

**GOVERNMENT OF ODISHA
FINANCE DEPARTMENT**

No. 4884 /F., dated 22.02.2017
FIN-BUD3-BT-0003-2017

OFFICE MEMORANDUM

Sub: **Guidelines for budgeting, creation, management and accounting of funds envisaged under promotional policies for different sectors.**

In order to provide further impetus to the development of key sectors, the State Government, have recently formulated dedicated investment policies for various sectors in addition to other existing policies. Some of these policies envisage budgetary provision for creation of funds to carry out certain promotional and facilitation activities / works.

2. It is seen that budgetary provision for such funds are sought to be parked with Nodal Agencies/ Implementing Agencies outside Public Account. Thereafter, it may be difficult to monitor timely utilisation of such funds kept outside Public Account.

3. It is, therefore, decided that the budgetary provision for such fund should be transferred to the Public Account of the State Government under the sections **“Deposits not bearing interest”** or **“Reserve Funds not bearing interest”** in the Head of Account – **“8449-Other Deposits”** or **“8235-General and Other Reserve Fund”** respectively, as the case may be.

4. The provision in the budget in the Consolidated Fund is to be made towards **“Transfer to the designated fund in the Public Account”** under the Head of Account–**“2075-Miscellaneous General Services”** and provision is to be made in any of the functional Major Heads for expenditure on identified works which are to be met out of the fund by means of a deduct entry.

5. The Accounting Procedure for creation and administration of the designated fund is to be finalised in consultation with the Principal Accountant General (A &E) , Odisha. The accounts of receipt and expenditure into and from the fund respectively during each financial year will be maintained by the Principal Accountant General (A &E), Odisha and disclosed in the Appropriation Accounts.

6. The aforesaid procedure will impart greater transparency and accountability in respect of operation and maintenance of such funds.

The Administrative Departments are to follow the aforesaid guidelines while making provision in the budget for such funds.

Sd/-

(T.K. Pandey)

Principal Secretary to Government.