

FINANCE DEPARTMENT
Government of National Capital Territory of Delhi
4th Level, B-Wing, Delhi Secretariat, I.P. Estate, New Delhi

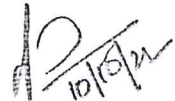
F.No.47/3/2021-AC/3218-3271

Dated: 10/10/2022

ENDORSEMENT

The copy of under mentioned Office Memorandum is forwarded herewith for information and necessary action to the following:

1. All Head of Department, Govt. of NCT of Delhi
2. Joint Director (Budget), Finance Department, Govt. of NCT of Delhi.
3. Dy. Controller of Accounts (Accounts), Principal Accounts Office, Govt. of NCT of Delhi.
4. Guard File/Website of Finance Department.


(P.V.S.S. SUBBA RAO)
JOINT SECRETARY (FINANCE)

NAME OF MINISTRY/ DEPARTMENT	OM NO. & DATE	SUBJECT
Department of Expenditure, Ministry of Finance, Government of India	F.No.1/(33)/PFMS/ 2022 dated 14.09.2022	Release of funds under the Centrally Sponsored Schemes (CSS) - Procedure regarding return of the Central share released to the State treasury but not released further to the SNA account within the stipulated time frame to the Consolidated fund of India
Department of Expenditure, Ministry of Finance, Government of India	F.No.1/(33)/PFMS/ 2022 dated 28.09.2022	Revised procedure for flow of funds under Centrally Sponsored Schemes - updates in PFMS - reg

169/C

F. No. 1/ (33)/PFMS/2022
Government of India
Ministry of Finance
Department of Expenditure

North Block,
New Delhi, 28th September, 2022

OFFICE MEMORANDUM

Subject: Revised procedure for flow of funds under Centrally Sponsored Schemes – updates in PFMS – reg.

The undersigned is directed to refer to this Department's OM No 1(13)/PFMS/FCD/2020 dated 23rd March, 2021 regarding the revised procedure for flow of funds under Centrally Sponsored Schemes. References from various Departments/Ministries have been received in this Department regarding the issues arising due to validation check in PFMS, incorrect data in PFMS reports etc. in implementing the revised procedure.

2. In this regard it is informed that following updates have been introduced in PFMS to address the various issues raised by Departments/Ministries and the State Governments –

- i. Departments/Ministries are facing the issue of validation check due to a mismatch between the 'minor head' used by Ministries/Departments in releasing funds to the State treasury and the 'minor head' used by the States to transfer funds from treasury to the SNA account. To address the issue, a utility has been developed in PFMS to map the State's heads of account with the Central heads of account, thereby avoiding invoking of minor head related validation check. Departments/Ministries are requested to take up the matter with States to fill in the requisite mapping information in the utility. It is requested to complete this exercise by 15th October, 2022.
- ii. In few CSS, Departments/Ministries have adopted different Central-State sharing ratios across components. As the SNA reports capture data SLS wise, the 'State share' data in the reports reflect the average of State share of all components in that SLS. This anomaly has also resulted in invocation of validation check while release of funds under some components. To address this issue the sanction module has been revised to mandatorily capture SLS wise breakup of all CSS sanctions. Departments/Ministries are requested to take up the matter with the States to have component wise State linked schemes, SNAs and heads of accounts. Alternatively, the Department may standardize the fund sharing ratio for all components of a scheme.
- iii. To modify the incorrect sharing ratio, if any, a facility to edit Centre-State share ratio of SLS has been provided in PFMS. The State Scheme Manager can now make necessary corrections in the Centre-State Share ratio and forward the same to Program Division of the concerned Ministry/Department for approval.

3. It is requested that the above functionalities may be utilized to ensure correct flow of information to PFMS and eliminate constraints, if any, in the release of funds. Request for

training sessions, if required, for these functionalities may be sent to PFMS division, O/o CGA.

