

**GOVERNMENT OF PUDUCHERRY
CHIEF SECRETARIAT
FINANCE DEPARTMENT
(Budget Section)**

No.G.24011/2/2017-18/F1(B)

Puducherry, dated: 03.08.2018

CIRCULAR

Sub: Finance Department (Budget) – Expenditure management –
Instructions – Issued.

The Lt. Governor, Puducherry, while according assent to the Appropriation Bill (No.II) 2018 (Bill No. 3 of 2018), has directed that the following instructions on expenditure management be strictly complied with by all Administrative Departments / Autonomous Bodies / PSUs / Boards / Societies etc. :-

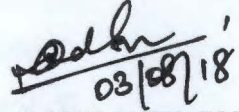
- i). The implementation of any new announcements shall be strictly subject to availability of funds / resources either through additional resource mobilization (ARM) or matching savings.
- ii). The delegation/re-delegation of powers to subordinate authorities done vide G.O.Ms.No.47/F3/2014, dated 09/12/2014 in terms of Rule 13 of DFPR deals with incurring of contingent expenditure (Schedule-V) and miscellaneous expenditure (Schedule-VI) only. The power to sanction Grants-in-Aid (GIA) under Rule 20 of Delegation of Financial Power Rules, 1978 rests with the Lt. Governor (Administrator) and the same has not been delegated to any subordinate authorities. Hence the Administrative Departments shall obtain annual block sanction for release of Grant-in-Aid to Autonomous Bodies/PSUs/Boards/Societies etc. as per provisions of Rule 20 of DFPR, 1978 and the Finance Department shall release the grants only after such block sanction is obtained.



...2/-

- iii). All PSUs/Autonomous bodies and all GIA receiving institutions shall strictly follow the provisions of GFR, 2017 and other instructions that are issued by the Government from time to time. These bodies must also submit proper UCs in time and finalise the audit of accounts as per Rules.
- iv). The instructions issued by the Finance Department vide Circular No.C.24011/1/2017-18/(F1(B), dated 02/01/2018 on expenditure management and economy measures shall be strictly followed by all the Departments in the Government and by all the PSUs/Autonomous bodies and grant receiving institutions.
- v). The enhancement of financial powers to Government of Puducherry under DFPR, 1978 conveyed vide MHA's Lr. No.15039/20/2012-Plg.Cell dated 12/10/2017 for sanction of schemes/works, purchases and contracts, shall be exercised only with due approval of Administrator / Lt. Governor (as the same have not been re-delegated to any other authority).

2. All the Heads of Departments / Secretariat Departments / Managing Directors / Chief Executives of PSUs / Autonomous Bodies / Boards / Societies / Co-operative Institutions etc. are therefore, directed to strictly comply with the above instructions on expenditure management. Further, all Heads of Departments shall process their expenditure sanction proposals in accordance with the above instructions.


03/08/18
(DR.V. CANDAVELOU)
Commissioner-cum-
Secretary (Finance)

To

1. All Secretaries to Government.
2. All Heads of Departments.
3. The Chief Executives / Managing Directors of Public Sector Undertakings / Autonomous Bodies / Co-op. Institutions / Other bodies receiving Grant-in-Aid from Government.

Copy to:-

1. OSD to Lt. Governor, Puducherry.
2. OSD to Chief Minister, Puducherry.
3. PS to Chief Secretary, Puducherry.