



GOVERNMENT OF KERALA

Abstract

Local Self Government Institutions - Funds For Expansion and Development - EMS Housing Programme and Other Housing Schemes - Unspent Amount from the Funds earmarked for 2008-09- Exemption from deduction towards recovery of shortfall in expenditure from budget allocation for 2010-11- Orders Issued.

**FINANCE (BUDGET-J) DEPARTMENT**

**G.O. (P) No.249/2009/Fin.**

**Dated, Thiruvananthapuram, 1<sup>st</sup> July, 2009.**

Read: -1. G.O. (P) No.603/2007/Fin. dated, 22.12.2007.

2. Circular No.192/DB1/2007/LSGD. dated, 01.01.2009.

**ORDER**

In the G. O. read as 1<sup>st</sup> paper above, Government have ordered, inter-alia, that where the actual shortfall in expenditure exceeds 20% of the allocations under the Fund for Expansion & Development and Maintenance Expenditure (Road and Non-Road Assets), the amount equal to shortfall in expenditure exceeding 20 % of the allocation during a financial year will be reduced from the allocation under the same items for the succeeding second financial year. As per the Circular read as 2<sup>nd</sup> paper above, Local Self Government Institutions have been instructed to earmark provisions not less than 15% of the Funds for Expansion & Development during the financial year 2008-09 and 2009 -10 for EMS Housing Programme and other Housing Schemes including Centrally Sponsored Schemes. It has been announced in the Budget Speech for 2009-10 that the unspent portion of the funds earmarked for 2008-09 from Funds for Expansion and Development for EMS Housing programme and other Housing schemes would be excluded from the unspent amount while computing the short fall in expenditure.

2. In the circumstances, Government are pleased to issue the following orders:-

- (i) Local Self Government Institutions will be permitted to carry forward the unspent balances as on 31<sup>st</sup> March 2009, subject to a maximum of 35% of the allocation of Funds for Expansion & Development as per Appendix IV to the Detailed Budget Estimates 2008-09, for utilisation during the succeeding financial year. The additional funds, which are allowed to carry over due to the enhancement of ceiling from 20 % to 35% of the allocation for 2008-09 will be utilised exclusively to meet the commitment on Housing Schemes and not for any other purpose, before 31.03.2010.
- (ii) The amount equal to shortfall in expenditure exceeding 35% of the allocation under Funds for Expansion & Development as per Appendix IV to the Detailed Budget Estimates for 2008-09 will be deducted from the allocations for the same items for the financial year 2010-11.

(iii) 20% ceiling will however continue to be applicable in the case of carry over of unspent balances as on 31.03.2009, under Funds for Maintenance (Road and Non-Road Assets)

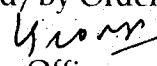
3. The sanction to carry forward unspent balances up to 35% of the allocation will be applicable for the unspent balances under Fund for Expansion & Development in respect of the financial year 2008-09 alone. The limit for such carry over of unspent balances for the succeeding financial years (i.e. from 2009-10) will be 20% only as ordered in G.O. read as 1<sup>st</sup> paper above.

(By Order of the Governor)

**L.C. GOYAL**  
**PRINCIPAL SECRETARY (FINANCE)**

To

The Principal Accountant General (Audit), Kerala, Thiruvananthapuram  
The Accountant General (A&E), Kerala, Thiruvananthapuram.  
The Director of Panchayats, Thiruvananthapuram.  
The Director of Urban Affairs, Thiruvananthapuram.  
The Commissioner for Rural Development, Thiruvananthapuram.  
The Director of Treasuries, Thiruvananthapuram.  
The Director of Local Fund Audit, Thiruvananthapuram.  
Secretaries of all Local Self Government Institutions  
The Nodal Officer, [www.finance.kerala.gov.in](http://www.finance.kerala.gov.in)  
The Local Self Government Department.  
The Finance (S.F.C./Dev. Wing) Department.  
Stock File/Office Copy.

Forwarded/By Order  
  
Section Officer