

ABSTRACT

Transport Department - Announcement made by the Hon'ble Minister for Transport in the Tamil Nadu Legislative Assembly on 03.07.2018-'New Procurement Policy for all State Transport Undertakings'- Orders Issued.

Transport (A) Department

G.O (Ms) No.232

Dated: 27.07.2018 விளம்பி, ஆடி 11 திருவள்ளுவர் ஆண்டு 2049

Read:-

Announcement No.8 for the year 2018 - 2019 made by the Hon'ble Minister for Transport in the floor of Tamil Nadu Legislative Assembly during Budget Session.

ORDER:-

While moving the Demand for Transport before the Tamil Nadu Legislative Assembly on 03.07.2018, the Hon'ble Minister for Transport, among other things, has made the following announcement:-

- 'அனைத்து அரசு போக்குவரத்துக் கழகங்களுக்கான புதிய கொள்முதல் கொள்கை அறிமுகம்.'
- 'New Procurement Policy for all State Transport Undertakings.'
- 2. The Central Purchase Organisation of IRT, Taramani had constituted a Purchase Policy, during 1998 to be adopted uniformly, by all the Tamil Nadu State Transport Undertakings with classification of materials and their sources of supply. This was sorted for the type of vehicles operated then, and adhered to systematically, but, since it is more than 16 years, and for the continuous changes in type of vehicles, it is found difficult, to follow up the same and new vendors, sources are not known. However, in due courses the type of chassis like Volvo, Vestibule and Engines like BSII - BSVI, ZF Gear Box type were introduced for the procurement of materials for such new vehicles, the Central Purchase Organisation (CPO) guidelines were not available. In the CPO guidelines in force, the items to be procured through Original Equipment Manufacturers (OEM), the Vehicles Manufacturer, Ashok Leyland/TATA/VOLVO are not in a position to reveal the list of Original Equipment Manufacturer, even upon our continuous efforts and regular meetings conducted with them, due to which, we are forced to procure the materials through VM, at higher rates and heavy financial loss to the Corporations. Although procurement is done in accordance with procedure, there is a need to have an elaborate procurement policy that would ensure maximum benefit from large scale purchases, phased purchases, lesser dead stock and so on. The new procurement policy will be formulated and introduced that will help to improve efficiencies in procurement.

- 3. The Government after careful consideration, have directed the Director, Institute of Road Transport to prepare the draft new procurement policy by incorporating best practices of organizations that have good procurement policies in India and around the world. He is also directed to constitute a working group from the State Transport Undertakings of persons with experience in purchase.
- 4. The Director, Institute of Road Transport is instructed to complete the process within 8 weeks.

(By Order of the Governor)

P.W.C. DAVIDAR
Additional Chief Secretary to Government

To
The Director, Institute of Road Transport, Taramani, Chennai-113
The Managing Directors, Metropolitan Transport Corporation
(Chennai) Limited, Chennai-2
State Express Transport Corporation (Tamil Nadu) Limited, Chennai-2
Tamil Nadu State Transport Corporation,
Villupuram/Coimbatore/Salem/Tirunelveli/Madurai/Kumbakonam

Copy to
The Hon'ble Chief Ministers Office, Secretariat, Chennai-09
The Special Personal Assistant to Hon'ble Minister for Transport,
Secretariat, Chennai-9
The Senior Private Secretary to the Additional Chief Secretary,
Transport Department, Secretariat, Chennai-9
The Special Officer, Chairman's Office, Chennai-9
The Finance (BPE) Department, Secretariat, Chennai-9
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Section Officer