



MoF/DNP/PMDD-05/2021-2022/ 1367

May 19, 2022

Notification

Subject: Aligning procurement and budget cycle

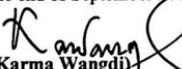
It has been observed that there is a mismatch between the procurement and the budget cycle, and the procuring agencies are inviting the tenders for annual procurement before the approval of the budget leading to:

1. Award of contracts without confirmed budget availability under specific OBC
2. Incorrect reporting of government spending, as the tenders are created using "own fund" rather than the capital/recurrent budget in the electronic government procurement (e-GP)

Therefore, to align the procurement and budget cycle, the procuring agencies are requested to abide by the following:

1. Consolidate and finalize the item list and the estimated quantity, in consultation with all the regional offices within the Dzongkhag by the end of July 2022
2. Prepare and publish the tenders in the e-GP under appropriate budget heads by the end of August 2022
3. Open, Evaluate, Award, and sign the contract by the end of September 2022

Henceforth, the procurement cycle will be from October - September. The procuring agencies are to initiate the procurement only after the approval of the budget. However, for the current cycle, the procuring agencies are advised to extend the existing annual framework contracts till the end of September 2022.


(Karma Wangdi)
Offtg. Director General

Copy to:

1. The Auditor General, Royal Audit Authority, Thimphu for information
2. All Government Secretaries, Dzongdags, Thrompons, Head of Autonomous Bodies, Drungpas and Gups for information
3. All Procurement Officers for implementation