

No: Fin-A-C (17)-1/2021
Government of Himachal Pradesh
Finance (Budget) Department

From

The Principal Secretary (Finance) to the,
Government of Himachal Pradesh, Shimla-171002.

To

1. All the Administrative Secretaries to the Government of Himachal Pradesh.
2. All the Heads of Departments, Himachal Pradesh.

Dated Shimla-171002, the June 2nd, 2023

Subject: Revised procedure for flow of funds under Centrally Sponsored Schemes (CSS) – Delay in transfer of scheme funds from State Treasury to the SNA account.

Madam/Sir,

I am directed to invite your attention to this Department letter of even number dated 03-06-2022 vide which this department circulated OM No. 1/(33)/PFMS/2022 dated 20-05-2022 regarding transfer of central share to the SNA account in the same financial year. (Copy attached)

Attention is also invited to letter of even number dated 28-02-2023 and 10-05-2023 vide which Government of India's decision to charge interest @ 7% per annum on non-transfer of central share beyond 30 days was intimated and also clarified that the penal interest will be met from the budget of the concerned department (copy attached).

Now, Government of India vide Office Memorandum No. 1/(33)/PFMS/2022 dated 02-05-2023 (copy enclosed) has further intimated that the central share of funds received by the State Government during 2022-23 but not released further by the State treasury to the SNA account by 30th June, 2023 shall be returned along with interest (@7% p.a) to the Consolidated Fund of India through RBI advice.

Hence it is requested that all concerned under your control may be directed to adhere to this time line and ensure that the central release received in 2022-23 be released to the SNA account immediately. It is once again reiterated that, penal interest, if imposed due to delay in processing such cases, will be met from the budget of the concerned department and no additional funds will be provided for this purpose.

Yours faithfully,



(Pardeep Kumar)

Deputy Secretary (Finance) to the
Government of Himachal Pradesh
Contact No. 0177-2628506

PERSONAL ATTENTION

No: Fin-A-C (17)-1/2021
Government of Himachal Pradesh
Finance (Budget) Department

From

The Additional Chief Secretary (Finance) to the
Government of Himachal Pradesh, Shimla-171002.

To

- 1 All the Administrative Secretaries to the
Government of Himachal Pradesh.
- 2 All the Head of Departments,
Himachal Pradesh.

Dated Shimla-171002, the June 3, 2022

Subject: Revised procedure for flow of funds under Centrally Sponsored
Schemes.

Sir,

I am directed to refer to the subject cited above and to say that
Government of India had notified a new procedure for release of funds under Centrally
Sponsored Schemes (CSS) and linkage of the system with PFMS for effective
monitoring vide F.No. 1(13)PFMS/FCD/2020 dated 23-03-2021.

P1-4

In a series of various clarifications, the Director, Department of
Expenditure, Ministry of Finance, Government of India, New Delhi vide letter No.
1/(33)/PFMS/2022 dated 20-05-2022 (Copy enclosed) has clarified that funds received
under Centrally Sponsored Schemes from Government of India are required to be
transferred to the Accounts of concerned SNAs from State Treasury in the same
financial year failing which the funds will have to be returned to Consolidated Fund of
India through RBI advice. It has also been clarified by Government of India that the
amount released from State Treasury to the SNA account during the same Financial
Year can be utilized by the SNA in the next financial year without the need for any
revalidation.

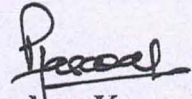
P. 63

.....Contd2

.....2.....

In view of these clarifications, you are requested to direct all the concerned to process the CSS cases on priority basis especially in the last quarter of financial year in order to avoid refund of funds received by the State.

Yours faithfully,



(Pardeep Kumar)

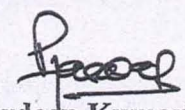
**Deputy Secretary (Finance) to the
Government of Himachal Pradesh
Contact No. 0177-2628506**

Endst No. Fin-A-C (17)-1/2021

Dated: Shimla 171002, the June 3, 2022

Copy for information and necessary action to:

1. The Adviser, Planning Department, Himachal Pradesh Secretariat, Shimla -- 171002.
2. The Section Officers, Finance [(Budget (G), Ways & Means, Expenditure (E & F) and Institutional Finance], Himachal Pradesh, Secretariat, Shimla-171002.



