

F.No. 17(3)-B(PD)/2022-NTR-Part 1

Government of India
 Ministry of Finance
 Department of Economic Affairs
 (Budget Division)

Room No. 70D, North Block,
 New Delhi, the 22nd August, 2022

OFFICE MEMORANDUM**Subject: Recovery of Interest/Other Earnings on unspent balances lying with the implementing agencies (IA)**

Reference is invited to various guidelines issued by Ministry of Finance from time to time regarding efficient cash management system in Central Government to avoid cash flow mismatch and reduce float in the system. Accordingly, releases to various implementing Agencies (IA) have to be restricted/ rationalized keeping in view the unspent balances and interest lying with the Implementing Agencies without adversely affecting the smooth implementation of schemes/projects and the principle of "just in time" release should be applied for releases in all respect to the extent possible.

2. The interest on unspent balances is a part of NTR receipts and needs to be deposited in Consolidated Fund of India on timely basis and cannot be adjusted against further receipts. This is as per rule 230(8) of GFR, "***All interest and other earnings against Grants-in aid released to any grantee institutions should be mandatorily remitted to the Consolidated Fund of India immediately after finalization of accounts. Such advances should not be allowed to be adjusted against further releases***".
3. It is therefore, requested that the unspent balance lying with the implementing agencies are reviewed with the help of PrCCAs/CCAs/CAs and recovery of interest/accrued income and that of unspent balances of discontinued/completed schemes and projects is ensured in a time bound manner. Also, the status of the unspent balance as of 31st July, 2022 as per proforma attached may be intimated to this office latest by 30th August, 2022.
4. This issues with the approval of Joint Secretary (Budget).



(Pankaj Gupta)
 Under Secretary (PD)
 Tele No. 23092916

To,

The FAs of Ministries and Departments.

Annexure-I

Name of the Ministry/Department :

(Amount in Rs.)

Sr. No	Name of the Implementing Agency (IA)	Unspent Balance as of date	Interest accrued on unspent balance as of date	Whether same has been deposited in Consolidated Fund of India (If no, reasons thereof)	Status of implementation of TSA/SNA