

**GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF EXPENDITURE
Controller General of Accounts
8th Floor, Lok Nayak Bhawan
Khan Market, New Delhi-110 033**

No. 14(6)/86/TA/1143

Dated, the 17th November, 1986

OFFICE MEMORANDUM

Subject: Simplification of adjustment on account of Pay and T. A. advance on transfer - avoidance of Inter Government Settlement.

Under the provisions of Article 36(b) (ii) of Account Code, Volume-I, dealing with settlement of Pay and T. A. advances in cases of transfer of Government servants from one government to another, travelling expenses, (both ways) are borne by the borrowing Government and the advance of pay is accounted for in the books of that Government to which the official proceeds on transfer.

2. The existing procedure involves settlement of Inter-State transactions with its attendant complication of operation of suspense heads ; issuance of cheques and bank reconciliation etc. With a view to avoiding inter-Governmental settlement in respect of advance of Pay and T. A. made to Governmental servants, on their transfer between Central and State Governments, the high powered Committee appointed by the Government under the Chairmanship of Shri K. P. Geethakrishnan, Additional Secretary, Ministry of Finance to rationalise and simplify C.E.R.s, C.T.R.s and Account Code Vol.-I has recommended that the Government which released an officer on transfer may finally adjust the advances of pay and T. A. sanctioned to the Officer. The receiving Government would then book the net amount of T. A. and recoveries of advance of pay in its books.

3. In pursuance of the above recommendations and in consultaion with State Governments it has been decided that in case of transfer of Government servants, from one Government to another, any advance towards Pay/T. A. paid by the lending Government would be finally booked as revenue expenditure in its books. Recovery/adjustment of these advances from the Officers Pay/T. A. bills will be watched, as at present, through the last pay certificate and credit/net debit would be accounted for in the same manner in the books of borrowing Government. The same drill will operate in reverse when the Government servant reverts to the parent Government.

4. In all cases of transfer of Government servants between two Governments whether for providing on deputation or on reversion taking place on or after 1.1.1987 settlement of advances of Pay and T. A. will be regulated in accordance with the revised orders.

5. This issues in consultation with the Comptroller and Auditor General of India vide their H. O. No. 1217-AC, 1/32-86 dated 29.10.1986.

Sd/- P. V. Desai

Jt. Controller General of Accounts.