OFFICE ORDER

Subject: Implementation of Integrity Pact in MHA Procurement.

In continuation to this office order dated 16.05.2012. With immediate effect the following are incorporated in relation to Integrity Pact.

i) As envisaged in Rule 157 of the GFR, bid Security is to be obtained from bidders except those who are registered with the Central Purchase Organization, NSIC or concerned Ministry or Department.

ii) The earnest money under integrity pact is not separate from the normal earnest money taken at the time of submission of bids. It has been referred to in the integrity pact since the integrity pact is submitted with the bid and governs the conduct of bidder from the stage of submission of bid itself.

iii) The earnest money under integrity pact is not separate from normal earnest money taken at the time of submission of bids. Keeping the same principle in mind, it is filed that whenever “performance money/guarantee” is being taken at the time of signing of contract, there is no need to have separate earnest money towards integrity pact. In any case normally performance guarantee are much higher than earnest money. However, it is to ensure that performance guarantees must be kept valid till five years after all contractual implications including warranty/guarantee are met by the bidder as per Ministry of Finance, Department of Expenditure (PP Division ) O.M dated 19.07.2011.
2. This issue with the concurrence of Ministry of Finance (Expenditure) vide ID No.31/1/2012-PPD dated 22.01.2014.

( H K Sharma )
DDG(Proc)

Distribution:-
1. All Office/Department of MHA.
2. Shri M Raman, IAS(Retd), 3/686, Sriram Layout, Cauvery Nagar, Kuppam Road, Kottivakkam, Chennai - 600041, Tamil Nadu.
3. Shri Sunil Verma, IA&AS(Retd), C-559, Defence Colony, New Delhi-110024.
4. PS to HM/PS to HS/PS to SS & FA/PS to AS(F)/PS to Dir(F/H).
5. Secretary, CVC, Satarkata Bhawan, A-Block, GPO Complex, INA, New Delhi – 110023.
7. Director IB/CBI New Delhi.
8. The Section Officer (IT), MHA, with the request to upload this order on the website of the Ministry immediately.