(Pardeep Kumar)

**Deputy Secretary (Finance) to the
Government of Himachal Pradesh**

9/c

-266-

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

North Block,
New Delhi, 20th May, 2022

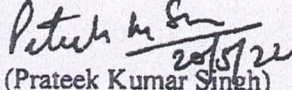
OFFICE MEMORANDUM

Subject: Revised procedure for flow of funds under Centrally Sponsored Schemes – Clarification sought by Department of Animal Husbandry and Dairying (DAHD) - reg.

The undersigned is directed to refer to the DAHD OM No. 41-04/2021-Budget (AHD) dated 28th April, 2022 regarding issue of revalidation of unspent balance with the States/UTs out of funds released during 2021-22.

2. The matter has been examined in this Department. It has been decided that the Central share 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 by the closing of the FY year (i.e. by 31st March), shall be returned to the Consolidated Fund of India (CFI) through RBI advice. However, the amount released from the State treasury to the SNA account during the same FY may be used by the SNA in the next FY without the need for any revalidation.

3. This issues with the approval of the Competent Authority.


(Prateek Kumar Singh)
Director
Tel. No. 23094961

To

1. All 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

No: Fin-A-C (17)-1/2021
Government of Himachal Pradesh
Finance (Budget) Department

—237—

From

Secretary (Finance) to the
Government of Himachal Pradesh, Shimla-2

To

1. All the Administrative Secretaries to the
Government of Himachal Pradesh
2. All the Heads of Departments.
Himachal Pradesh.

Dated: Shimla-2, the 28/02/2023

Subject: Revised procedure for flow of funds under Centrally Sponsored Schemes-
Transfer of Central and State share of funds to the Single Nodal Agency
(SNA) account and levy of interest for delay in such transfer.

Sir,

P. 233-236

I am directed to refer to the subject cited above and to say that the
Government of India, Ministry of Finance, Department of Expenditure vide OM No.1
(13)PFMS/FCD/2020 dated 23-03-2021 had notified a new procedure for release of funds
under Centrally Sponsored Schemes. Para-16 of the said Office Memorandum provides
that the Central Share and commensurate State share is to be transferred by the State
Government to the Single Nodal Agency's (SNA) account within 21 and 40 days
respectively of receipt of central share.

P. 235

Now, the above provision has been modified by the Government of India,
Ministry of Finance, Department of Expenditure vide F.No.1(13)/PFMS/2020 dated 16th
February, 2023 (Copy enclosed) to the extent that the State Government shall transfer the
Central share as well as the commensurate State share to the SNA account within 30 days
of receipt of Central share.

P-239

It has further been decided by the Government of India to charge interest
w.e.f. 01.04.2023 on the number of days of delay beyond 30 days in transfer of Central
share to the SNA account at the rate of 7% per annum. Necessary guidelines regarding
procedure for deposit of penal interest by the State Government concerned in the
Consolidated Fund of India will be issued by the PFMS, office of CGA.

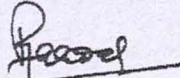
Contd/-

238-
!2!

In view of above, you are requested to issue necessary directions to all the concerned to process the cases of Centrally Sponsored Schemes on priority basis in order to avoid delay in transfer of funds to SNA account.

These instructions may be brought to the notice of all concerned for strict compliance.

Yours faithfully,



Deputy Secretary (Finance) to the
Government of Himachal Pradesh

F. No. 1(13)/PFMS/2020
Government of India
Ministry of Finance
Department of Expenditure

North Block,
New Delhi, 16th February, 2023

To

Chief Secretaries/Principal Secretaries (Finance): All States/UTs

Subject: Revised procedure for flow of funds under Centrally Sponsored Schemes – Transfer of Central and State share of funds to the Single Nodal Agency (SNA) account and levy of interest for delay in such transfer.

