

GOVERNMENT OF NAGALAND  
FINANCE DEPARTMENT  
ESTABLISHMENT BRANCH

NO.FIN/ESTT-1/2010

Dated Kohima, the 6<sup>th</sup> July, 2010

**OFFICE MEMORANDUM**

Sub:- **IMPOSITION OF TOTAL BAN ON CREATION/UPGRADATION OF POSTS, PURCHASE OF VEHICLES AND FURNITURE AND ENHANCEMENT OF RATES FOR CONSTRUCTION WORKS:**

The adoption of a normative approach by the Thirteenth Finance Commission in assessing the State's non-plan revenue expenditure particularly on salary account has led to a huge under assessment requiring the State to drastically reduce/restrict expenditure on salaries and other establishment cost like motor vehicles, furniture, etc. Besides, the Thirteenth Finance Commission has also laid down fiscal correction path to be followed by the State as per which the State's fiscal deficit has to be brought down to 3% of GSDP by the year 2013-14.

2. In view of the position as stated above the State Cabinet has decided to adopt following austerity measures which will come into force immediately:

- (i) Total ban on creation and up-gradation of posts both under Plan and Non-Plan.
- (ii) Ban on purchase of new vehicles both under Plan and Non-Plan.
- (iii) Ban on purchase of furniture both under Plan and Non-Plan.
- (iv) Ban on enhancement of rates for all kind of construction works – No subsequent enhancement of rates shall be made once the rates are agreed upon and contract signed.

3. Any of the restrictions as indicated above may be relaxed in exceptional case only with the approval of the State Cabinet.

4. Budget provision as may exist for these purposes shall not be allowed to be re-appropriated.

5. All Administrative Heads of Departments (AHOD) and Heads of Departments (HOD) are requested to ensure strict compliance. The contents of this O.M. may be circulated among their sub-ordinate offices for information and strict compliance.

(TOSHLAJER)

Addl. Chief Secretary & Finance Commissioner.

To

All Administrative Heads of Departments  
All Heads of Departments.

Copy to:-

1. The Special Secretary to the Governor.
2. The OSD to the Chief Minister.
3. The Sr. P.S. to all Ministers/Parliamentary Secretaries.
4. The OSD to the Chief Secretary.
5. The Accountant General, Nagaland, Kohima
6. The Secretary, Nagaland Legislative Assembly Secretariat, Kohima.