

No. 1802/FD/F3/2021-22
Government of Puducherry
Finance Department

Puducherry, dt.21/02/2022

ID NOTE/OFFICE MEMORANDUM

Sub: Processing of proposals having financial implications for the Government - Instructions.

It has come to notice that various Government Departments/ other entities are issuing orders having financial implications for the Government, without even consulting the Finance Department. In this context, attention is drawn to the provisions under Rule 7(2)(a), Rule 7 (2) (b), Rule 7(2)(d), and Rule 28 of the Rules of Business of the Government of Puducherry that mandate prior concurrence of the Finance Department before issuing any order involving any abandonment/ assignment of Revenue or otherwise have a recurring/non-recurring financial implication for the Government. This would even cover cases where no explicit expenditure is involved, such as that flowing from a contingent liability created on the Government from a explicit/implicit guarantee.

2. The Administrative Departments/ other Government entities, including Societies/Boards/PSUs, shall therefore ensure that prior concurrence of the Finance Department is taken before issuing any orders that involve additional levy and reduction/abolition/assigning of revenue - tax/non-tax proposals, fixation of fees/ other charges, etc. which will create financial implications for the Government. Accordingly, all PPP projects would also need prior Finance concurrence since they create long-term financial commitment on behalf of the Government. The only exception would be cases where the financial powers are explicitly delegated by the Finance Department or where a Society/ Board/ PSU is financially self-sufficient and does not needs any grant-in-aid or other financial support from the Government.


(Prashant Goyal)

Principal Secretary(Finance)

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(A) For information and compliance to:

1. All Administrative Secretaries
2. All Heads of Departments/Offices
3. All SAOs/JAOs

(B) For information to:

1. Secretary to Lt. Governor
2. P.S. to the Chief Secretary