

No. 15(1)/ 2010- E-II(A)
Government of India
Ministry of Finance
Department of Expenditure

New Delhi, 3rd April, 2013

OFFICE MEMORANDUM

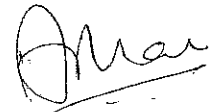
Subject :- Rule 126 of General Financial Rules 2005 – clarification regarding.

The undersigned is directed to refer to this Department's OM of even No. dated 20th August 2010 notifying the amended Rule 126 of the General Financial Rules 2005.

2. References have been received from various Ministries/ Departments seeking clarification on whether Public Sector Undertakings set up by the Central Government or State Government to carry out civil or electrical works need to be notified by the Ministry of Urban Development for them to be considered as Public Works Organizations in terms of Rule 126(2) of GFRs.

3. In this context, it is clarified that Rule 126(2) of GFRs 2005 provides that the Ministry or Department may, at its discretion, assign repair works estimated to cost above Rupees thirty lakhs and original works of any value to any Public Works Organization, such as Central Public Works Department (CPWD), State Public Works Divisions, other Central Government organizations authorized to carry out civil or electrical works such as Military Engineering Service (MES), Border Roads Organization (BRO) etc., Public Sector Undertakings set up by the Central or State Government to carry out civil or electrical works. Apart from the above said organizations, any other Central/State Government organization/ Public Sector Undertaking to be assigned such work are required to be notified by Ministry of Urban Development after evaluating their financial strength and technical competence.

4. This issues with the approval of Joint Secretary(Pers).



(Anil Sharma)

Under Secretary to the Govt. of India

To

1. The Secretaries of the Ministries/Departments of the Government of India.
2. The Financial Advisers of Ministries/Departments of the Government of India.

Copy (with usual no.of spare copies) forwarded to C&AG, UPSC etc. as per standard endorsement list