



FINANCE (PUBLIC UNDERTAKINGS-C) DEPARTMENT

Circular No. 65/83/Fin., Trivandrum, dated,  
12th October 1983

CIRCULAR

Sub:- Conveyance Allowance given to Executives of Public Sector Undertakings-  
Restriction for free use of company's car.

Ref:- Letter No.C.A. III/A/12/1502/Vol. II/152, dated 3rd March 1983 from the  
Accountant General, Kerala,

As per the existing rules, the journey in official cars by Chief Executives of Public Sector Undertakings from the residence to office and back is treated as journey for official purpose. The Accountant General in his letter cited, has reported a case where a Chief Executive has made use of this facility of free use for the company's car for his daily travel from his residence situated about 55 kms. away from the headquarters of the Company. The Accountant General has therefore suggested that Government may lay down norms to avoid indiscriminate use of the facility.

The Government have examined the matter in detail and are pleased to order that for the purpose of availing the above facility the maximum distance from the headquarters of the Public Sector Undertaking in Corporation areas will be 15 Kms. All public Sector Undertakings are instructed to ensure strict compliance with the above norms.

D. Babu Paul,  
*Finance Secretary*