

GOVERNMENT OF PUDUCHERRY
FINANCE DEPARTMENT
(WAYS & MEANS)

No.2-2/FD (W&M)/2022-23

Puducherry, the 4th February, 2023.

CIRCULAR

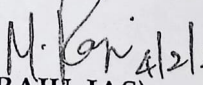
Sub: Finance Department (W&M) – Maintenance of separate Savings Bank Accounts by Drawing and Disbursing Officers for outside recoveries – Instructions – Issued.

The Drawing and Disbursing Officers (DDOs) of this Union Territory are maintaining a separate Savings Bank Account to park the funds recovered from the salary of its employees other than the Government for payment of outside recoveries like LIC premium, Credit Co-operative Societies etc.

2. It has come to the notice of the Finance Department that due to delay in the encashment of cheques by the Institutions concerned, the said accounts are earning some interest. Further, it is learnt that these accrued interest are being utilized by the DDOs concerned towards routine nature of expenditure without the approval of the Finance Department which is against the financial discipline.

3. Therefore, all the DDOs shall be directed to remit the accrued interest earned on the Salary account immediately into the Government Account under the Head of Account "0049-Interest Receipts -04-Interest Receipts of State/ UT Governments - 110-Interest realized on Investment of Cash balances". Further, henceforth, all the DDOs shall be directed to credit the accrued interest into the Government Account at the end of the financial year concerned.

4. A compliance report in this regard shall be furnished to this department.


(M. RAJU, IAS)

Commissioner-cum-
Secretary to Government (Finance)

To

All Drawing and Disbursing Officers, Puducherry / Karaikal / Mahe / Yanam.

Copy to:

1. The Director of Accounts & Treasuries, Puducherry
2. PS to Commissioner-cum-Secretary (Finance).