

GOVERNMENT OF ODISHA DEPARTMENT OF WATER RESOURCES

No.IIM-10/2021 / Memo No. 11059 /W.R, Dated. 22.04, 2024

Copy forwarded to all Engineers-in-Chief / all Chief Engineers / all Chief Engineer & Basin Managers / all Chief Construction Engineers / MD, OLIC Ltd. / MD, OCC Ltd. / Director, WALMI / WR (CAD) Department for information and necessary action.

Encls.:- MSME Department Letter No.2098 dated.02.04.2024

Joint Secretary to Government



Sovernment of Odisha MSME Department

No.

-0060-2019/ 2098/MSME, Bhubaneswar, dated

From

Saswat Mishra, IAS Principal Secretary to Government

To

- (1) Additional Chief Secretary/Principal Secretary/ Commissioner-cum-Secretary/Secretary (All Departments)
- (2) Collectors (All Districts)

Sub: Odisha Procurement Preference Policy for Micro and Small Manufacturing Enterprises, 2023 (OPPMSME Policy'2023) - Clarifications

Ref: (1) MSME Department Notification No.566/MSME dated 24.01.2024

(2) MSME Department letter No. 652/MSME dated 30.01.2024

Madam/Sir,

The following clarifications are hereby issued pertaining to doubts arising in some quarters regarding the OPPMSME Policy'2023.

(1)Not Applicable to Works Contracts

The OPPMSME Policy'2023 is not applicable to procurement of services including works contracts (including EPC contracts and Turn-key contracts). This is clearly mentioned in Paragraph-4 of the OPPMSME Policy'202\$. However, it is learnt that after issue of notification of OPPMSME Policy'2023 vide MSME Department Notification No.566/MSME dated 24.01.2024, some engineering Departments have stopped giving prevailing preferences and benefits to MSMEs of

Odisha in works contracts. It is hereby clarified that since the OPPMSME Policy'2023 is not applicable to procurement of services including works contracts, MSMEs of Odisha will continue to get all preferences/benefits in works contracts which were prevailing just before the OPPMSME Policy'2023 came into force.

(2) Not Applicable to Externally Aided Projects

The OPPMSME Policy'2023 shall not be applicable to procurement of goods under Externally Aided Projects if goods are procured with EAP funds (external fund and matching Union Government and/or State Government fund, if any)

(3) Splitting up total Procurement quantity amongst more than one bidders

In order to ensure continuous supply of procured goods or to avoid the risk of depending on only one supplier, it is a general practice in some Government organisations to split procurement quantity amongst 2 to 3 bidders. It is hereby clarified that this is possible and permissible under the OPPMSME Policy'2023 as given below.

- (a) In Price Preference Scenario: Order for supply of 25% of procurement quantity will be given to the selected Odisha Small Manufacturing Enterprise (OSME) bidder under price preference provision and order for supply of the remaining 75% procurement quantity can be split between more than one non-OSME bidders.
- (b) In Purchase Preference scenario: Order for supply of 15% of procurement quantity will be given to the selected OSME bidder under purchase preference provision and order for supplying the remaining 85% procurement quantity can be split between more than one non-OSME bidders.

This is for your kind information and necessary action. This clarification may please be circulated amongst all sub-ordinate offices for wider dissemination.

Thanking you,

Yours faithfully

Principal Secretary 02.04.202

Memo No. 2099 /MSME, dated 02-04-2024

Copy forwarded to Principal Secretary to Hon'ble Governor, Odisha for kind information and necessary action.

Special Secretary

Memo No. 9100 /MSME, dated 02-04-2024

Copy forwarded to Registrar of all State Public Universities of Odisha for information and necessary action.

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