

FAX

WEB SITE CIRCULAR NO. 007 /ACCOUNTS/2010-11

Principal Controller of Accounts (Fys.)
Accounts Section, 10-A, S. K. Bose Road,
Kolkata – 700 001.

No. A/III/104/Budget/2010-11

Dated : 25.01.11

To

✓ All Group Controllers,

Sub :- Monitoring of Defence Expenditure – 2010-11.

CGDA Important Circular No. A/B/II/11244/DP/VII dated 31/12/2010 on the above subject is reproduced below for information and strict compliance :-

“Public Account Committee (15th Lok Sabha) in its 22nd Report have made observations/recommendations on excess over Voted Grants and Charged Appropriations. The committee has pointed out that incurring excess expenditure over and above the budgetary provisions sanctioned by the Parliament does not augur well for ensuring proper and judicious utilization of Public Fund and also underlines the Parliamentary Financial Control. The committee has adversely commented on the unabated large excess expenditure under Defence Service Estimates.

This Hqrs. Office, from time to time, has been issuing instructions/guidelines stressing the need to ensure financial discipline. A series of instructions have been issued by this office in the past to the Controllers to ensure that there are no cases of excess expenditure over the allotment. In this regard this office most Important Circulars bearing nos. (i) A/B/II/11244/DP-V dated 08-03-2007,(ii) A/B/II/11244/DP-VI dated 18-12-2007,(iii) A/B/II/11244/Mont/Vol-XVIII dated 22-02-2010 and A/B/II/11244/Mont/Vol-XVIII dated 10-03-2010 also refer.

Though the ultimate responsibility of controlling the expenditure lies with the authorities to whom budget allotments are made, there is no denying the fact that Controllers have also got an important role to play in controlling the expenditure especially under the Locally Controlled Heads like Transportation, Stores, Machinery & Equipment, Works etc. One of the important functions on the part of the Controllers is to watch the progress of expenditure and to bring to the notice of the budget holders/spending authorities cases in which the progress of expenditure is either abnormally low or unusually high for taking suitable remedial measures in time. Further, in terms of rule 52(3) of GFR, no expenditure shall be incurred which have the effect of exceeding the total grant or appropriations authorized by the Parliament by law for a financial year.

Instructions in this regard may therefore please be issued to all the Sections in Main Office and Sub-Offices under your jurisdiction to adhere to the fiscal discipline so that there are no cases of excess over allotments.

Hence, necessary instruction may kindly be issued to the branch AO's to strictly comply with the above.

Please acknowledge the receipt.


Jt. C of A (Fys.)

Copy to :-

1. The CGDA
West Block – V
R. K. Puram
New Delhi – 66.

2. The Director (Budget)
O. F. B.

3. The Officer – In charge,
Accounts Office _____
_____ Section, M. O.

For information with reference to his No.
contemplated above.

— sd —

Asst. Controller of Accounts (Fys.)