

O/o the Controller General of Accounts
Mahalekha Niyantarak Bhawan
M/o Finance, D/o Expenditure
TA Section

IT Division of O/o CGA may please find enclosed the following approved accounting Procedure
for uploading on CGA's website

1. Bharat Infrastructure Kosh(BIK)
2. Rashtriya Swachhata Kosh (RSK)



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**Accounting Procedure for Bharat Infrastructure Kosh (BIK)- A non-lapsable
fund under Ministry of Urban Development**

Introduction

1. Infrastructure Cess at the rate of 4% of excise duty has been levied for the purpose of financing infrastructure projects. To credit the proceeds of the Infrastructure Cess in the Public Account of India, a dedicated non-lapsable fund entitled “ Bharat Infrastructure Kosh (BIK)” is being created in the Public Account under Major Head 8235- General and other Reserve Funds . Utilization of funds under BIK are to be governed by the following principles:-
 - (i) BIK shall be maintained by the Ministry of Urban Development and amount available therein shall be non-lapsable.
 - (ii) The proceeds of the Infrastructure Cess shall be credited into “ Bharat Infrastructure Kosh(BIK)” after obtaining due approval of the Parliament through Demands for Grants
 - (iii) Amount credited to the “Bharat Infrastructure Kosh (BIK)” shall be spent on schemes such as Smart Cities, AMRUT, Metro Projects, Sagarmala Development of Inland Waterways and such other infrastructure schemes/projects, as notified by Ministry of Finance from time to time.

Periodicity and Modality of transfer of funds from CFI to BIK

2. The Infrastructure Cess levied and collected by the Government is being accounted for in the Consolidated Fund of India (0038.03.506-Infrastructure Cess) by the CCA, CBEC.
3. CCA, CBEC will provide monthly information regarding the receipts on account of Infrastructure Cess to CCA, M/o Urban Development to enable Ministry of Urban Development to maintain a proforma account and make suitable provisions under Major Head 2217-Urban Development, 05-Other Urban Development Schemes , 797-Transfer to Reserve Fund /Deposit Account, **-transfer to Bharat Infrastructure Kosh under the Demands for Grants of Ministry of Urban Development to facilitate transfer of proceeds of Infrastructure Cess to Bharat Infrastructure Kosh.
4. Consequent upon sanction by the competent authority, the PAO (Ministry of Urban Development) shall transfer the budgeted amount by passing/proposing the following entry in the Government Account:

Debit	2217- Urban Development
	05- Other Urban Development Schemes
	797- Transfer to Reserve Fund/Deposit Account
- Transfer to Bharat Infrastructure Kosh

To
Credit 8235-General and other Reserve Fund

***- Bharat Infrastructure Kosh (a new minor head to be opened)

It should be ensured that the entire cess collected is fully transferred to the earmarked Fund.

5. With reference to the availability of Fund under Bharat Infrastructure Kosh, the Ministry of Urban Development shall make necessary budget provisions under relevant Major Heads of the schemes/ programmes being run by them in their Detail Demand for Grants. Other Ministries implementing the schemes to be financed from Bharat Infrastructure Kosh (BIK) shall also make necessary Budget provision in their DDG pertaining to those schemes.
6. While incurring expenditure on the schemes, PAO of the concerned Ministry shall debit the functional Major Head concerned.
7. An amount equivalent to the above debited amount shall then be met from Bharat Infrastructure Kosh by debiting head 8235- General and other Reserve Fund, ***- Bharat Infrastructure Kosh by per minus debiting the Minor Head '9**- Deduct amount met from Bharat Infrastructure Kosh' below the Major head from where expenditure has been incurred.
8. CCAs of the Ministries implementing schemes funded from BIK shall intimate to CCA, Ministry of Urban Development and Director (Budget) through a statement showing expenditure incurred from Bharat Infrastructure Kosh by PAOs (concerned Ministries) monthly, for record and enabling them to maintain broadsheet.
9. The Ministry of Urban Development shall issue necessary administrative sanction of the actual expenditure from BIK so incurred after necessary reconciliation with PAO(UD) with reference to their initial subsidiary records to be maintained by the them. The expenditure figures as appeared in the books of PAO shall be final.
10. The PAO (M/o Urban Development) under CCA, UD shall maintain the broadsheet of Bharat Infrastructure Kosh indicating the opening balance, amount transferred, expenditure incurred during the year, net balance available for carry forward to the next financial year under the Bharat Infrastructure Kosh in Public Account during the year. The PAO shall submit a statement indicating the expenditure and balance available under Bharat Infrastructure Kosh to the Secretary, Ministry of Urban Development through CCA, M/o UD and JS & FA, Ministry of Urban Development after close of the financial year.
11. The expenditure incurred out of the Bharat Infrastructure Kosh shall be subject to Internal Audit by O/o CCA, Urban Development and Statutory Audit by O/o the comptroller and Auditor General of India.

