

Government of India
Ministry of Finance
Department of Expenditure
Public Finance- State Division

New Delhi, 15.07.2021

To,
The Pay & Accounts Officer,
Department of Expenditure,
Ministry of Finance,
New Delhi

Subject: Payment of back to back loan to States in lieu of GST Compensation Shortfall Demand no. 40- Transfer to States.

Sir,

The undersigned is directed to convey the sanction of the President of India to the payment of Rs.604482 Lakh (Rupees Six Thousand Forty Four Crore and Eighty Two lakhs Only) being back to back loan to the respective State Governments in lieu of GST Compensation Shortfall in the year 2021-22 as under:

(Rs in Lakh)

S.No.	State	Net amount payable
1	Andhra Pradesh	13376
2	Assam	7252
3	Bihar	27865
4	Chhattisgarh	20298
5	Goa	3463
6	Gujarat	53310
7	Haryana	30228
8	Himachal Pradesh	11018
9	Jharkhand	10155
10	Karnataka	74031
11	Kerala	35726
12	Madhya Pradesh	28662
13	Maharashtra	56343
14	Meghalaya	576
15	Odisha	26287
16	Punjab	49597
17	Rajasthan	29713
18	Tamil Nadu	33094
19	Telangana	18679
20	Tripura	1639
21	Uttar Pradesh	33278
22	Uttarakhand	13626
23	West Bengal	26266
	Total	604482

Sumit Agarwal
15/7/2021

2. Payments may kindly be paid to the respective State Governments immediately.

3. The payments are adjustable in the account of the Central Government in the books under the sub-head indicated as under:-

Loan**DEMAND NO. 40****7601- LOANS AND ADVANCES TO STATE GOVERNMENTS (MAJOR HEAD)****09- OTHER LOANS TO STATES (SUB MAJOR HEAD)****101-BLOCK LOANS (MINOR HEAD)****04- BACK TO BACK LOANS TO STATE IN LIEU OF GST COMPENSATION
SHORTFALL (SUB HEAD)****00.55- LOANS AND ADVANCES**

4. The Central Government has borrowed this amount at the interest rate of 4.2546% p.a. and this borrowed amount is recoverable from the transferee at the same rate.

5. The progressive totals of loan released to the State Governments under the sub-head at para 3 during the current financial year 2021-22 so far including amount released in this sanction letter is as follows:

(Rs in Lakh)

Sl.No	State	Loan
1	Andhra Pradesh	154343
2	Assam	83681
3	Bihar	321518
4	Chhattisgarh	234204
5	Goa	39954
6	Gujarat	615110
7	Haryana	348783
8	Himachal Pradesh	127126
9	Jharkhand	117173
10	Karnataka	854217
11	Kerala	412227
12	Madhya Pradesh	330716
13	Maharashtra	650111
14	Meghalaya	6651
15	Odisha	303310
16	Punjab	572278
17	Rajasthan	342839
18	Tamil Nadu	381850
19	Telangana	215525
20	Tripura	18915
21	Uttar Pradesh	383972
22	Uttarakhand	157221
23	West Bengal	303073
	Total	6974797

6. The action taken on this letter may be acknowledged and correctness of the progressive totals be indicated.

Yours faithfully,

Sumit Agrawal
(15/7/2021)

(Sumit Agrawal)

Assistant Director (PF-S)

Ph.2309-5700

Sumit

Copy To:

1.	Fin. Secy./Plng. Secy. Govts concerned.
2.	Accountant General(A&E), States concerned.
3.	DEA: Budget Division. (States Branch), New Delhi.
4.	NITI Aayog: SP Divn./ FR Divn. , New Delhi.
5.	Secy. RBI, Central Office, Mumbai.
6.	Manager, RBI, CAS, Nagpur.
7.	Resident Commissioner, Govts. concerned, New Delhi.
8.	Chief Controller Of Accounts, Min. Of Finance, North Block (3 copies).
9.	Hindi Section for Hindi version.

Sumit Agrawal
(15/7/2021)

(Sumit Agrawal)

Assistant Director (PF-S)

Ph.2309-5700

Sumit