

GOVERNMENT OF ODISHA
FINANCE DEPARTMENT

No. 15275¹ /F, dated 15/5/2020
FIN-WM-BT-0001-2018

From

Shri Ashok K. Meena, I.A.S.,
Principal Secretary to Government.

To

The Additional Chief Secretaries/
Principal Secretaries/
Commissioner-cum-Secretaries/
Secretaries to Government/
All Heads of Departments.

Sub: **Regulation of expenditure out of the Annual Budget for the year 2020-21-Modification regarding.**

Madam/Sir,

I am directed to say that guidelines have been issued vide Finance Department letter No.10324/F, dated 23.03.2020 for regulation of expenditure out of the Annual Budget for the year 2020-21 and the Administrative Departments have been authorized to incur expenditure from 1st April, 2020 on the basis of the provision made in the Annual Budget.

2. Global pandemic COVID-19 is growing at an alarming rate and has assumed serious proportions. At this juncture the State Government is taking all possible steps not only to combat the disease but also to prevent it from spreading further. In the process the State is incurring huge expenditure in priority areas to meet COVID related expenses. Under the circumstances, it has become imperative to take adequate measures to prioritize our expenditure within the available resources.

3. As per para 10 of Finance Department letter No.10324/F, dated 23.03.2020, expenditure in respect of Central Sector Schemes and Centrally Sponsored Schemes is to be made against availability of Central Assistance only during 2020-21. However, the Administrative Departments were allowed to incur expenditure to the

extent of 50% of the provision made in the Budget Estimate for the year 2020-21 or 50% of the annual allocation made by the concerned line Ministry of Government of India whichever is less, during the first two quarters of the financial year in respect of continuing Central Sector Schemes and Centrally Sponsored Schemes, pending receipt of Central Assistance with concurrence of the Financial Adviser/Assistant Financial Adviser of the Departments. Besides, in case of continuing schemes, the Administrative Departments were also allowed to incur expenditure on the salary component in anticipation of receipt of Central Assistance up to 31.12.2020 without concurrence of Finance Department.

4. Taking into consideration the uncertainties in the flow of central assistance from Government of India in respect of Central Sector Schemes and Centrally Sponsored Schemes in the wake of COVID-19, it is now decided that **all expenditure relating to Central Sector Schemes and Centrally Sponsored Schemes is to be made only after receipt of central share during 2020-21 from Government of India. No expenditure relating to Central Sector Schemes and Centrally Sponsored Schemes can be made without receipt of central share. The stipulations contained in para 10 (ii), para 12 (ii) (a) and para 13(II) (c) of the Finance Department letter No.10324/F, dated 23.03.2020 stand modified accordingly.**

5. **In case of urgent necessity for release of funds for continuing schemes in anticipation of receipt of central assistance the Administrative Departments shall obtain prior concurrence of the concerned budget & expenditure branch of Finance Department.**

6. Besides, operation of Cash Management System involving 20 key spending departments (**list at Annexure-I**) for the year 2020-21 is put on hold until further orders and the enhanced delegation for sanction of funds under Cash Management System indicated in para 12 of the Finance Department letter No.10324/F, dated 23.03.2020 is hereby withdrawn. Accordingly, all Administrative Departments

including the 20 Departments covered under Cash Management System can sanction expenditure up to Rs.1500 lakh at a time under administrative expenditure and transfers from States and Rs.3000 lakhs under Programme Expenditure (State Sector Scheme, Central Sector Scheme and Centrally Sponsored Scheme) as per General limit of sanction mentioned in para 13 (I) of the said letter. **The enhanced delegation allowed in Para-13 (II) in case of specified schemes is also withdrawn.**

7. Sanction of expenditure exceeding the above limits would require prior concurrence of the concerned budget & expenditure branch of Finance Department in all cases except expenditure under Revenue and Disaster Management (Disaster Management) and Health & Family Welfare Department for which the Administrative Departments are fully empowered to sanction expenditure. Sanction of share capital loan to PSUs/Co-operatives Grant-in-Aid and subsidy to PSUs/Co-operatives shall require prior concurrence of the concerned budget & expenditure branch of Finance Department irrespective of the amount involved.

Administrative Departments are to sanction and release funds for expenditure out of the Annual budget, 2020-21 accordingly.

Yours faithfully,

J. Shok
15/5/2020

Principal Secretary to Government

Memo No. 15276 /F, dated 15/5/2020

Copy forwarded to the Private Secretary to Chief Minister/Minister, Finance for kind information of Hon'ble Chief Minister/Minister, Finance.

MUM
15/05/2020

Deputy Secretary to Government

Memo No. 15277 /F, dated 15/5/2020

Copy forwarded to the Private Secretaries to Chief Secretary/D.C.-cum-Additional Chief Secretary/Principal Secretary, Finance Department for kind information of Chief Secretary/D.C.-cum-Additional Chief Secretary/Principal Secretary, Finance Department.

MUM
15/05/2020

Deputy Secretary to Government

Memo No. 15278 /F, dated 15/5/2020

Copy forwarded to the Registrar, Orissa High Court/Special Secretary, Odisha Public Service Commission/Secretary, Odisha State Election Commission/Secretary, Staff Selection Commission/Secretary, Subordinate Staff Selection Commission, Registrar, Odisha Administrative Tribunal/Secretary, State Human Rights Commission/Secretary, Odisha Electricity Regulatory Commission/Chief Resident Commissioner, Odisha, New Delhi for favour of information & necessary action.

MUM
15/05/2020

Deputy Secretary to Government

Memo No. 15279 /F, dated 15/5/2020

Copy forwarded to all Public Sector Undertakings/Cooperative Institutions for information & necessary action. The aforesaid guidelines should be scrupulously followed.

MUM
15/05/2020

Deputy Secretary to Government

Memo No. 15280 /F, dated 15/5/2020

Copy forwarded to all Collectors/all Controlling Officers for information and necessary action.

Num 15/05/2020
Deputy Secretary to Government

Memo No. 15281 /F, dated 15/5/2020

Copy forwarded to the Director of Treasuries & Inspection, Odisha, Bhubaneswar / all Treasury Officers / Sub-Treasury Officers for information and necessary action.

Num 15/05/2020
Deputy Secretary to Government

Memo No. 15282 /F, dated 15/5/2020

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

Num 15/05/2020
Deputy Secretary to Government

Memo No. 15283 /F, dated 15/5/2020

Copy forwarded to State Head Portal, Secretariat with a request to upload the above circular in Finance Department website (www.odisha.gov.in/finance).

Num 15/05/2020
Deputy Secretary to Government

ANNEXURE - I

List of Departments covered under Cash Management System in
2019-20

Sl. No.	Demand No.	Name of the Department
1	07	Works
2	09	Food Supplies and Consumer Welfare
3	10	School & Mass Education
4	11	ST & SC Development
5	12	Health & Family Welfare
6	13	Housing & Urban Development
7	17	Panchayati Raj & Drinking Water
8	19	Industries
9	20	Water Resources
10	22	Forest & Environment
11	23	Agriculture & Farmers' Empowerment
12	28	Rural Development
13	30	Energy
14	31	Handlooms, Textiles & Handicrafts
15	33	Fisheries & Animal Resources Development
16	36	Women & Child Development and Mission Shakti
17	38	Higher Education
18	39	Skill Development & Technical Education
19	40	Micro, Small and Medium Enterprises
20	41	Department of Social Security & Empowerment of Persons with Disabilities