

ANNEXURE IV

(Referred to in para 24 (C))

Finance Department

CIRCULAR

No.54/79/Fin

Dated, Trivandrum, 7th June, 1979.

Sub:- Waiver of Government dues – Recommendation of the Committee on Public Undertaking, 1973-74 – Recommendation No.3 in Eleventh Report – Waiver of amounts due from Public Undertakings - Instructions issued.

The Committee on Public Undertakings 1973-74, after examining the Audit Report, 1970-71 relating to the waiver of recovery of interest on certain loans, had made the following recommendation in its Eleventh Report.

“The Committee recommend that the waiver of amounts due from Public Undertakings should not be made in future without the prior consent of the Legislature. Subsequently the Committee clarified that the intention behind the recommendation is that the Legislature should be informed in advance of any move for relinquishment of revenue involving Rs.10,000 and above. This can be easily achieved if the details of waiver of such amounts proposed to be effected during a financial year are indicated in the explanatory memoranda of the Budget for the year. This may serve the purpose of keeping the Legislature an opportunity to consider the question before the waiver is actually given effect to”

The Secretaries to Government are requested to take note of the above recommendation of the Public Undertakings Committee. Whenever it is felt necessary (Sufficient reasons to be recorded) to waive recovery of amounts involving Rs.10,000 and above due from Public Sector Undertakings, details regarding such waiver should be incorporated in the explanatory memoranda of the Budget for should be sent to the Finance Department (Budget Wing) in triplicate by December every year for incorporation in the Explanatory Memorandum on the Budget for the ensuing year.

S.PADMAKUMAR
Special Secretary (Finance)

To

All Secretaries to Government
The Additional Secretaries to Government
All Sections and Departments of Secretariat