

**GOVERNMENT OF ODISHA**  
**FINANCE DEPARTMENT**

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No. 22022/F; Dated 08.08.2016  
**FIN-PF-CA-0001-2012(pt)**

**OFFICE MEMORANDUM**

**Sub: Implementation of Arrangement for Public Financial Management System (PFMS)**

Public Financial Management System (PFMS) earlier known as Central Plan Scheme Monitoring System (CPSMS) is a web-based application developed by the Comptroller General of Accounts, in the Department of Expenditure, Ministry of Finance, Government of India as an end-to-end solution for processing payments, tracking, monitoring, accounting, reconciliation and reporting.

**2.** It provides the scheme managers a unified platform for tracking releases and monitoring their last mile utilisation. The overall objective of the scheme is to facilitate just-in-time releases and monitor the usage of funds including information on its ultimate utilisation. With these objectives in view, Government of India have extended the coverage of Public Financial Management System to Central Sector Scheme as well as to Central Assistance to State Plan Scheme (CASP) including State Schemes.

**3.** The Scheme PFMS is being implemented by Controller General of Accounts (CGA) in Odisha since 2012. The State Treasury Portal & PFMS were linked. The technical support required by the States for capturing transactional data of State Treasuries and full scale roll out of the PFMS in State District, Sub-District level Agencies has been revived. The technical manpower are being deployed to carry forward the programme. An implementation strategy for the scheme has been prepared by the CGA. The following activities have been identified for implementation and roll out of PFMS at the State level by Government of India in the Ministry of Finance.

**i) Suggested Activities for PFMS Implementation at State level :**

- Complete State Treasury Integration with Public Financial Management System.
- Registration of all SIAs on PFMS (first level and all levels below)
- Configuration of State Schemes on PFMS
- Mapping of State Schemes with Central CASP Schemes
- Configuring State Scheme Components

- Identifying and configuring hierarchy of each State scheme
- Integration of PFMS with scheme specific software application e.g. Kanyashree in W.B.
- Deployment of Trainers (Resource persons)
- Training of Trainers
- Continuous support for implementation and day-to-day issues.

**ii) Support from State Government :**

- Setting up of State Advisory Group for PFMS
- State Governments to facilitate provision of office space and other logistical support for State Project Management Units (SPMU) and District Project Management Units (DPMU). For SPMU, PFMS shall provide manpower. DPMU shall be manned by State Government.
- Ensure Hardware availability/Internet Connectivity at District/Block village level
- Resource persons including Technical (NIC/Consultants) and for implementation work at the lowest level.

**4.** Accordingly, the roles and responsibilities of different Departments for implementation of PFMS is outlined below :

**Finance Department –**

- Finance Department will be the Nodal Department for implementation of PFMS in the State.
- State Advisory Group consisting of Secretaries of critical stakeholder Departments is to be constituted for PFMS under the Chairmanship of Additional Chief Secretary (Finance).
- Finance Department will issue necessary instructions to Director of Treasuries & Inspection, Odisha for providing Office space and other logistics support for functioning of SPMU in the Directorate.
- Finance Department will issue instructions to Director of Treasuries & Inspection, Odisha to provide Office space, man power and other logistics for setting up DPMUs in the District Treasuries.
- Required funds will be provided from the allocation available for implementation of IFMS which has a component for interface with PFMS.
- Finance Department will place the Operational Managers deployed by PFMS in the SPMU to impart necessary training for Trainers and Resource persons of implementing Departments/Agencies as well as Technical personnel of DPMUs.

### **Administrative Departments-**

- Identification of all Centrally Sponsored Schemes and State Schemes.
- Hierarchy, components & activities of each scheme are to be identified for agency registration, expenditure filing, e-Payment etc. in order to track flow and utilisation of funds to the last mile.
- State Implementing Agencies responsible for implementation of the CSS and State schemes are required to be identified for monitoring of expenditure and utilisation of funds.
- Nodal Officers for implementation of PFMS are to be nominated.
- Necessary instructions to be given to State and District level field functionaries associated with implementation of various schemes to coordinate with SPMU and DPMUs for smooth roll out of PFMS.
- Intensification and up-scaling of use of PFMS portal in respect of schemes at all levels which have already been included under PFMS.

### **Action Points for Director of Treasuries & Inspection, Odisha –**

- Office space to be provided for SPMU and Operational Managers deployed by PFMS.
- Mapping of all CSS with State Code to be completed by 20th August, 2016.
- Hardware, Software and other logistics are to be made available for SPMU.
- Treasury Officers and District level Technical persons / Consultants are to be sensitised about roll out of PFMS through a workshop. The Treasury Officers of District Treasuries are to head the DPMUs.
- District Treasuries are to provide Office space for DPMUs and utilise the services of available technical manpower.

Timely implementation of PFMS will help improve the overall Public Expenditure Management System of the State Government through an efficient programme and fund management system.

Sd/-

**(R.Balakrishnan)**  
**Additional Chief Secretary (Finance)**