

## **Concept Plan on Public Procurement Policy**

Public Procurement Policy for Micro and Small Enterprises (MSEs) mandates for 20% procurement out of their total annual requirements by Central Ministries/ Departments/ PSUs from MSEs. As part of action for effective and success implementation of the policy, D.O. letters has been sent to all the Central Ministries/ Departments/ PSUs from Secretary (MSME).

2. In order to have a data bank wherein information may be made readily available for match making between procurement agencies and MSE Suppliers, it is pre-requisite to know the goods produced and services rendered by the MSEs required by the Central Ministries/ Departments/ PSUs and the list of MSEs manufacturing /Supplying these goods and services. The matter may be pursued for collecting information on following points.-

### **with Central Ministries/ Departments/ PSUs**

- 1 Procurement Profile of Central Ministries/ Departments/ PSUs.
2. Name of the goods and services required by these organizations which can be supplied/ provided by MSEs.
3. Details indicating quantity & value of the goods and services procured from MSEs by these departments during the year 2011-12.
- 4.Details of annual procurement plan from MSEs in the current financial year which is to be uploaded on the website of the organisations.

5. Contact details of Nodal officers to be designated in each organization as requested in Secretary's letter dated 25.04.2012.

**with field offices- MSME-DIs**

1. Suppliers Profile of the Micro and Small Enterprises in the jurisdiction of respective MSME- DIs.
  2. Name of the goods supplied and services rendered by the MSEs to various Government organization/ PSUs. during the last year.
  3. MSME-DIs may carry out a survey regarding bridging the gap between demand and supply in their areas with respect to the goods and services not being provided by the MSEs to these organisations at present.
  4. List of designated Nodal Officers designated for Public Procurement Policy in each MSME-DIs.
3. Prominent Associations may also be advised for further contacting their MSE members to encourage them to make available the above mentioned information /data to the MSME-DIs of their respective areas.
4. MSEs may be advised to get credit rating of their enterprises from a recognized agency like CRISIL, SMERA, ICRA etc. On the basis of this credit rating,

procurement agencies can select the MSEs supplier for the goods and services required by them.

It is also proposed that a financial assistance scheme would be evolved for promoting credit rating of MSEs. Under this Scheme, MSEs will be reimbursed the amount paid by them to the credit rating agencies.

5. A harmonized system like (ITC-HS Code for export and import ) for coding of MSE goods and services may be evolved for facilitating match making procurement.

6. Once the above information starts coming from Ministries/ PSUs and MSEs, On Line Depository may be created. This depository will serve as match making between the buyer and supplier. It would be containing list of MSEs having or not having credit rating or Quality certification and the data of goods supplied and services rendered by them as well as the list of prospective buyers i.e. Ministries/ PSUs and their requirement of goods and services from MSEs. Procurement agencies can view the list of MSEs with their credit rating and similarly MSEs can also have the list of the prospective buyers of the goods manufactured / services rendered by them.