

**FINANCE SECRETARIAT  
NOTIFICATION**

**NO. FD 130 EXP-12 2015, BENGALURU, Dated: 8TH September 2015**

In exercise of the powers conferred by sub-section (1) of Section 25 of the Karnataka Transparency in Public Procurements Act, 1999 (Karnataka Act 29 of 2000) the Government of Karnataka hereby makes the following rules further to amend the Karnataka Transparency in Public Procurement Rules, 2000, namely:-

- 1. Title and Commencement:-** (1) These rules may be called the Karnataka Transparency in Public Procurement (Amendment) Rules, 2015.  
(2) They shall come into force from the date of their publication in the Official Gazette.
- 2. Amendment of rule 25 :-** In the Karnataka Transparency in Public Procurements Rules, 2000 (herein after referred to as the said rules, in rule 25, in sub-rule (2),-  
(a) for the proviso and Explanation, the following shall be substituted namely :-

“Provided that for a period of five years 01-10-2014, Good manufactured by Micro and Small Enterprise located in the State shall be given fifteen percent price preference against the large and Medium Industries of the State and Industries of other States during Government Departments purchases, subject to the following conditions, namely :-

- (i) An enterprise shall be registered with the Director of Industries and Commerce, Government of Karnataka as a Micro and Small Enterprises, under Micro Small and Medium Enterprises Development Act, 2006, (Central Act 27 of 2006) ; and
- (ii) An enterprise shall produce a certificate obtained from the said authority certifying that it is a Micro and small Enterprises.

(b) after clause (e), the following shall be inserted, namely :-  
“(f) in a tender where the tenderers are both from the State of Karnataka as well as from outside the State of Karnataka, the Sales Tax/Vat shall be excluded for the evaluation of the price.”

- 3. Amendment of rule 26:-** In rule 26 of the said rules, after sub rule (4), the following shall be inserted, namely :-

“(5) Micro and Small Enterprises registered with NSIC under a single point vendor registration scheme, shall be facilitated by providing tenders sets free of cost, exempting from payment of Earnest Money Deposit during purchases by all Government Department and State owned PSUs.”

By Order and in the name of the Governor of Karnataka

**N.B. GIRIJAPPANAVAR**  
Under Secretary to Government  
Finance Department  
(Procurement Cell)