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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.79 (December 2015)

Interactions with experts from industry and representatives from various Ministries/Departments indicated that there is a direct correlation between an empowered project team and the success of the project. This is also borne out by large disparities in execution within the same system. The success stories, some of which have been highlighted above, had the benefit of dedicated and competent project teams. It is recommended that empowered project teams are put in place for all large value projects and that these teams are tasked only with project execution and not given other operational duties.

- 3. During the meeting with major procuring Departments, it is noted that this system of nominating empowered project teams is already in place for all large value projects.
- 4. All Ministries/ Departments are requested to consider and implement the EMC recommendation.

(Pijlish Mohañta)^t Under Secretary to Govt of India Tele/Fax No.24621305

To,

Secretarical All Ministries & Departments.

Financial Advisors/ All Ministries & Departments.