

F. No 1(13)/PFMS/FCD/2020
Government of India
Ministry of Finance
Department of Expenditure

5th Floor, Block 11, CGO Complex
New Delhi, the 8th March, 2022

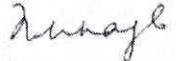
To

1. All Chief Secretaries/Principal Secretaries (Finance) of all States/UTs.
2. All State Directorates of PFMS.

Subject: Procedure for release of funds under the Centrally Sponsored Scheme (CSS) and monitoring utilization of the funds released - reg

I am directed to refer to this Department's letter of even number dated 23rd March, 2021 on the above mentioned subject. Taking into consideration of the issues raised by various State Governments regarding processing of handling salaries, remittance of statutory dues and other deductions of employees engaged in implementation of CSS such as Samagra Siksha, ICDS etc., it has been decided that the following procedure may be adopted regarding payment of salaries, remittance of statutory dues and other deductions of employees engaged in implementation of CSS:

- i. Entire GoI releases along with the State's share for CSS will be transferred to the Single Nodal Account (SN Account).
 - ii. A separate budget line for the salary portion of such employees will be created in the State budget.
 - iii. The expenditure towards salary of such officers will be initially borne by the State Govt. and booked under these heads. The record of deductions from their salary such as GPF, GIS, ITAX etc. will be maintained in HRMS/IFMIS of the State.
 - iv. After the disbursement of salaries, a claim for the gross amount will be raised with the SNA.
 - v. SNA will book the expenditure under salary component and remits the amount claimed to the treasury.
 - vi. The amount received from the SNA, will be classified as reduction of expenditure (minus debit) setting off the expenditure initially booked against salary to ensure that the above expenditure will not entail any additional cash outgo for the State.
2. This issues with the approval of Finance Secretary and Secretary (Expenditure).


(Abhay Kumar)
Director
Tel. No. 24360647

Copy to: Secretaries to Government of India (As per list attached)