

**F.No. S-31011/7/2022-ST-II-DOR**

Government of India  
Ministry of Finance  
Department of Revenue  
State Taxes Section

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New Delhi, the 31<sup>st</sup> May, 2022

To

The Pay & Accounts Officer,  
Department of Revenue,  
Ministry of finance,  
New Delhi.

Subject: -'On account' Payment of Grant-in-aid to the **Government of Himachal Pradesh** being the balance compensation for loss of revenue for period of April, 2021 to March, 2022 and provisional Compensation for April- May, 2022 on account of implementation of Goods and Service Tax.

Sir,

I am directed to convey the sanction of the President to the "on account" Payment of **Rs.838 crore (Rupees Eight Hundred Thirty Eight Crore Only)** as Grant-in-aid to the Government of **Himachal Pradesh** being the balance compensation for loss of revenue for period of April, 2021 to March, 2022 and provisional Compensation for April- May, 2022 on account of implementation of Goods and Service Tax.

2. The payment may be made to the Government of **Himachal Pradesh**, as usual.
3. The above release of Non-Plan Grant is provisional and subject to the conditions that in case the total GST compensation entitlement of the State Government on the basis of audited revenue figures by Comptroller and General of India falls below the total amount of provisional GST compensation already released to the State Government, the excess payment shall be recovered from future claims or by direct debit to the State Government's Account as per the procedure. Similar procedure shall be followed in case the total cumulative entitlement of the State Government for payment of compensation falls below the total amount of compensation released to the State Government, due to improvement in the revenue performance of the State at a later stage.
4. The above release will be debitabale under the Major Head 3601 in Demand No.35, for the year 2022-23, as under:-

**3601-Grant-in-aid to States**

**08-Grants to States**

**08.112-Compensation for loss of revenue arising out of implementation of GST**

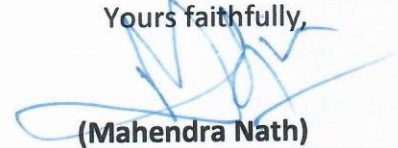
**01-Compensation for revenue loss to States**

**01.00.31-Grants-in-aid (2022-23)**

5. This issues with the concurrence of IFU/ Budget division vide C.No. 300529664 dated 31.05.2022

6. Action taken on this letter may kindly be intimated.

Yours faithfully,



**(Mahendra Nath)**

**Under Secretary (State Taxes)**

**Copy to:-**

- 1) Finance Secretary of the State concerned.
- 2) Commissioner of Sales Tax/Commercial Tax/VAT of the State concerned.
- 3) Accountant General (A&E), **Himachal Pradesh.**
- 4) PS to Secretary (Expenditure), Ministry of Finance, New Delhi.
- 5) DEA: Under Secretary (Budget), North Block, New Delhi.
- 6) Dy. Under Secretary, O/o DGACR, III Floor, AGCR Building, I.T.O., New Delhi.
- 7) NITI Ayog: SP Divn./FR Divn., Yojana Bhawan, New Delhi.
- 8) Secretary, RBI, Central Office, Mumbai.
- 9) Manager, RBI, CAS, Nagpur.
- 10) Chief Controller of Accounts, Ministry of Finance, North Block (3 copies).
- 11) Hindi Section for stencil of Hindi version.
- 12) Budget Division – States Section.
- 13) Resident Commissioner of the State concerned, New Delhi.
- 14) Member-Secretary Empowered Committee, New Delhi.
- 15) IFU.III, Department of Revenue
- 16) Cash Section, Department of Revenue.



**(Mahendra Nath)**

**Under Secretary (State Taxes)**

**(Sanction No.9 of 2022-23)**