

Top Priority

GOVERNMENT OF ODISHA
FINANCE DEPARTMENT

No 3958 /F Dated the 18th February, 2015
FIN-WM-BT-0001-2012

From

Shri R. Balakrishnan, IAS
Additional Chief Secretary to Government.

To

Addl. Chief Secretary/
Principal Secretaries/
Commissioner-cum-Secretaries/Secretaries/
Special Secretaries to Government/
All Heads of Department.

Sub: Deadline for submission of proposals relating to financial sanction and drawal of funds in the remaining part of the current financial year.

Ref: Finance Department Circular No.22456/F dt 01.08.2014 & 33996/F dt.10.12.2014.

Sir,

I am directed to say that Finance Department have issued instructions to avoid rush of expenditure towards the fag end of the current financial year in the circulars under reference and fixed deadlines for issue of allotment, surrender of budgeted provision and drawal of funds etc. In the meantime some deadlines have elapsed and references for sanction/release and re-appropriation of funds beyond the date fixed are being received by Finance Department from different quarters.

2. (i) Rush of expenditure in the last quarter of the financial year defeats the objective of efficient and economic use of resources. It may also lead to unproductive and wasteful expenditure. However, keeping in view the difficulties faced by different Departments it has been decided to further **extend the deadline for completion of all formalities for issue of allotment, sanction for release of funds, Re-appropriation of funds and surrender of provisions as stipulated below.** The Administrative Departments are therefore impressed upon to strictly adhere to these deadlines.

Sl. No.	Items	Previous Deadline with Ref. to Para No. of F.D. Letter No. 33996/F dt.10.12.2014	Revised Deadline
1.	Issue of Sanction Orders for release of funds.	31.01.2015 { Para-2 (iv) }	25.02.2015
2.	Re-appropriation of funds and issue of allotment.	31.01.2015{ Para- 2 (ii) &(iv) }	25.02.2015
3.	Online transmission of Allotment data to Treasury Portal (iOTMS)	31.01.2015 { Para-5(i)}	26.02.2015
4.	Surrender of un-utilized funds	31.01.2015 {Para- 2 (iv) }	28.02.2015
5.	Surrender of provision for shortfall in the expenditure for the first three quarters of the Financial Year as required under the Cash Management System.		28.02.2015

- 2 (ii) It is further reiterated that Supplementary-linked surrenders and re-appropriation orders by Finance Department should be fed into the Budget interface and Works expenditure module of i-OTMS by the Directorate of Treasuries & Inspection, Odisha in consultation with Finance Department and concerned Grant Controlling Authority in order to keep the expenditure within the available grant after taking into account the provision made in budget estimate, supplementary provision & re-appropriation.
- 2 (iii) On receipt of intimation from Finance Department regarding shortfall in expenditure in the 1st three quarters of the current financial year, the amount to be surrendered is to be worked out in detail by the Administrative Departments under the Cash Management System and surrendered by 28th February, 2015.
3. **Last date for submission of bills in Treasury for drawal of funds :- 11th March/20th March, 2015.**

The last date for submission of bills to the Treasuries in the financial year 2014-15 would be **11th March, 2015** for claims under **Other Contingency, Machinery, Equipment, Vehicle, Share Capital, Subsidy, Loan** and **20th March, 2015** for other claims. These deadlines are to be followed scrupulously. Accordingly, necessary expenditure sanction for these items /claims should be issued on or before the dead line for submission of bills. The last date for issue of sanction order for incurring expenditure on these items is the last date for submission of the related bills in the Treasury/Sub-Treasury concerned.

4. Budgeted funds shall not be allowed to be transferred to Civil Deposit under any circumstances and transfer of money drawn from Treasury to Civil Deposit is banned at all levels. The concerned Controlling Officers/ DDOs will be held personally liable for unauthorized transfer of funds to Civil Deposit. The Treasury Officers/Sub-Treasury Officers will also be liable for disciplinary action for violation of Government orders in this regard.

