



GOVERNMENT OF KERALA

Abstract

Finance Department –Erroneous crediting of Fund and closing of Accounts of Local Governments –Instructions for rectification - orders issued.

FINANCE (SFC Cell - A) DEPARTMENT

GO (Rt) No.6973/2015/Fin

Dated, Thiruvananthapuram, 29th July, 2015

- Read-
1. GO (P) No. 177/06/Fin Dated 12-04-2006
 2. GO (Rt) No. 1230/2015/Fin dated 13/02/2015
 3. GO (Rt) No. 2736/2015/Fin dated 26/03/2015
 4. GO (Rt) No. 2888/2015/Fin dated 28/03/2015

ORDER

Government in its order read as 2nd and 3rd paper above have issued *interse* distribution of Funds to be provided in the Appendix IV of DBE for 2014-15 based on tax effort criterion under General Sector, Development Fund. Release order for the same was issued as per Government Order read as 4th paper above. It has come to the notice that some treasuries have credited the funds as per Government order read as 2nd or 3rd or both, which were not intended for release of funds but for inter-se distribution of funds only. In some cases funds have not credited as per the releasing order read as 4th paper above. It has resulted in duplication of credit, missing credit and excess withdrawal of the fund in some Local Governments.

2. Government, after having examined the matter in detail in consultation with the Director of Treasuries, are pleased to issue the following orders :

- (i) Erroneous crediting of funds ie based on the Government orders read as 2nd and 3rd paper or both should be reversed by Treasury Officers
- (ii) The Treasury Officers should credit the amount based on the GO read as 4th paper above only, if it is not credited so far

- (iii) Local Governments are permitted to finalize their Annual Financial Statement for the year 2014-15 with the corpus available as on 30/06/2015, after completing the process mentioned in point no (i) and (ii) above
- (iv) If there is any instance of Public Account become negative on account of the operation of point no (i) above, and even after crediting funds as per point no (ii) above, such negative amount shall be taken as granted for the limited purpose of finalizing Annual Financial Statement of Local Governments and such amount will be adjusted in future release to the respective Local Governments
- (v) Director of Treasuries should ensure that this process is completed and reported before 1^{5th} August 2015.

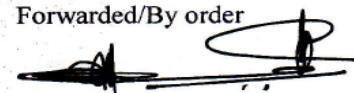
(By Order of the Governor)

E.K. PRAKASH
Special Secretary to Govt

To

The Principal Accountant General (G&SSA), Kerala, Thiruvananthapuram
The Principal Accountant General (A&E), Kerala, Thiruvananthapuram
The Accountant General (E&RSA), Kerala, Thiruvananthapuram
All Local Governments
The Principal Secretary, Local Self Government Department
The Director of Local Fund Audit, Thiruvananthapuram
The Commissioner, Rural Development Department, Thiruvananthapuram
The Director, Panchayat Department, Thiruvananthapuram
The Director, Urban Affairs Department, Thiruvananthapuram
The Director of Treasuries, Thiruvananthapuram
The Executive Chairman & Director, Information Kerala Mission, Tvpm.
The Director, Kerala Institute of Local Administration, Thrissur
The Director of Information & Public Relations, Thiruvananthapuram
The District Treasury Officer, Thiruvananthapuram
All Deputy Directors of Panchayats
The Local Self Government (FM) Department
The Under Secretary, Finance (Accounts) Department
The Finance (Accounts- A/BW-J/ Dev. Wing/SFC-A&B) Department
The Nodal Officer, Finance (www.finance.kerala.gov.in)
The Bill/Stock File/Office Copy

Forwarded/By order



Section Officer