plg/Coord and CAO
- 11. FP Directorates of Army, Air Force, Navy

ANUP WADHAWAN



वाणिज्य सचिव भारत सरकार नई दिल्ली-110011 COMMERCE SECRETARY GOVERNMENT OF INDIA NEW DELHI-110011

D.O. No. I-25/CS-GeM/2020

07/8/2020

05th August 2020

Subject: Accelerated adoption of GeM for procurement by Ministries/Departments and CPSEs

Dear Dr. Kumar.

The Government e-Marketplace (GeM) has taken significant strides since its launch on August 9, 2016 in accordance with its vision to drive the three pillars of inclusivity, efficiency and transparency. The Marketplace is an example of how digital platforms created with a strategic and clear-minded intent can bring about a lasting change for the nation and the undeserved. Triggering the largest transformation exercise in India – through digitisation of processes and a digital integration of all stakeholders, GeM has revolutionised the ecosystem of public procurement in the country for buyers and sellers alike.

- 2. With multiple procurement modes, inbuilt policies for automated market adjustments and end-toend digital process to enable a vibrant buyer-seller ecosystem, GeM has evolved as an increasingly
 transparent, efficient and inclusive platform, with MSMEs making up over 57% of the cumulative Gross
 Merchandise Value on GeM. GeM has drastically brought down waiting times and prices for buyers and
 ensured timely payments to the sellers. The World Bank in their assessment of procurement on GeM
 has indicated significant savings (overall saving of 9.75% on median bid price taken as benchmark)
 accruing to the Government buyers due to higher participation on the portal.
- 3. GeM has provided significant opportunities to MSEs, Women SHGs and Start Ups to transact successfully with Centre and States and various Government agencies & organizations. This has not only boosted the Make in India initiative, but also our policy of promoting local SMEs and providing them with market access. There are more than 46,000 Government organizations and over 4.2 lakh vendors registered on the portal. GeM has more than 7,200 product categories comprising approximately 20.8 lakh products and 130 service Categories. GeM has facilitated over 42.8 lakh transactions worth Rs. 57,800 Crores till date.
- 4. The Hon'ble Finance Minister in her Budget Speech for FY 2020-21 (Para 48) mentioned that "Government e-Marketplace (GeM) is moving ahead for creating a Unified Procurement System in the country for providing a single platform for procurement.....". GeM is creating a Unified Procurement System for the country by bringing the functionalities of publishing portals such as the Central Public Procurement Portal and Indian Railways Electronic Procurement System (IRePS) onto GeM to provide a single user experience and consolidate the scattered vendor bases on publishing portals onto GeM leading to advantages of economies of scale, better price discovery and dissemination of best practices in procurement. As a first step towards realising the above vision of the Government, a functionality for generating "GeM Availability Report and Past Transaction Summary" (GeMAR&PTS) has been made available on GeM with effect from 01.07.20. This would greatly help and benefit the buyers in taking informed procurement decisions in respect of availability of product/service on GeM along with necessary details relating to past transaction summary. For goods and services available on GeM, CPSEs shall procure from GeM. For goods and services not available on GeM or partially available on GeM, CPSEs would be given the option of publishing the tenders for goods and services on GeM itself thereby availing of a single user experience.

All the Ministries (Including Autonomous Organizations and CPSEs/CPSBs) have been active partners in this initiative and have carried out transactions worth Rs. 28,600 crores so far, which is 49% of the total procurements on the GeM platform. I am happy to share that Ministry of Defence has been an active partner in this initiative and has completed transactions worth Rs. 5,861 crores so far.

6. In order to fully realize the immense advantages accruing in terms of ease of procurement through an open and transparent procurement platform and to facilitate adoption of GeM by your Ministry and its CPSEs, a number of steps have been taken by GeM for improving and enhancing the Catalogue Management System and the software processes.

Office of Adu., FA (K.S.) & J.S.
Dy. Mo... [C. C.]

Room No. 143, Udyog Bhawan. Tel.: 23063664 / Fax: 23061796 / E-mail: csoffice@nic.in

- 7. A list of categories (4,116) of common use goods and services as well as those specific to your Ministry are enclosed as Annexure I. CPSEs under the administrative control of your Ministry can procure from these categories on GeM. If changes in specifications in these categories are required, the same may be intimated to GeM for necessary inclusion. In most of the categories, procurement can either be made directly or through Additional Terms and Conditions. However, if there are impediments to procurement from GeM on account of lack of features and functionalities, the same may be intimated to GeM so that the timelines for making such features and functionalities available on the platform can be shared with your Ministry.
- 8. In accordance with the provisions of GFR Rule 149 and Office Memorandum No. DPE-GM-12/0003/2016-GM-FTS-5670 dated 05.11.2018 from Department of Public Enterprises, requesting all the administrative Ministries / Departments to suitably instruct CPSEs under their control to mandatorily come onboard the GeM portal, it is requested that all the offices and organizations including the CPSEs under the administrative control of your Ministry, be directed that:
 - Products / services available on GeM are procured only through GeM. If there are items which are currently not available on GeM, the same can be intimated to GeM online through the Request Management System (RMS) on GeM so that they can be made available.
 - b) Non PFMS buyers open GeM Pool Account and provide the details of bank account on GeM Platform for smooth implementation of the OM of Department of Expenditure issued vide no. F.6/18/2019.PPD dated 23.01.2020 or start integration of their on-line payment system with functionality for blocking of funds as per PFMS system.
 - c) ID for GeM Availability Report and Past Transaction Summary (GEMARPTS) be necessarily generated for taking informed procurement decisions with regard to procurement of goods and services for effective implementation of Rule 149 of GFR in accordance with the OM of Department of Expenditure issued vide no. F.6/18/2019-PPD dated 23.01.2020.
 - d) All vendors / suppliers including the MSME suppliers be on-boarded on GeM and their products be uploaded against categories created on GeM in accordance with the provisions of Rule 150 of the GFR as amended.
- 9. In order to ensure the overall success of this endeavor and to provide efficiency and savings to the buyers through accelerated adoption of GeM, it is critical that we secure the support of our key stakeholders. All offices including CPSEs under your organization are the key stakeholders for GeM and we, therefore, look forward to an active partnership with them.
- 10. I would, accordingly, request you kindly to direct the concerned officials for implementation of above-mentioned initiatives so that all the inherent advantages of a GeM can be fully leveraged by your Ministry.
- 11. Looking forward to accelerated adoption of GeM by all organizations in your Ministry for all products services used by them.

With warm regards.

Ecnl.: As above

Yours sincerely,

[Anup Wadhawan]

Dr. Ajay Kumar Secretary Department of Defence Ministry of Defence South Block New Delhi