

**GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
DEPARTMENT OF EXPENDITURE  
O/o CONTROLLER GENERAL OF ACCOUNTS**

**LOK SABHA  
UNSTARRED QUESTION NO.4103  
TO BE ANSWERED ON FRIDAY, The 9<sup>th</sup> December, 2016  
Agrahayana 18, 1938 (Saka)**

**Public Financial Management System**

**4103. SHRIMATI KAVITHA KALVAKUNTLA**

**Will the Minister of FINANCE be pleased to state :**

- a) whether the Government has approved the rollout of the Public Finance Management System (PFMS) for the monitoring of the Central Government Schemes;**
- b) if so, the details thereof;**
- c) whether the said system has been implemented after consultation with the States/UTs, if so, the details thereof; and**
- d) the extent to which the said mechanism is likely to improve the last, mile delivery to the beneficiaries under several schemes to States/UTs?**

**ANSWER  
MINISTER OF STATE ( FINANCE)  
(SHRI ARJUN RAM MEGHWAL)**

**(a) & (b) : Yes Sir,**

**To implement Just-In-Time release of funds and monitor the end usage of funds, it has been decided to universalize the use of PFMS to cover all transaction/payments under the Central Sector**

**Schemes. Necessary instructions for implementation have been conveyed to administrative Ministries/ Departments.**

**(c) : The system has been developed after holding extensive consultation with State Governments and pilot studies of system for schemes such as SSA, NRHM, MGNREGS and PMGSY etc. in some States.**

**(d) : The scheme has twin objectives of**  
**(i) Just-In-Time release of funds; and**  
**(ii) Complete monitoring of usage of funds upto the end beneficiaries including information on end use of funds.**

**After implementation of the scheme, monitoring of utilization of funds under various schemes will improve significantly.**