

F. No. 1/(12)/PFMS/2023  
Government of India  
Ministry of Finance  
Department of Expenditure

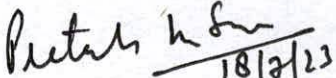
North Block,  
New Delhi, 18<sup>th</sup> July, 2023

**OFFICE MEMORANDUM**

Subject: Revised procedure for flow of funds under Centrally Sponsored Schemes (CSS) – request of State of Madhya Pradesh regarding release of funds under CSS.

The undersigned is directed to forward a letter dated 5<sup>th</sup> July, 2023 received from Additional Chief Secretary, Finance Department, Government of Madhya Pradesh stating that as per the revised procedure for flow of funds under CSS, the State Government has to ensure provision of adequate funds in the State budget so as to timely transfer the Central share received and the commensurate State share to the SNA account. Therefore the State of Madhya Pradesh has requested to issue directions to Central Ministries/Departments that the Central share of funds under various CSS should be released to the State Governments only after the State Government has sent the proposal of the required amount to the Central Ministries/Departments concerned as per the budget provision of the State.

2. A copy of the letter is enclosed herewith for taking appropriate action.
3. This issues with the approval of competent authority.

  
18/7/23  
(Prateek Kumar Singh)  
Director  
Tel. No. 23094961

To

1. Secretaries of all Departments/Ministries, Government of India
2. Financial Advisers of all Departments/Ministries of Government of India
3. Addl. CGA (PFMS), O/o CGA, INA, New Delhi

Copy to:

1. Shri Ajit Kesari, Additional Chief Secretary, Finance Department, Govt. of Madhya Pradesh

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**Government of Madhya Pradesh**  
**Finance Department**  
**Vallabh Bhawan, Bhopal**

No. 845/R- 915 /2020/DMC/B-1/IV  
To.

Bhopal , Date 05/07/2023

Dr. T. V. Somnathan,  
Secretary, Government of India  
Ministry of Finance  
Department of Expenditure  
129-A, North Block, New Delhi  
E-mail- secyexp@nic.in

Subject :- Regarding receiving the amount of central share in Centrally Sponsored Schemes (CSSs)

Reference :- GoI Ministry of Finance Department of Expenditure letter F no. 1(13)/PFMS/2020 Dated 16th February, 2023.

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Dear Sir,

Under the centrally sponsored schemes of the Government of India, the amount of central share is made available to the state government based on the utilization of funds received previously. According to the GoI guidelines, it is mandatory to transfer the proportionate amount of central share and state share in SNA accounts on receipt of central share amount from the GoI within 30 days. Delayed transfer of funds in SNA accounts invites penalty in the form of interest liability. At times, due to non-availability of adequate state budget provision in certain centrally sponsored schemes, it is not possible to transfer proportionate amount of central share and state share to SNA accounts within the stipulated time limit.

In view of the above difficulty faced by the State Government; it is requested that necessary directions be issued to the concerned Central ministries that the amount of central share should be released only after the state government has sent the proposal of the required amount to the GoI as per the budget provision of the state in centrally sponsored schemes.

Regards.



(Ajit Kesari)  
Additional Chief Secretary  
Govt. of Madhya Pradesh  
Finance Department