

GOVERNMENT OF ODISHA  
FINANCE DEPARTMENT

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No. 7460 / F  
FIN-COD-RULE-0002-2018

Date 04.03.2025

OFFICE MEMORANDUM

**Sub.: Amendment of Delegation of Financial Power Rule, 1978**

In order to ensure greater efficiency and transparency, the State Government have been pleased to make following amendments to Delegation of Financial Power Rules, 1978 with immediate effect.

(A) Sub rule (1) of Rule 12 shall be substituted by the following provision.

"Subject to sub-rules (2), (3) and (4) and the provisions of Odisha General Financial Rules governing procurement of goods, procurement of consultancy services and outsourcing of services; the power of approval and sanction of expenditure of Administrative Departments and Heads of Departments shall be as follows.

Authority	Goods	Consultancy services	Outsourcing of services
Head of Department	Upto ₹ 10 Cr.	Upto ₹ 1 Cr.	Upto ₹ 1 Cr.
Secretary of Administrative Department	Upto ₹ 20 Cr.	Upto ₹ 3 Cr.	Upto ₹ 3 Cr.
Hon'ble Minister of Administrative Department	Upto ₹ 50 Cr.	Upto ₹ 10 Cr.	Upto ₹ 10 Cr.
Hon'ble Chief Minister	Upto ₹ 100 Cr.	Upto ₹ 100 Cr.	Upto ₹ 100 Cr.
Cabinet	Above ₹ 100 Cr.	Above ₹ 100 Cr.	Above ₹ 100 Cr."



(B) Sub rule (3) of Rule 12 is substituted by the following provision.

"For exercise of powers under sub-rule (1), procurement committees shall be constituted and functioning at Administrative Department and Head of Department levels as given below.

	Procurement of Goods	Procurement of Consultancy Services	Outsourcing of Services
Head of Department Level Procurement Committee	<p>1. A senior officer of that office as Chairperson, FA- cum- CAO or Accounts Officer of that office, a representative of Directorate of Export Promotion and Marketing and a representative of concerned Administrative Department concerned not below the rank of Deputy Secretary.</p> <p>2. The Committee shall scrutinize procurement proposals of value exceeding ₹ 25 Lakh and make necessary recommendations through signed minutes.</p> <p>3. Where procurement value is upto Rs. 10 Cr., Head of Department will take suitable decision regarding its approval.</p> <p>4. Where procurement value exceeds Rs. 10 Cr., Head of Department shall forward the case with his</p>	<p>1. A senior officer of that office as Chairperson, FA- cum- CAO or Accounts Officer of that office, a representative of Administrative Department concerned not below the rank of Deputy Secretary and a Domain Expert (optional).</p> <p>2. The Committee shall scrutinize procurement proposals of value exceeding ₹ 5 Lakh and make necessary recommendations through signed minutes.</p> <p>3. Where procurement value is upto Rs. 1 Cr., Head of Department will take suitable decision regarding its approval.</p> <p>4. Where procurement value exceeds Rs. 1 Cr., Head of Department shall forward the case with his</p>	<p>1. A senior officer of that office as Chairperson, FA- cum- CAO or Accounts Officer of that office, a representative of Administrative Department concerned not below the rank of Deputy Secretary and a Domain Expert (optional).</p> <p>2. The Committee shall scrutinize procurement proposals of value exceeding ₹ 5 Lakh and make necessary recommendations through signed minutes.</p> <p>3. Where procurement value is upto Rs. 1 Cr., Head of Department will take suitable decision regarding its approval.</p> <p>4. Where procurement value exceeds Rs. 1 Cr., Head of Department shall forward the case with his</p>

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	comments to the Administrative Department for suitable decision regarding its approval.	comments to the Administrative Department for suitable decision regarding its approval.	comments to the Administrative Department for suitable decision regarding its approval.
Administrative Level Procurement Committee	<p>1. Secretary or Special Secretary of the Administrative Department as Chairperson, a representative each of Finance Department, Law Department and Directorate of Export Promotion &amp; Marketing, concerned Head of Department and Financial Advisor of the Administrative Department concerned as Member- Secretary.</p> <p>2. The Committee shall consider procurement proposals exceeding ₹ 10 Cr. forwarded by the concerned Head of Department and recommend the case, if found acceptable, to Competent Authority, as per Rule 12 (1), to take a suitable decision regarding its approval.</p>	<p>1. Secretary or Special Secretary of the Administrative Department as Chairperson, a representative each of Finance Department and Law Department, concerned Head of Department, a Domain Expert (optional) and Financial Advisor of the Administrative Department concerned as Member- Secretary.</p> <p>2. The Committee shall consider procurement proposals exceeding ₹ 1 Cr. forwarded by the concerned Head of Department and recommend the case, if found acceptable, to Competent Authority, as per Rule 12 (1), to take a suitable decision regarding its approval.</p>	<p>1. Secretary or Special Secretary of the Administrative Department as Chairperson, a representative each of Finance Department and Law Department, concerned Head of Department, a Domain Expert (optional) and Financial Advisor of the Administrative Department concerned as Member- Secretary.</p> <p>2. The Committee shall consider procurement proposals exceeding ₹ 10 Cr. forwarded by the concerned Head of Department and recommend the case, if found acceptable, to Competent Authority, as per Rule 12 (1), to take a suitable decision regarding its approval.</p>

**Explanation:** If any Administrative Department goes for procurement of goods (above ₹ 25 Lakh and below ₹ 10 Cr.), procurement of consultancy services (above ₹ 5 Lakh and below ₹ 1 Cr.) and outsourcing of services (above ₹ 5 Lakh and below ₹ 1 Cr.) at the Department level, recommendation of Department Level Procurement Committee shall be required."

