

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

New Delhi, 28.10.2021

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. **4091866 Lakh (Rupees Forty Thousand Nine Hundred Eighteen Crore and Sixty Six 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	90559
2	Assam	49076
3	Bihar	188569
4	Chhattisgarh	137402
5	Goa	23428
6	Gujarat	360853
7	Haryana	204579
8	Himachal Pradesh	74595
9	Jharkhand	68776
10	Karnataka	501090
11	Kerala	241849
12	Madhya Pradesh	194020
13	Maharashtra	381400
14	Meghalaya	3918
15	Odisha	177945
16	Punjab	335748
17	Rajasthan	201142
18	Tamil Nadu	224022
19	Telangana	126478
20	Tripura	11134
21	Uttar Pradesh	225237
22	Uttarakhand	92230
23	West Bengal	177816
	Total	4091866

Sanit Agency
28/10/2021

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 5.6860% p.a. and this borrowed amount is recoverable from the transferee at the same rate.

5. The progressive total 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	327219
2	Assam	177387
3	Bihar	681563
4	Chhattisgarh	496515
5	Goa	84691
6	Gujarat	1304021
7	Haryana	739379
8	Himachal Pradesh	269522
9	Jharkhand	248441
10	Karnataka	1810891
11	Kerala	873931
12	Madhya Pradesh	701117
13	Maharashtra	1378236
14	Meghalaya	14116
15	Odisha	643020
16	Punjab	1213241
17	Rajasthan	726829
18	Tamil Nadu	809525
19	Telangana	456949
20	Tripura	40137
21	Uttar Pradesh	813994
22	Uttarakhand	333303
23	West Bengal	642528
	Total	14786555

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

Yours faithfully,

Sumit Agrawal
28/10/2021

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

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Copy To:

1.	Fin. 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
28/10/2021

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

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