As you know, Public Financial Management System (PFMS) has been in operation for quite some time now. You may kindly appreciate that PFMS has in-built mechanism for transparent and real-time monitoring of fund flow for various Schemes of the Central Government, right from the central releases to expenditure by the States/UTs.

2. During a recent monitoring of various PFMS reports in respect various States, it has been noticed that there are certain areas of data entry where relevant data are either not reflected in the concerned PFMS reports, or the data entered are not in harmony with other reported data.

3. As you are aware, that the unspent balance as shown in Utilization Certificates is taken into account for ascertaining the fund availability with the State Government in respect of NSAP Schemes and releases are made accordingly. **The position of unspent balances will now be ascertained through PFMS reports along with Utilization Certificates submitted by the State Governments and the same will be applicable at the time of release of second instalment during this financial year and will be regular feature thereafter.**

4. In view of above, I shall be grateful if you could kindly instruct the concerned officials of your Department to harmonize various reports on PFMS in coordination with the PFMS team of your State. I shall also be grateful if you could also direct the concerned officials to ensure real-time reporting of data of various PFMS reports either manually or through a systemic solution.

Yours sincerely,

(Dr. N Srinivasa Rao)

All Principal Secretary (By name)
(Except Assam, Odisha, Tamil Nadu and Uttar Pradesh)
Department of Rural Development / Social Security of States/UTs