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Accounting Procedure for Rashtriya Swachhata Kosh
A non lapsable fund under Ministry of Drinking Water and Sanitation

Introduction

1. A Swachh Bharat Cess @ 0.5% on Service tax has been introduced through Finance notification no. 22/2015. To credit the proceeds of the Swachh Bharat Cess in the Public Account of India, a dedicated non lapsable fund entitled 'Rashtriya Swachhata Kosh' is being created under Major Head 8235- General and other Reserve Funds. Utilization of funds under RSK are to be governed by the following principles:-

(i) RSK shall be maintained by the Ministry of Drinking Water and Sanitation and amount available therein shall be non lapsable;

(ii) The proceeds of the Swachh Bharat Cess, shall be credited into RSK after obtaining due approval of the Parliament through Demands for Grants;

(iii) Amount credited to the RSK shall be spent on Swachh Bharat Mission (Gramin) & Swachh Bharat Mission (Urban), by the Ministry of Drinking Water and Sanitation and Ministry of Urban Development respectively.

Periodicity and Modality of transfer of funds from Consolidated Fund of India to RSK

2. The Swachh Bharat Cess is a tax revenue and being levied/collected since 15.11.2015, in accordance with Finance Notification No. 22/2015 and are being booked in Government Account under a distinct minor head 506-Swachh Bharat Cess below the Major Head- **0044 – Service Tax.**

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A minor head with the nomenclature 'Rashtriya Swachhata Kosh' under the Major Head ' 8235 – General and other Reserve Funds' in the non-interest bearing section of Public Account be opened in the Public Account of India for routing the transactions relating to Rashtriya Swachhata Kosh.

3. Swachh Bharat Cess levied and collected by the Government is being accounted for in the Consolidated Fund of India by the Chief Controllers of Accounts, CBEC. Since the account of RSK is to be maintained by the CCA, M/o DWS, information regarding receipts on account of swachh Bharat Cess shall be procured by CCA, M/o DWS from CCA, CBEC to enable MDWS to make suitable provisions under the Major head 2215- Water Supply and Sanitation (MH), 02- Sewerage and Sanitation (SMH), 797- Transfer to Reserve Fund/Deposit Account, ** – Transfer to Rashtriya Swachhata Kosh (to be opened), 00.63 – Inter Account Transfer under the Demand for Grants of the Ministry of Drinking Water and Sanitation to facilitate transfer of proceeds of Swachh Bharat Cess to RSK fund.

4. Updating of information relating to actual cess receipts against estimates projected will also be ascertained directly by CCA, MDWS from CCA, CBEC, Department of Revenue from time to time as deemed necessary.

5. The PAO (MDWS) shall transfer periodically the budgeted amount being sanctioned by the competent authority by passing/proposing the following entry in the Government account:

Debit 2215- Water Supply and Sanitation (MH)
 02- Sewerage and Sanitation (SMH)
 797- Transfer to Reserve Fund/Deposit Account
 – Transfer to Rashtriya Swachhata Kosh
 ... 00.63 – Inter Account Transfer

To

Credit 8235 – General and other Reserve Funds -
 - Rashtriya Swachhata Kosh (a new minor head to be opened)

6. With reference to the availability of funds under RSK, the Ministry of Drinking Water and Sanitation and Ministry of Urban Development shall make necessary budget provisions under relevant functional Major Heads of the schemes/ programmes being run by them i.e. Swachh Bharat Mission (Gramin) and Swachh Bharat Mission (Urban) in their Detailed Demands for Grants. PAO of the concerned Ministry/Department shall debit the functional Major Head concerned while incurring expenditure on the schemes.

7. An amount equivalent to the above debited amount shall be then met from RSK by minus debiting the minor head 90* - Deduct amount met from RSK (to be opened) below the concerned functional major head under which the expenditure was booked by per contra debit to

8235 – General and other Reserve Fund

155 *** - Rashtriya Swachhta Kosh (New minor head)

8. CCA, M/o Urban Development shall intimate CCA (DWS) and Director (DWS) through a statement showing expenditure incurred from Rashtriya Swachhata Kosh by PAO (UD) monthly, for record and enabling them to maintain broadsheet.

9. The Ministry of DWS shall issue necessary administrative sanction of the actual expenditure from RSK so incurred after necessary reconciliation with PAO (MDWS) with reference to their initial subsidiary records to be maintained by them. The expenditure figures as appeared in the books of PAO shall be final.

10. The PAO (MDWS) under CCA, DWS shall maintain the Broadsheet of Rashtriya Swachhata Kosh (RSK) indicating the opening balance, amount transferred under the Rashtriya Swachhata Kosh in Public Account during the year, expenditure incurred during the year, net balance available for carry forward the same to the next financial year. The PAO shall submit the statement of accounts, indicating the expenditure and un-utilized amounts under RSK to the Secretary DWS through EA, DWS after close of the financial year.

11. The expenditure incurred out of the Rashtriya Swachhata Kosh shall be subject to internal Audit and statutory Audit.