5 (i) Under the integrated Odisha Treasury Management System (i-OTMS), all the Treasuries are connected to the Central Location at the Directorate of Treasuries & Inspection, Odisha, Bhubaneswar through intranet and the Controlling Officers and Drawing & Disbursing Officers have access to the system (i-OTMS) through the Budget Interface & Works Expenditure module of the Treasury Portal (internet). The transactions are made through the System. The i-OTMS does not provide for any backlog processing of transactions at any stage. As such exactly after **12.00 Midnight of 31st March 2015, which is technically the end of the current financial year 2014-15, the system would automatically disable all the allotments for 2014-15 across the State for the financial year 2014-15** and it would not be possible at all to carry out any transaction, relating to the budget of 2014-15 after that. Besides, the centralized and computerized payment procedure of the Agency Banks under the Core Banking System may not accept last minute transactions. Hence, the Controlling Officers and D.D.Os are advised to avoid submission of bills in the Treasury after the deadlines and ensure encashment of all claims presented in the Treasury/Bank before **31st March, 2015**. The Cheque drawing DDOs of Forest and Engineering Departments are also advised

to ensure issue of all cheques sufficiently ahead so that the payees would be able to encash the cheques before 31st March, 2015.

5 (ii) Distribution of Budgetary Allotment, re-appropriation and surrender of funds are made by the Controlling Officers through the Budget Interface and Works Expenditure Module of Treasury Portal (internet). The cheque drawing DDOs of Forest and Engineering Departments also issue cheques through the Works Expenditure Module of i-OTMS. Network failure may deny access to the Treasury Portal. **In case of such internet failure, allotment distribution and cheque processing in case of Forest and Engineering Departments may be made by using the facility available in the nearest Treasuries/Special Treasuries/Sub-Treasuries in intranet or at the Central Location in the Directorate of Treasuries and Inspection, Odisha, Bhubaneswar.** This is available as a back up facility.

6. **Budgetary Allocation pertaining to the Restructured 66 Centrally Sponsored Scheme (CSS) which are part of the State Plan, Central Plan and Centrally Sponsored Plan schemes may not be surrendered in a routine manner where there is likelihood of receipt of Central Assistance and scope for expenditure towards the end of the financial year.** In case of late receipt of central assistance beyond the deadline stipulated in para 2 above, the Administrative Departments may immediately move Finance Department for extension of the deadlines to facilitate expenditure.

7. **Money after drawal from Bank/Treasury should not be kept outside Public Account.**

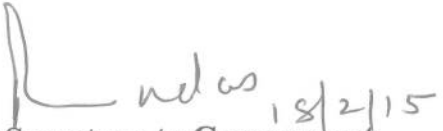
8. I would, therefore, request you kindly to take timely steps for sanction, allotment, re-appropriation, surrender and drawal of funds by the deadlines stipulated above in the interest of fiscal discipline and effective financial management.

Yours faithfully,


Additional Chief Secretary to Govt.

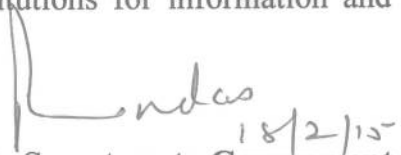
Memo No 3959 /F Dt 18/2/2015

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Deputy Secretary to Government

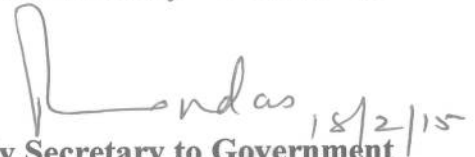
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Deputy Secretary to Government

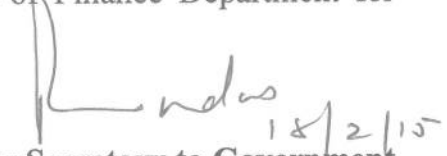
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Deputy Secretary to Government

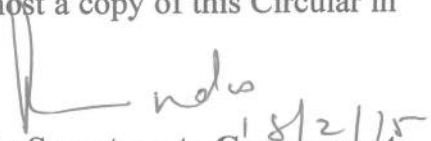
Memo No 3962 /F Dt 18/2/2015

Copy forwarded to all Officers and Branches of Finance Department for information and necessary action.


Deputy Secretary to Government

Memo No 3963 /F Dt 18/2/2015

Copy along with a soft copy forwarded to the Head, Portal Group, NIC, Odisha Secretariat for information. He is requested to host a copy of this Circular in the Website of Finance Department.


Deputy Secretary to Government