

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

New Delhi, 07.10.2021

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.2185437 Lakh (Rupees Twenty One Thousand Eight Hundred Fifty Four Crore and Thirty Seven 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:

S.No.	State	Net amount payable (Rs in Lakh)
1	Andhra Pradesh	48361
2	Assam	26220
3	Bihar	100742
4	Chhattisgarh	73384
5	Goa	12519
6	Gujarat	192734
7	Haryana	109285
8	Himachal Pradesh	39833
9	Jharkhand	36714
10	Karnataka	267656
11	Kerala	129165
12	Madhya Pradesh	103624
13	Maharashtra	203701
14	Meghalaya	2084
15	Odisha	95037
16	Punjab	179314
17	Rajasthan	107423
18	Tamil Nadu	119646
19	Telangana	67531
20	Tripura	5927
21	Uttar Pradesh	120311
22	Uttarakhand	49263
23	West Bengal	94963
	Total	2185437

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 5.6860% 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	202704
2	Assam	109901
3	Bihar	422260
4	Chhattisgarh	307588
5	Goa	52473
6	Gujarat	807844
7	Haryana	458068
8	Himachal Pradesh	166959
9	Jharkhand	153887
10	Karnataka	1121873
11	Kerala	541392
12	Madhya Pradesh	434340
13	Maharashtra	853812
14	Meghalaya	8735
15	Odisha	398347
16	Punjab	751592
17	Rajasthan	450262
18	Tamil Nadu	501496
19	Telangana	283056
20	Tripura	24842
21	Uttar Pradesh	504283
22	Uttarakhand	206484
23	West Bengal	398036
	Total	9160234

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

Yours faithfully,

Sumit Agrawal
07/10/2021

(Sumit Agrawal)
Assistant Director (PF-S)
Ph.2309-5700

Sumit Agrawal

Copy To:

1.	Finance Secy. Govts concerned.
2.	Accountant General (A&E), States concerned.
3.	Secy, Department of Economic Affairs, North Block, New Delhi.
4.	Secy. Department of Revenue , 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
07/10/2021

(Sumit Agrawal)
Assistant Director (PF-S)
Ph.2309-5700

Sumit Agrawal