(C) Note-3 to sub-rule (3) of Rule-12 shall be substituted by the following provision.

"**Note-3:** Preferences, relaxations, concessions and special dispensations in purchase of goods from local Micro and Small Enterprises are to be regulated as per guidelines issued by MSME Department from time to time".

(D) Following new Note after Note-3 to sub-rule (3) of Rule-12, shall be added.

"**Note-4:** For procurement of goods upto ₹ 25 Lakh, procurement of consultancy services upto ₹ 5 Lakh and outsourcing of services upto ₹ 5 Lakh at Administrative Department level or Head of Department (HoD) level, recommendation of Department Level / HoD Level Procurement Committee is not required. In such cases, procurement can be done with approval of Secretary of the Department or Head of Department or of any other competent authority, as the case may be."

(E) Clause (4) of Sl. No. 7 pertaining to "Law Charges" under Annexure C (Decretal dues) to Rule 10 is substituted by the following.

"Subject to budget provision, Administrative Department shall have full powers to sanction funds in the following cases without requiring prior approval of Finance Department.

- i. Decree issued by competent civil court in land acquisition matters
- ii. Arbitral awards pertaining to works contract"

By order of the Governor



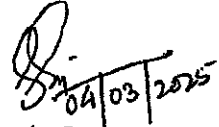
(Saswata Mishra) 04.03.2025

Principal Secretary to Government

Memo No. 7461 /F

Date 04.03.2025

Copy forwarded to P.S. to Hon'ble Chief Minister for kind information of Hon'ble Chief Minister.

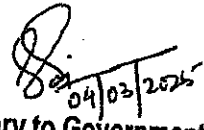
  
04/03/2025

Under Secretary to Government

Memo No. 7462 /F

Date 04.03.2025

Copy forwarded to OSD to Chief Secretary / OSD to DC-cum-ACS to Government / P.S. to Principal Secretary, Finance Department for kind information of Chief Secretary / DC-cum-ACS / Principal Secretary, Finance Department.

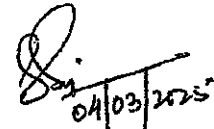
  
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Under Secretary to Government

Memo No. 7463 /F

Date 04.03.2025

Copy forwarded to P.S. to Additional Chief Secretary to Government/ P.S. to Principal Secretary to Government/ P.S. to Commissioner-cum-Secretary to Government/ P.S. to Secretary to Government (All Departments) for kind information of Additional Chief Secretary to Government/ Principal Secretary to Government/ Commissioner-cum-Secretary to Government/ Secretary to Government (All Departments).

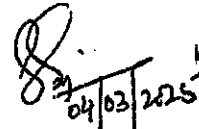
  
04/03/2025

Under Secretary to Government

Memo No. 7464 /F

Date 04.03.2025

Copy forwarded to Secretary, OLA / Accountant General (A & E), Odisha, Bhubaneswar / Accountant General (G & SSA), Odisha, Bhubaneswar / Accountant, General (E & RSA), Odisha, Bhubaneswar / Deputy Accountant General (Works), Odisha, Puri / Advocate General, Odisha, Cuttack / All Financial Advisors / All Assistant Financial Advisors / Director, Gopabandhu Academy of Administration, Bhubaneswar / Principal, Short Hand and Type Writing Institute, Bhubaneswar for information and necessary action.

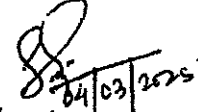
  
04/03/2025

Under Secretary to Government

Memo No. 7465 /F

Date 04.03.2025

Copy forwarded to All Heads of Departments / All Revenue Divisional Commissioners / All Collectors / All SPs / All Financial Advisors / All Assistant Financial Advisors / All Treasury Officers / All Special Treasury Officers / All Sub-Treasury Officers for information and necessary action.

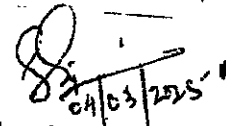


Under Secretary to Government

Date 04.03.2025

Memo No. 7466 /F

Copy forwarded to Commissionerate of CT & GST, Odisha / Directorate of Treasuries & Inspection, Odisha / Odisha Sales Tax Tribunal / Directorate of Local Fund Audit, Odisha / Controller of Accounts, Odisha / Madhusudan Das Regional Academy of Financial Management, Odisha for information and necessary action.

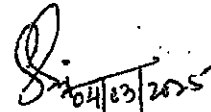


Under Secretary to Government

Date 04.03.2025

Memo No. 7467 /F

Copy forwarded to all Officers / all Branches of Finance Department for information and necessary action.



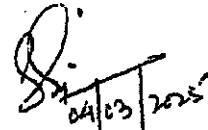
Under Secretary to Government

Date 04.03.2025

Memo No. 7468 /F

Copy forwarded to Shri Tapan Kumar Pattanaik, Sub-Nodal Officer (E-Gazette), FID, Finance Department for information and necessary action.

It is requested to hoist this Office Memorandum in the website of Finance Department (<https://finance.odisha.gov.in/>).



Under Secretary to Government

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