The undersigned is directed to refer to Para No. 16 of the revised procedure for release of funds under the Centrally Sponsored Schemes (CSS) issued vide this Department's letter No. 1(13)/PFMS/FCD/2020 dated 23rd March, 2021. It provides that the Central share and commensurate State share is to be transferred by the State Government to the Single Nodal Agency's (SNA) account within 21 and 40 days respectively of receipt of Central share.

2. In partial modification of the aforesaid provision in the guidelines, it has been decided by the competent authority that the State Government shall transfer the Central share as well as the commensurate State share to the SNA account within 30 days of receipt of Central share.

3. Further, it has been decided to charge interest w.e.f 01.04.2023 on the number of days of delay beyond 30 days in transfer of Central share to the SNA account at the rate of 7% per annum. PFMS division, O/o CGA will issue guidelines regarding procedure for deposit of penal interest by the State Government concerned in the Consolidated Fund of India.

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

Prateek Kumar Singh
16/2/23
(Prateek Kumar Singh)
Director
Tel. No. 23094961

Copy to:

1. Secretaries to the Government of India
2. Financial Advisers to the Ministries/Departments
3. Add. CGA (PFMS) with the request to develop facility in PFMS for calculation and deposit of interest and to issue detailed SoP in this regard.
4. All Pr. CCAs/CCAs of all Ministries/Departments

No: Fin-A-C (17)-1/2021
Government of Himachal Pradesh
Finance (Budget) Department

From

The Principal Secretary (Finance) to the,
Government of Himachal Pradesh, Shimla-171002.

To

1. All the Administrative Secretaries to the Government of Himachal Pradesh.
2. All the Heads of Departments, Himachal Pradesh.

Dated Shimla-171002, the May 10, 2023

Subject: Regarding procedure for flow of funds under Centrally Sponsored Schemes-Transfer of Central and State share of funds to the Single Nodal Agency (SNA) account and levy of interest for delay in such transfer.

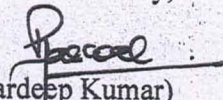
Sir,

I am directed to invite your attention to this Department letter of even number dated 28-02-2023 on the subject cited (copy attached for ready reference) above and to say that Government of India, Ministry of Finance, Department of Expenditure vide its letter No. 1(13)/PFMS/2020 dated 16-02-2023 has restricted the timeline for transfer of Central as well as State Share to the SNA account within 30 days from the receipt of Central Share. In case of delay, it has been decided by the Government of India to charge interest w.e.f. 01-04-2023 on the number of days of delay beyond 30 days in transfer of central share to the SNA account @ 7% per annum.

P.262-264
P.264 //

Hence it is requested that all concerned under your control may be directed to adhere to this time line. Penal interest, if imposed due to delay in processing such cases, will be met from the budget of the concerned department and no additional funds will be provided for this purpose.

Yours faithfully,



(Pardeep Kumar)

Deputy Secretary (Finance) to the
Government of Himachal Pradesh
Contact No. 0177-2628506

-2

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

North Block,
New Delhi, 2nd May, 2023
Finance - A-5
By No. 83
Date..... 23

OFFICE MEMORANDUM

Subject: Revised procedure for flow of funds under Centrally Sponsored Schemes (CSS) -
Delay in transfer of scheme funds from State treasury to the SNA account.

(Fin) The undersigned is directed to refer to the this Department's OM No. 1/(33)/PFMS/2022 dated 20th May, 2022 and OM No. 1/(13)/PFMS/2020 dated 16th February, 2023.

2. As per DOE's OM dated 20th May, 2022, the Central share released to a State/UT during a Financial Year (FY) under a CSS but not released further from the State treasury to the SNA account by the closing of the FY shall be returned to the Consolidated Fund of India (CFI) through RBI advice. A few Ministries have requested clarification on the applicability of the provisions of the said OM for the central share of funds released in 2022-23.

3. In this regard, it has been decided that the Central share of funds received by a State Government during 2022-23 but not released further by the State treasury to the SNA account by 30th June, 2023 shall be returned along with interest to the CFI by the State Government through RBI advice. The interest charged shall be as per DOE's OM No. 1/(13)/PFMS/2020 dated 16th February, 2023.

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

Prateek Kumar Singh
25/5/23
(Prateek Kumar Singh)
Director
Tel. No. 23094961

23
To

1. All 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