TOP PRIORITY

GOVERNMENT OF PUDUCHERRY
DIRECTORATE OF ACCOUNTS & TREASURIES

No.DAT/B&A/CSS/PFMS/2021-22/ 168 Puducherry, dated: 11/02/2022.

I. D. NOTE / MEMORANDUM

Sub: DAT – Recovery of interest/other earnings on unspent balances lying with the implementing agencies – Reg.

Ref: 1. O.M.No.F.No.17(1)-B(PD)/2021-NTR, dated 24.06.2021 of the Ministry of Finance, Department of Economic Affairs (Budget Division), New Delhi;
2. F.No.15020/32/2021-Plg.Cell, dated 19.01.2022 of the Ministry of Home Affairs, UT-Division, Planning Cell, New Delhi;
3. I.D.Note No.G.48/2021-22/F1(B), dated 27.01.2022 of the Budget Section, Finance Department, Puducherry.

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A copy of I.D. Note issued by the Budget Section of Finance Department, Puducherry along with the letter issued by the Ministry of Home Affairs, New Delhi and O.M. issued by the Ministry of Finance, Department of Economic Affairs (Budget Division), New Delhi, is enclosed herewith.

2. The Ministry of Finance, New Delhi has observed vide reference 1st cited that releases to various schemes/projects by the Ministries/Departments of GOI have to be restricted/rationalized keeping in view the unspent balances and interest lying with the Implementing Agencies without adversely affecting the smooth implementation of schemes/projects and the principle of 'just in time' release should be applied for releases in all respects to the extent possible. Further, as per Rule 230(8) of GFR, 'All interest and other earnings against Grants-in-aid released to any grantee institution should be mandatorily remitted to the Consolidated Fund of India immediately after finalization of accounts and such advance should not be allowed to be adjusted against future releases.'

3. As such the Ministry of Finance, New Delhi has given instructions to all the PrCCAs/CCAs/CAs of various Ministries of GOI to review and to ensure recovery of interest/accrued income and unspent balances of discontinued/completed schemes and projects in a time bound manner.

4. In view of this, all the Heads of Departments implementing Centrally Sponsored Schemes/Central Sector Schemes are requested to comply with the above instructions of Ministry of Finance, New Delhi scrupulously to review the unspent balances and remit the interest/ accrued income and unspent balances of discontinued/completed schemes and projects to the Consolidated Fund of India as per Rule of 230(8) of GFR. A compliance report in this regard may be furnished to this Directorate urgently in order to submit the same to the Development Commissioner-cum-Principal Secretary to Govt. (Finance) to apprise the Ministries concerned.

//By Order of the Development Commissioner-cum-Principal Secretary to Govt.(Finance)//

(S. PRABAVADY)
DIRECTOR OF ACCOUNTS & TREASURIES

36/40

To

All Heads of Departments dealing with Centrally Sponsored Schemes/Central Sector Schemes, Puducherry.

Copy to

1. The Budget Officer, Finance Department, Chief Secretariat, Puducherry.
2. The Programmer, EDP Section, DAT, Puducherry. – with a request to upload this in the DAT Website.
3. The P.S. to Development Commissioner-cum-Principal Secretary to Govt.(Finance), Chief Secretariat, Puducherry.

DAT Complex, DAT Main Road, Rainbow Nagar, Puducherry – 605 001.
Phone:0413-2213313,2214651,2210652,2210155 Fax – 2211200
E mail: dat.pon@nic.in

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GOVERNMENT OF PUDUCHERRY
FINANCE DEPARTMENT
BUDGET SECTION

No.G.48/2021-22/F1(B) Dt.27.01.2022.

DIRECTORATE OF ACCOUNTS & TREASURIES
PUDUCHERRY
28 JAN 2022
2308

I.D.NOTE

Sub: FD (Budget) – Payment of unspent balance/interest **on CSS schemes under SNA account to the Consolidated Fund of India – Reg.**

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The letter received from Director (UT), UT-Division, Planning Cell, Ministry of Home Affairs dt.19th January, 2022 regarding payment of unspent balance/interest on CSS schemes under SNA account to the Consolidated Fund of India is enclosed herewith.

