

No:-PAO/Sectt/Agri/PFMS/2017-18/ 382-422
Pay and Accounts Office(Sectt-I)
O/O Chief Controller of Accounts
M/o Agriculture and Farmer Welfare

Dt:- 2 /11/2018

OFFICE MEMORANDUM

Subject:- PFMS implementation in Central Sector Schemes as well as Centrally Sponsored Schemes – reg.

Attention is invited to the D.O No. C-13015(449)/MFCGA/PFMS/2016-17/10078 dated 17/10/2018 (Annexure-I) from Controller General of Accounts, O/o CGA, D/o Expenditure, M/o Finance on above cited subject.

2. As per the aforementioned letter, Controller General of Accounts refer D.O No. 48(06)/PF-II/2016 dated 28th May, 2018 issued by Secretary (Expenditure) directing Implementing Agencies (IAs) of Central Sector scheme should mandatorily use the EAT module of PFMS by 15th June, 2018 failing which no further funds would be released to these agencies.


3. Similarly, for monitoring the usage of Centrally Sponsored Schemes (CSS) funds devolved to States, registration of all IAs on PFMS would be required. Further, as required under Rule 232 of GFR, release of funds to State Government and monitoring utilization thereof should be undertaken through PFMS.

4. In this regard, schemes are been identified and enclosed as per list where the registration of IAs at all levels in the states and use of EAT module of PFMS are required to be completed expeditiously.

5. For ensuring usages of EAT module by implementing agencies of listed scheme, sanction order should contain a clause relating to mandatory use of EAT by the State Implementing Agencies.

6. You are therefore requested to intervene in the matter and take necessary action to complete the work of agency registration, if required under CSS Schemes, and also direct registered agencies to use EAT module upto the last level in the hierarchy for the funds released by the Govt. of India.

This issues with the approval of Competent Authority.


(Ashok Kumar)
Sr. Accounts Officer

Encl:- Annexure (as above)

DAE
No:-PAO/Sectt/Agri/PFMS/2017-18/ 12-11-18
Pay and Accounts Office(Sectt-I)
O/O Chief Controller of Accounts
M/o Agriculture & Farmers Welfare

DL-12-11/18

OFFICE MEMORANDUM

Subject :- Implementation of PFMS - reg

Attention is invited towards the provisions of Rule 86 of GFR 2017, which are to be introduced in all the Ministries/Department of Central Govt. The contents of GFR 86 are as given below:-

- i. Public Financial Management System (PFMS), an integrated Financial Management System of Controller of General of Accounts, Government of India, shall be used for sanction preparation, bill processing, payment, receipt management, Direct Benefit Transfer, fund flow management and financial reporting.
- ii. All the ministries sanctioning grant-in-aid shall register all Implementing Agencies till last level of implementation on PFMS to track fund flow and unspent balance.
- iii. All the payment to the extent possible shall be released just-in-time by the Ministries through PFMS.
- iv. Detailed Demand for Grants (DDG), as approved must be uploaded on PFMS at the start of each Financial Year.
- v. All the re-appropriation order, surrender order shall be generated through PFMS system.
- vi. All grantee institutions shall submit Utilisation certificates on PFMS

2. Monitoring of funds released to State Govt./Implementing Agencies under Centrally Sponsored Schemes also requires usage of EAT module. Steps are to be taken to ensure that all agencies receiving funds of GOI, use EAT module for incurring expenditure out of the GOI funds. Insertion of a clause relating to mandatory use of PFMS in sanction Order for release of Grants in Aid is likely to help in bringing agencies on board. The suggestive language for the same is given below:-

"The Further use of Grants in Aid being released by this sanction Order, is to be done through Eat module of PFMS. The Utilization Certificate not supported by the EAT module data is likely to be rejected and expenditure is not to be treated as regular. The agency would be forced to refund the amount received as the expenditure not appearing in EAT module data is not to be taken as expenditure incurred in accordance with the terms and conditions of this Sanction Order"

3. Another insertion in sanction Order is required in case where Grants in Aid is released as reimbursement of expenditure. As per GFR 238, 'Utilization Certificate is

not required in cases where Grants in Aid is released on the basis of duly audited Accounts as reimbursement of expenditure already incurred. In these cases Sanction Order has to clearly state that UC is not required. Further, it is directed by PFMS O/c Controller General of Accounts that the implementing Agencies has to file their expenditure details in EAT module of PFMS even if the release by the ministry is made on the basis of reimbursement of expenditure. Filing expenditure details in PFMS is essential to have a complete view of the progress of the scheme.

4. Therefore Programme Divisions (PDs) to ensure that all agencies receiving upfront grants in aid use EAT module of PFMS, while incurring expenditure out of these grants. Insertion of clauses mentioned in para 2 & 3 of this letter (as applicable) should be adhered.

5. CCA/o/o CCA may review the sanction order in light of clauses of this OM besides all other points being looked into presently.

This issues with the approval of AS&FA.

(Gautam Mohakul)
Asstt. Controller of Accounts

To

01. All Joint Secretaries, D/o Agriculture & Cooperation, M/o Agriculture & Farmers Welfare
02. Sr PPS to Secretary, D/o Agriculture & Cooperation, M/o Agriculture & Farmers Welfare
03. Sr PPS to Additional Secretary, D/o Agriculture & Cooperation, M/o Agriculture & Farmers Welfare.
04. Sr.PPS to AS&FA, DAC
05. Director (Finance), DAC.
06. PS to CCA, M/o Agriculture & Farmers Welfare.
07. PA to ACA, M/o Agriculture & Farmers Welfare.
08. Sr. AO (Coordination), for circulation to all PAOs.