

**DIRECTORATE OF TREASURIES AND ACCOUNTS
TELANGANA STATE::HYDERABAD**

NO.F3/MSEC/1056/2019-2020

DT:19.06.2023

SUBJECT: P.S -T & A DEPT- **PFMS MODEL 4 IMPLEMENTATION- STANDARD OPERATING PROCEDURE (SOP)** for release of funds under the Centrally Sponsored Schemes (CSS) and monitoring the Utilization of funds released - Release of 1st installment of funds in 2023-2024 - Certain instructions –Issued – Reg.
REF: GOVERNMENT.CIR.MEMO.NO.464/64/PF/2023,DT:25.02.2023

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The Attention of all the Deputy Directors/District Treasury Officers/Sub-Treasury Officers is invited to the subject and reference cited.

The DOE, Ministry of Finance, GOI , under the Central scheme for Treasury modernisation has mandated compulsory interface of State Treasury systems with PFMS. Consequently an interface for sharing data with state treasury has been developed in PFMS. This aims at tracking of utilization of funds for all central schemes in all states which are either transferred through the State Consolidated fund or Implementing Agency route.

The PFMS is a web- based online software application developed and implemented by the **Controller General of Accounts(CGA), DOE,Ministry of Finance, GOI.**
The **Primary function** of PFMS is to facilitate sound Public Financial Management System for Govt of India by establishing an efficient fund flow system as well as a Payment- cum Accounting network. PFMS is **Public Financial Management System** for schemes of GOI which can be also used for State Schemes. PFMS is a transaction -based system to provide Realtime utilization of funds released from Consolidated Fund of India.

Models for integration-various modules:

There are 4 models to integrate PFMS with states, and the states may choose one of the four methods (for each scheme) available in pfms and the state of Telangana has decided to implement Module 4 in TRIBAL WELFARE departments as pilot.

IMPLEMENTATION OF MODEL 4:

- (i) All operations to be carried out by IFMIS (including Beneficiary processing, Bill preparation, payments) post payment, MIS to be shared with PFMS.
- (ii) Firstly funds are transferred to SNA account and based on the balance in SNA Account, HOD sets the limits for all districts via proceedings in e-pass.
- (iii) For DBT Payments, e-governance portal which manages beneficiaries is integrated with IFMIS for payments and e-governance portal is directly integrated with PFMS for sharing MIS with PFMS.
- (iv) The SNA and IAs work on integrated financial management system of the state integrated with PFMS. In this system, SNA Account cannot be operated from the Treasury. The state must designate SNAs, open single nodal account of SNAs in banks and map them in IFMIS, transfer of funds to PD account or any other account of similar style by the state or keeping funds in the Consolidated fund of the state, shall not be permitted.
- (v) The payments pertaining to the scheme is routed through SNA Account. State IFMIS will be integrated with PFMS as an external for REAT integration through SFTP Mode to share validated vendor/beneficiary data and transaction MIS DATA. Masters like scheme codes, scheme definition, scheme components will be shared to state Ifmis by PFMS through an API. All MIS Dashboards are made available on state IFMIS (and on PFMS) viz; SNA s bank account balance, limits vs expenditure by SNAs and IAs, etc.

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Certain instructions to be followed by the DTOs/STOs: FOR ADMITTING CSS MODEL - 4 BILLS:

1. The existing login will be continued by all the DTOs/STOs in the IFMIS Portal.
2. CSS GRANTS ADJUSTMENT: This work will be done at Secretariat level.
3. At this point the DTOS/STOs shall obtain the physical bills, admit, verify and pass the bills. For these bills
 - (i) There is no need for verification of Budget as this is already done at S.NO.2 Above.
 - (ii) Should conduct all other checks like Arithmetic accuracy, Sanctioning proceedings etc.,
 - (iii) After passing the bill, there is no need to send these vouchers to the AG, TS, Hyderabad
4. THE DTOS/STOs shall preserve these vouchers in their office until further orders from this office.
5. After crediting the amounts to SNA ACCOUNTS, the district officers must submit the bills to the concerned treasury for drawal of amounts from the SNA accounts.
6. For any queries or assistance in this regard, please contact the following:
 - (i) Sri.A.Nagaraju (JOINT DIRECTOR, o/o the DTA, TS, Hyderabad) Mob:7799933874
 - (ii) Sri .Sateesh , (SSE) ,o/o the DTA, TS, Hyderabad) Mob:7799934262
 - (ii) Smt. Deepthi (DPO), o/o the DTA, TS, Hyderabad) Mob:8897030504

Sd/-Sri KSRC MURTHY
Director of Treasuries and Accounts

To
1.All the D.DS/DTOs in the state.
2.The IFMIS Software team

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Joint Director of Treasuries and Accounts

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T/1/23*