28/1/2022

2. **As directed by the DC-cum-Principal Secretary (Finance), it is informed that a circular may be communicated to the Heads of Departments dealing with CSS on calling of particulars on having SNA account as per the extant orders to repay the unspent balances and the recovery made on** interest/accrued income and that of unspent balances of discontinued/completed schemes and projects, if any, lying with Government of Puducherry as per Rule 230(8) of GFR, all interest and other earnings against GIA released to any grantee institutions should be mandatorily remitted to the Consolidated Fund of India immediately after finalization of accounts. A compliance report on this may be obtained from the concerned department urgently and submitted directly to DC-cum-Principal Secretary (Finance) with a copy to the undersigned.

3/1

27/01/22

(U. ILANGO)
BUDGET OFFICER.

To

The Director
Directorate of Accounts and Treasuries,
Puducherry.

F.No. 15020/32/2021-Plg. Cell
Government of India
Ministry of Home Affairs
UT-Division, Planning Cell
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OFFICE OF THE CHIEF SECRETARY
RECEIVED
19 JAN 2022
272/9
PUDUCHERRY

BO
Please speak
21/1

North Block, New Delhi,
Dated, the 14th January, 2022

To,

1 Secy(Fin)

The Chief Secretary
Govt. of Puducherry
Puducherry

37

Subject: Recovery of Interest /Other Earnings on unspent balances/lying with the Implementing Agency.

19/1

Sir,

I am directed to enclose herewith Department of Economic Affairs (MoF) OM No. 17(1)-B(PD)/2021-NTR dated 24.06.2021 on the subject mentioned above and to request to review the unspent balances and the recovery made on interest/ accrued income and that of unspent balances of discontinued/ completed schemes and projects, if any, lying with Govt. of Puducherry under Demand No. 58, Transfers to Puducherry.

21/1

2. In this regard, it is informed that as per Rule 230(8) of GFR, all interest and other earnings against Grants-in-aid released to any grantee institutions should be mandatorily remitted to the Consolidated Fund of India immediately after finalization of accounts. Such advance should not be allowed to be adjusted against future releases.

3. It is, therefore, requested to furnish action taken in the matter latest by 20.01.2022.

O/o. DC -Cum- Principal Secy. (Finance)
Chief Sectt. Puducherry - 001.
(Finance, Planning & Research, ECO & Stat, Commercial Tax, Excise, D.A.T)
Tapal / File No: 141/DC/2022
Received on: 20/01/2022
Despatched on: 21/01/2022

Encl: As above.

Yours faithfully,

(Praveen Kumar Rai)
Director(UT)
Tel. No. 23093265

(Fin)

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F. No. 17(1)-B(PD)/2021-NTR
Government of India
Ministry of Finance
Department of Economic Affairs
(Budget Division)
*****

Room No. 237, North Block,
New Delhi, the 24 June, 2021

OFFICE MEMORANDUM

Subject: Recovery of Interest/Other Earnings on unspent balances lying with the Implementing Agencies (IA)

Reference is invited for various guidelines issued by Ministry of Finance have issued guidelines from time to time regarding efficient cash management system in Central Government to avoid cash flow mismatch and reduce float in the system. Accordingly, releases to various Implementing Agencies (IA) have to be restricted/ rationalized keeping in view the unspent balances and interest lying with the Implementing Agencies without adversely affecting the smooth implementation of schemes/projects and the principle of "just in time" release should be applied for releases in all respect to the extent possible.

2. Non-Tax Revenue forms an important source of revenue for Government of India, and the interest on unspent balance being an indelible part of NTR receipts, such interest receipts need to be deposited in Consolidated Fund of India on timely basis and cannot be adjusted against future receipts. This is as per Rule 230(8) of GFR, ***"All interest and other earnings against Grants-in-aid released to any grantee institutions should be mandatorily remitted to the Consolidated Fund of India immediately after finalization of accounts. Such advance should not be allowed to be adjusted against future releases."***

3. It is therefore requested that the unspent balances lying with the Implementing agencies with the help of PrCCAs/CCAs/CAs are reviewed and recovery of interest/accrued income and that of unspent balances of discontinued/completed schemes and projects ensured in a time bound manner. The action taken may kindly be intimated to this office at the earliest.

4. This issues with the approval of Joint Secretary (Budget).

Parveen 24/6/21

(Parveen Singh)
Under Secretary (Budget)

To,
The FAs of Ministries and Departments(As per the list attached).