Sub: Proposal on Minimum Floor price for minimum wage based Manpower Outsourcing Service - regarding

Ref: 1. Govt. of India, Principal Accounts Office (Admn.) Ministry of Housing and Urban Affairs, Nirman Bhawan, New Delhi’ Office Memorandum dated 19.01.2023
2. Director, Category Management, Govt. E-Market Place (GeM)’s E-mail dated 10.01.2023
3. Govt. of India, Ministry of Finance, Department of Expenditure, Procurement Policy Division, North Block New Delhi’s Office Memorandum dated 6th January, 2023

With regard to the above, kindly find attached the Office Memorandum dated 19.01.2023 received from, Senior Accounts Officer, Principal Accounts Office (Accmn.), Ministry of Housing and Urban Affairs, Nirman Bhawan, New Delhi, E-mail dated 10.01.2023, received from Director, Category Management, GeM and Office Memorandum dated 6th January, 2023, received from Director (PPD), Govt. of India, Ministry of Finance, Department of Expenditure, Procurement Policy Division, North Block, New Delhi, which are self explanatory, for information and further necessary action/compliance.

This issues with the approval of Competent Authority.

संलग्न: उपरोक्तानुसार
No. D-13020/PrAO/HUA/GeMAdmin/2022-23/ 5545-46 Date: 9.01.2023

OFFICE MEMORANDUM

Subject: Proposal on Minimum Floor price for minimum wage based Manpower Outsourcing Service - reg.

Reference is invited to Director GeM email, dated 10.01.2023 (copy enclosed) and Ministry of Finance, Department of Expenditure Procurement Policy Division's OM No. F.6/1/2023-PPD dated 06.01.2023 (copy enclosed), regarding increasing the Minimum Service Charges for Manpower Outsourcing Services.

2. GeM Director - Category Management has informed that GeM has increased the minimum service charges from 0.85% to 3.85% in CMS for all commission based service for manpower outsourcing. In case if Central buyers wish to increase the minimum service charge beyond 3.85% (upto 7% as per the MoF DoE OM No.F.6/1/2023-PPD dated 06.01.2023), they may continue to do so by adding the condition in the ATC. As of now feature for setting Minimum Floor Price through system for these services will not be available to central buyers as this feature is still under development. Further, GeM is also working to communicate about change to existing service providers of relevant categories through bulk notification, & publish this on the Buyer & Seller dashboard.

3. This issues with the approval of Competent Authority.

(Jyoti Vinod)
Sr. Accounts Officer

To,

1. All GeM Stakeholders aligned with MoHUA
2. SO (IT) Cell for uploading the OM on e-office Notice Board

Encls: As above.
Proposal on Minimum Floor price for minimum wage based Manpower Outsourcing Service

From: Ayush Aggarwal <ayush.aggarwal@gem.gov.in>  
Subject: Proposal on Minimum Floor price for minimum wage based Manpower Outsourcing Service  
To: ayush.agarwal@gem.gov.in  
Cc: Sourav Banerjee <srtech-exec@gem.gov.in>  
Reply To: Ayush Aggarwal <ayush.aggarwal@gem.gov.in>

Dear Sir/Madam (in bcc),

Please refer the attached OM from DoE regarding increasing the Minimum Service Charges for Manpower Outsourcing Services. We have increased the minimum service charges from 0.85% to 3.85% in CMS for all commission based service for manpower outsourcing. In case if Central buyers wish to increase the minimum service charge beyond 3.85% (upto 7% as per the OM), they may continue to do so by adding the condition in the ATC. As of now feature for setting Minimum Floor Price through system for these services will not be available to central buyers as of now as this is under development.

We are also working to communicate about change to existing service providers of relevant categories through bulk notification, & publish this on the Buyer & Seller dashboard.

Please cascade to the concerned buyers in respective organizations.

Thanks,
Ayush Aggarwal
Director, Category Management
Government E Marketplace
No.F.6/1/2023-PPD
Government of India
Ministry of Finance
Department of Expenditure
Procurement Policy Division

264 C, North Block, New Delhi.

OFFICE MEMORANDUM

Subject: Proposal on Minimum Floor price for minimum wage based Manpower Outsourcing Service.

The undersigned is directed to refer to Government e-Marketplace (GeM) OM No. 9/JS&ACEO/2022 dated 22.12.2022 regarding the subject cited above and to say as under:

a. The minimum service charges in the procurement of Manpower Outsourcing Service may be fixed as 3.85% (3% profit plus transaction charges, which are 0.85% at present) as proposed by GeM.

b. The procuring entities can also fix the service charge above 3.85% with proper justification on file, wherever required. However, such charges should not exceed 7% (including transaction charges) in any case.

c. Least Cost System (LCS) may be considered for procurement, wherever appropriate, especially in high value cases.

2. This issues with the approval of Finance Secretary.

(Kanwalpreet)
Director (PPD)
Tel.No. 2309 3811
e-mail: kanwal.irs@gov.in

To

Shri Prashant Kumar Singh,
Chief Executive Officer,
Government e-Marketplace,
2nd Floor, Jeevan Bharati Building,
Janpath, New Delhi.
e-mail: ceo-gem@gov.in