

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

**LOK SABHA UNSTARRED QUESTION No. 1276
TO BE ANSWERED ON Monday, The 10th February, 2020
Magha 21, 1941(Saka)**

“Public Financial Management System”

1276. Shri VISHNU DAYAL RAM

Will the Minister of FINANCE be pleased to state:

- (a) the objectives of the Public Financial Management System;
- (b) the details of functionalities that have been and are proposed to be built into it and its various functions; and
- (c) the details of other expenditure reforms that have been implemented by the Government?

**ANSWER
MINISTER OF STATE (Finance & Corporate Affairs)
(Shri ANURAG SINGH THAKUR)**

- (a) The objective of Public Financial Management System (PFMS) is to facilitate sound public finance management for Government of India by establishing an efficient fund flow system as well as a receipt and payment cum accounting system. PFMS provides various stakeholders with reliable and meaningful management information and an effective decision support system
- (b) Reply given in Annexure-I
- (c) Reply given in Annexure-II

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(b) Functionalities

Modules developed /under development by Public Financial Management System (PFMS) for stakeholders as per the mandate above include:

I. Fund Flow Monitoring

- (a) Agency Registration Module
- (b) Expenditure, Advance and Transfer (EAT) module
- (c) Accounting Module for registered agencies
- (d) Treasury Interface Module
- (e) Public Financial Management System – Panchayati Raj Institutions (PFMS-PRI) Fund Flow Interface
- (f) Mechanism for State Scheme for fund tracking
- (g) Monitoring of Externally Aided Projects (EAP)

II. Direct Benefit Transfer Modules

- (a) Pay & Accounts Office (PAO) to Beneficiaries
- (b) Agency to Beneficiaries
- (c) State Treasuries to Beneficiaries

III. Interfaces for Banking

- (a) Core Banking Solution (CBS)
- (b) India Post
- (c) Reserve Bank of India (RBI)
- (d) Regional Rural Banks (RRBs)
- (e) Cooperative Banks.

IV. Pay & Accounts Office (PAO) module of PFMS covers payment and accounting of all Pay and Accounts Offices bills

V. Employees Information System (EIS) Module has been developed and made operational for processing of salary bills of all Drawing and Disbursing Officers (DDOs)

VI. Cheque Drawing and Disbursing Officers (CDDO) Module covers payment and accounting functions of CDDO bills.

VII. Non-Tax Receipt Portal (NTRP) as one-stop window to citizens/corporates/institutions/other users for making online deposits of Non-Tax receipts (NTR) which are payable to the Government of India (GOI)

VIII. Complete online processing of pension disbursement through integration of Bhavishya (Department of Pension) and Pension Authorisation Retrieval & Accounting System (PARAS) software of Central Pension Accounting Organization (CPAO).

IX. General Provident Fund (GPF) Module covers all the functionalities of GPF like GPF advance, withdrawal, final payment, interest calculation etc.

X. Integration of PFMS with the following standalone applications. The sanction generated through the standalone application being captured in the PAO module of PFMS

- Government e-Marketplace (GeM)
- PRAHARI of Boarder Security Force (BSF)
- SELO of Central Reserve Police Force (CRPF)
- E-Wisdom of Lok Sabha
- Composite Financial Accounting System (CFAS) of UT Chandigarh
- Indian Customs Electronic Commerce Gateway (ICEGATE) of Central Board of Indirect Taxes and Customs (CBIC).
- Department of Atomic Energy
- Department of Space

(c) Other Expenditure Reforms

- i. Majority of schemes/components being implemented across Ministries/Departments such as PAHAL, MGNREGS, PMAY (Gramin), Pensions and Scholarships, which involves cash transfer as well as in kind transfers such as food grains and Mid-Day Meals to school children, have been linked to Direct Benefit Transfer (DBT). Implementation of Aadhaar based DBT has resulted in significant savings due to removal of duplicate/fake beneficiaries.
- ii. Government-e-Marketplace (GeM) portal has been launched by Department of Commerce (DGS&D) on 9th August, 2016 which is a complete end-to-end procurement solution for common use goods & services for Government buyers. More than 31000 products and 1215 service providers have been made available for purchase/hire by the Government users.
- iii. Revised General Financial Rules (GFRs) 2017 has been released on 7th March, 2017 with updated limits and provision.