4. This issue with the approval of the Competent Authority.

Prateek k Singh
28/9/22
(Prateek Kumar Singh)
Director
Tel. No. 23094961

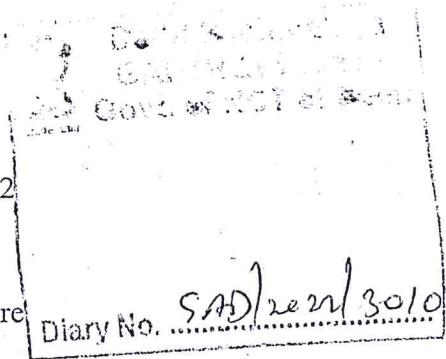
To

1. Secretaries of all Ministries/Departments of the Government of India.
2. Chief Secretaries of all States/Union Territories.
3. Principal Secretary Finance of all States/Union Territories.
4. Principal Secretaries/Secretaries of all State Government Departments.
5. All Financial Advisors of Ministries/Departments of the Government of India.
6. All Pr. CCAs/ CCAs/ CAs(IC) of Ministries/Departments.

Copy for information to:

1. Sr.PS to Addl. CGA (PFMS Div.)
2. Jt.CGAs (Rollout/TRBR/DBT)
3. All PFMS State Directorates.
4. Sr.AOs/AO/AAO, PFMS (Roll-out).
5. Sr. AO(Technology) with request to upload on PFMS Website.

167/C



F. No. 1/(33)/PFMS/2022
Government of India
Ministry of Finance
Department of Expenditure

North Block,
New Delhi, 14th September, 2022

OFFICE MEMORANDUM

Subject: Release of funds under the Centrally Sponsored Schemes (CSS) - Procedure regarding return of the Central share released to the State treasury but not released further to the SNA account within the stipulated time frame to the Consolidated Fund of India.

The undersigned is directed to refer to this Department's OM No. 1/(33)/PFMS/2022 dated 20th May, 2022 and 7th July, 2022 and Finance Secretary's DO of even No. dated 29th August, 2022 regarding return of central share of funds released to a State/UT during a Financial Year (FY) under a Centrally Sponsored Scheme (CSS) but not released further from the State treasury to the SNA account within a stipulated time frame to the Consolidated Fund of India (CFI).

2. As a onetime relaxation, the deadline for transferring the Central share of funds before April 1, 2022 to the SNA account was extended to 20th July, 2022. It has now been decided that the deadline of 20th July, 2022 will not be extended further and the same has been communicated to the State Governments vide Finance Secretary's DO letter dated 29th August, 2022. Therefore, the Central share received by a State under a CSS before April 1, 2022 but not released further from the State treasury to the concerned SNA account by 20th July, 2022 should be returned to the CFI through RBI advice. Further, the amount released from the State treasury to the SNA account till 20th July, 2022 may be used by the SNA in 2022-23 without the need for any revalidation.

3. The Central share to be returned to the CFI by the States/UTs with legislature in compliance of para 2 above shall be booked in the Central Government accounts as recovery (reduction of expenditure) under the following heads -

Major Head: 3601-Grant-in-aid to States (in case of States)

Major Head: 3602-Grant-in-aid to UT with Legislature (in case of UTs with Legislature)

Classification Sub-Major Head onwards shall be similar for both the Major heads as detailed below -

Sub-Major Head: 06-Centrally Sponsored Schemes

Minor Head: 913 - Deduct-Recovery of unspent balance of grant-in-aid from States/UTs

JS (Budget)

22/9/2022

JS (Policy)

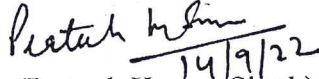
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CA No (PFMS)

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Sub-Head: 01 – Recovery on account of non-transfer of amount by the States to the SNAs under CSS
Detailed Head: 00 (Default)
Object Head: 70 – Deduct Recoveries

4. Remitting of such Central share of funds received before April 1, 2022 but not released further to the SNA account by 20th July, 2022 to the CFI shall be done by 30th September, 2022 failing which the same may be deducted from future releases along with interest.


14/9/22
(Prateek Kumar Singh)
Director
Tel. No. 23094961

To

1. Secretaries of all Departments/Ministries, Government of India
2. Chief Secretaries of all States/UTs with Legislature
3. Financial Advisers of all Ministries of Government of India
4. Addl. CGA (PFMS), O/o CGA, INA, New Delhi