

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

Office of CCA, MoEF&CC
Dy. No. 753064
Date: 19.09.2022

O/o AS&FA (PP)
E-Office No. 753064
Date: 15.09.2022

An exercise maybe conducted to assess any such remittances still due from State Govts Report by 26th Sep. 2022. 49-1579

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19.09.2022
Sh. Kiamal
Sro. (ATG)

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.

Pateek Kumar Singh
14/9/22
(Pateek 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

Office of CGA, INA, New Delhi
E-Office No. 01/2022
Date: 14/9/22