



GOVERNMENT OF KERALA

Abstract

Ways and Means Position of the State – Enforcement of additional economy measures and measures for revenue realization - Orders issued.

FINANCE (SS) DEPARTMENT

G.O. (P) No. 400/2014/Fin.

Dated, Thiruvananthapuram, 19.09.2014.

ORDER

As part of fiscal consolidation efforts, Government order enforcement of the following economy measures for control of non-development expenditure and for enhancing revenue realization, for strict compliance with immediate effect.

1. No proposal for creation of posts should be taken up till March 31, 2015 unless they are part of
 - i. CSS or GOI/GOI Agency funded scheme or Externally Aided Project (EAP).
 - ii. Mandatorily required under any National or State Legislation
2. No new institutions or agencies should be set up during the current financial year till March 31, 2015 unless they fall under the categories (i) & (ii) in para 1 above.
3. Where post creation is unavoidable, it should be done only after examination by the following two Committees.
 - i. The Administrative Department furnishing the post creation proposal should furnish a manpower statement in the prescribed format.
 - ii. This format will be scrutinised rigorously by a committee consisting of Secretary (Finance Expenditure), a representative of P&ARD, a representative of the Administrative Department and the Head of Department to identify scope for redeployment or abolition of redundant posts.
 - iii. If the proposal is recommended by the above Committee, the same will further be examined by another Committee consisting of the Additional Chief Secretary (Finance), Additional Chief Secretary (P&ARD) and the Secretary of the Administrative Department before the proposal is placed before the Council of Ministers for creation of posts.

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- iv. No proposal for post creation may be placed before the Council of Ministers without the above exercise of staff rationalisation.
4. Thirty Thousand temporary posts have been identified as surplus in Government. 25% of these temporary posts should be abolished in 2014-2015.
5. To rationalize expenditure, Finance Department will prescribe formats in electronic form (EXCEL sheets) that have to be filled up to enable the Finance Department to assess the total financial commitments over a five year period that Government will have to bear, if any expenditure sanction is given.
6. The format required for this will be made available on the website of Finance Department. This format has to be mailed to a designated email address with the File Number of the Administrative Department for any expenditure sanction. These excel sheet formats should be filled up for any scheme or proposals including those presented before the Working Group and Special Working Groups.
7. Any expenditure proposal with a total financial impact on the Revenue Account of more than Rs.30 crore over five years will be critically examined in a Committee consisting of the concerned Secretary of the Administrative Department and the Secretary (Finance – Expenditure) before approval.
8. As a measure to control Revenue Deficit, transfers of unspent balances in any Head of Account will not be allowed in the last two months (February and March 2015) of the Year.
9. Finance Department will hold special workshops to sanction clearances required on files in the month of October, 2014. All pending files for expenditure sanction will be disposed of during these workshops. No new sanctions will be issued after November 15, 2014 for the current year.
10. Administrative Departments should revise the Administrative Sanctions (given by them or at the level of HOD) to take up only works for which actual expenditure can be made during the course of the year.
11. A new system of electronically recording the unallocated amounts (that will be foregone on account of not permitting transfers) in an electronic account. Expenditure sanction against such resumed balances will be given against a budget head to be specially opened for this in the Annual Budget 2015-2016.
12. The Plan Expenditure of LSGs is currently released from the Revenue Account and parked in the Public Account thereby contributing to the Revenue Deficit of the State.
13. To control revenue deficit on account of LSG expenditure, LSGs will be allowed to incur expenditure only against a new revenue account and not from the Public Account as is presently being done.

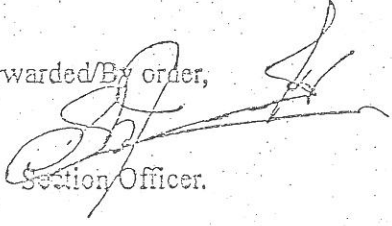
14. This new system can be extended to other local authorities like Universities etc. for regulating Plan Expenditure.

By Order of the Governor,
Dr. K. M. ABRAHAM,
Additional Chief Secretary (Finance).

To

The Principal Accountant General (A & E), Kerala, Thiruvananthapuram.
The Principal Accountant General (G&SSA), Kerala, Thiruvananthapuram.
The Accountant General (E&RSA), Kerala, Thiruvananthapuram.
All Heads of Departments and Offices.
All Departments (all Sections) of the Secretariat including Law Department
The Director of Treasuries, Thiruvananthapuram
The Secretary, Kerala Public Service Commission, Thiruvananthapuram (with C.L.).
The Secretary, Kerala State Electricity Board, Thiruvananthapuram (with C.L.).
The Managing Director, K S R T C, Thiruvananthapuram (with C.L.).
The Registrar, High Court of Kerala, Ernakulam (with C.L)
The Registrar, University of Kerala/ Cochin/ Calicut/ Mahatma Gandhi/ Kannur/ Kerala Agricultural University/ Sree Sankaracharya Sanskrit University (with C.L.).
The Advocate General, Kerala, Ernakulam (with C.L)
All Secretaries, Additional Secretaries, Joint Secretaries, Deputy Secretaries and Under Secretaries to Government.
The Secretary to Governor.
The Private Secretaries to Chief Minister and other Ministers, Government Chief Whip and Leader of Opposition.
The Private Secretary to Speaker/Deputy Speaker.
The Director of Public Relations, Thiruvananthapuram
The Additional Secretary to Chief Secretary.
The General Administration (SC) Department (vide item No. 5766 of the proceedings dated 17.09.2014 of the Council of Ministers).
The Managing Directors/General Managers of all Government Companies/ Boards/ Corporations/ Autonomous Bodies.
Nodal Officer, www.finance.kerala.gov.in
The Stock File/Office Copy.

Forwarded/By order,


Section Officer.

P.T-0

Endt. No.A4-14396/14 Dated 07.10.2014.

Copy to all Principal Chief Conservator of Forests / Additional Principal Chief Conservator of Forests / Chief Conservator of Forests / Conservator of Forests / Divisional Forest Officers for information and further necessary action.



for Principal Chief Conservator of Forests
(D&PFM)

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7/10/14