28/1

Allowers of Finance
Department of Expenditure
E. H(A) Branch

a is Black, New Della Threet 2" July, 2019

OFFICE MEMORANDUM

Subject

Constitution of Committee to review the provisions of Mile Finance O.M. No.4(7)-P/65 dated 29.3,1967 regarding payment of service charges to local bodies in repsect of Central Government properties.

The undersigned is directed to refer to M/o Railways O.M. No. I(X)I/2016/3/1 dated 09.05.2019 on the subject mentioned above.

- 2. The matter has been examined in the light of discussions in the meeting of the Committee held on 6.2.2019 and the clarifications provided by M/o Railways. In view of the clarification that Railways are paying services charges to various Municipalities as per their calculation and there appears to be no dispute except in case of Cantónment Boards wherein Railways have agreed to pay the revised rates, it is clarified that there is no separate need to re-visit the provisions of this Ministry's O.M. of 1967 and M/o Railways may take action in accordance with Supreme Court Judgement of 2009, i.e. different percentages depending upon usage of Municipal services, mutual consent and resolution through Mediation Committees in case of dispute.
- 3. This issues with the approval of Secretary (Expenditure).

(\$.Naganathan) Deputy-Secretary (E.H(A)

Ministry of Railways (Smt. Anju Ranjan, ED-Finance (Exp.I) New Delhi.