

800001/ADM/P/2303/E8

11 Jan 2013

Shri Arvind Mittal
Regional Chairman
Southern (N) Region
M/s Mangala Amit Engineering Co.
140, Shubham Farm,
Pai Road, Jodhpur - 342 001

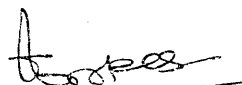
Shri M Ramamoorthy
Regional Chairman
Southern (S) Region
M/s N Muswamy Naidu
312/50, CTH Road,
Avadi, Chennai - 54

e-PAYMENT

Dear Sir(s),

1. Reference this office letter No.800001/ADM/P/2303/E8 dated 15 Oct 2012.
2. As you are aware that based on the instructions issued by central vigilance commission, PCDA/CDA's have emphasised to switch over to e-payment mode of payments to the contractor and e-receipts system to ensure transparency and to avoid unwarranted delays in Government transactions since such delays may lead to opportunities for corruption and also result into delay in getting the refunds from tax deptt.
3. During last few years, tremendous progress has been made by the banking sector in computerisation including net-working of branches, making it possible to do e-banking by making use of facilities like electronic clearing system (ECS) and electric fund transfer (EFT) etc. These facilities are available in most of the banks including State Bank of India as well as in private banks. A large number of corporates including public sector undertaking is already making e-payment to contractors/vendors and their employees instead of making payments by issue of cheques. Implementation of the e-payment system entails obtaining a mandatory ECS mandate from all the contractors, which will contain their bank account and other details.
4. Now, E-in-c's Branch has issued directions for switching over to e-payment mode of payment and has made it clear that no payment to the contractors shall be made through cheque after 01 Apr 2013 and all the payment shall be made through e-payment only. You are, therefore, requested to approach all the contractors under your area to submit their mandate form in this regard for receiving the e-payment to the concerned GEs where the contractors are working to enable the Deptt. to follow the policy instructions in its true spirit.

Yours faithfully,


(SK Gupta)
Dir (Contracts)
for Chief Engineer

Copy to:-

President MES BAI

807-808, Sahyog 58, Nehru Place,

- for information & similar necessary