

No. 1802/F3/FD/2023-24
Government of Puducherry
Finance Department

Puducherry, dt.10/07/2023

OFFICE MEMORANDUM

Sub: Incurring of Expenditure by Autonomous Bodies / Societies, etc. as per the Delegation of Financial Powers in their Rules & Regulations, Memorandum of Association, etc.

Ref: I. D. Note / O. M. No. 1802/FD/F3/2021-22, dated 21.02.2022 of the Finance Department, Government of Puducherry

Autonomous Bodies / Societies / Boards / PSUs / Corporations, established and funded by the Government, are distinct entities from the Government, and their employees are also not Government employees. The benefits given by the Government in respect of the Government employees as part of their service conditions are not directly applicable to the employees of such autonomous organizations. Autonomous Bodies / Societies / Boards / PSUs / Corporations are expected to run their day-to-day administration by duly adhering to their approved Rules & Regulations, Memorandum of Association, Bye-Laws, Guidelines, etc., and manage their affairs in such a fashion as to reduce the dependence on the Government for financial support, and eventually become financially self-sustaining.

2. Therefore, in complete supersession of the order cited under reference, Autonomous Bodies / Societies / Boards / PSUs / Corporations shall henceforth sanction / incur expenditures on Contingent / Miscellaneous Items, Engagement of Manpower on Contractual / Outsourcing basis, and Schemes / Works, by duly following the delegation of financial powers contained in their approved Rules & Regulations, Memorandum of Association, Bye-Laws, Guidelines, etc., without referring the proposals to Finance Department / Government if the delegation of financial powers doesn't require it, subject strictly to the following conditions:

(i) All expenditure shall be met out from within the existing budget allocation (Grant-in-Aid) and the internal revenue resources of the concerned Body, without seeking any additional funds/grants from the Government.

(ii) Any proposal that requires additional funds over and above the funds allocated in the Budget or beyond their means of funding shall require the concurrence of the Finance Department and approval of the Government. Proposals that violate this condition would be void *ab initio*.

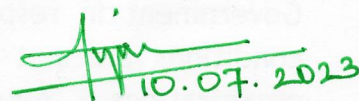
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(iii) The provisions of GFR, DFPR, Procurement Manuals of Department of Expenditure (Ministry of Finance, Government of India), CVC Guidelines, and orders of the Government of Puducherry, shall be strictly complied with, while incurring any expenditure.

(iv) All financial rules and practices followed in the Autonomous Bodies / Societies / Boards / PSUs / Corporations, shall be in conformity with (and in no case, shall exceed or counter) those existing in the Government of Puducherry. Pending the amendment of the Rules & Regulations, Memorandum of Association, or Bye-Laws to ensure this, the financial rules and practices existing in the Government of Puducherry shall apply *mutatis mutandis* to all Autonomous Bodies / Societies / Boards / PSUs, etc.

//By Order//



(Arjun Ramakrishnan)
Under Secretary (Finance)

All Secretariat Departments

All Heads of Departments

All Heads of Autonomous Bodies / Societies / Boards / Corporations / PSUs

All Senior Accounts Officers / Junior Accounts Officers