## AMOUNT TO BE CREDITED IN THE ACCOUNTS OF THE STATE GOVERNMENTS

01/2017

F.13(41)FFC/FCD/2015-16 Government of India Ministry of Finance

Department of Expenditure (Finance Commission Division)

Block No. XI, 5th Floor, CGO Complex, New Delhi-110003, Dated: 11/01/2017

To,

The Chief Controller of Accounts, Department of Economic Affairs, Ministry of Finance, North Block, New Delhi-110001

Subject: Release of Performance grant to the State Government(s) for Rural Local Bodies (RLBs) during 2016-17 as recommended by the Fourteenth Finance Commission.

Sir.

I am directed to convey the approval of Competent authority in Government of India for release of Rs.218269.10 Lakh (Rupees Two Thousand One Hundred Eighty Two Crore, Sixty Nine Lakh and Ten Thousand Only) as Performance Grants for Rural Local Bodies in 2016-17 for the following State Government(s) as per the recommendations of the Fourteenth Finance Commission, details are given below:-

SI. No.	Name of the State	RLBs Performance Grant	Year
		(Rs. in Lakhs)	
1.	Andhra Pradesh	16862.27*	2016-17
2.	Chhattisgarh	10284.00	2016-17
3.	Gujarat	16932.00	2016-17
4.	Haryana	7615.00	2016-17
5.	Himachal Pradesh	3549.00	2016-17
6.	Jammu & Kashmir	6678.74*	2016-17
7.	Karnataka	17945.75*	2016-17
8.	Madhya Pradesh	26584.00	2016-17
9.	Maharashtra	29484.00	2016-17
10.	Rajasthan	26735.00	2016-17
11.	Sikkim	291.00	2016-17
12.	Telangana	10541.00	2016-17
13.	Tripura	658.00	2016-17
14.	Tamil Nadu	17212.00	2016-17
15.	West Bengal	26897.34*	2016-17
	Total	218269.10	

(\*) Release is based on pro-rata basis as per no. of duly constituted Rural Local Bodies.

Contd.....2/-

<sup>2.</sup> The State Government(s) are advised to ensure that grants are distributed as per the approved & notified scheme for disbursal of Performance Grant. However, in case any undistributed fund remains, it shall be distributed to all the eligible Gram Panchayats as per the formula recommended in the latest State Finance Commission Report (SFC). However, in the absence of SFC formula, Grant should be distributed using population of 2011 Census with a weight of 90% and Area with a weight of 10%. as per the FFC recommendations.

- 3. State(s) shall transfer the indicated aforesaid amount to local bodies within fifteen days of receipt from Central Government. Any delay will require the State Government(s) to release the installment with interest, at bank rate of RBI, for number of days of delay.
- 4. Distribution and Utilisation of Grant should be in consonance with the Local body Guidelines issued vide letter No. 13(32)FFC/FCD/2015-16, dated 8<sup>th</sup> October, 2015.
- 5. You are requested to advise the Reserve Bank of India, Nagpur to credit the aforesaid indicated amount to the accounts of the respective State Government(s).
- 6. The payments are adjustable in the accounts of the Ministry of Finance in Demand No. 32 Transfers to State and Union Territory Government(s) for the year 2016-2017 under the Major Head 3601.01.104.22.01.31 as Grants-in-aid to States for Local Bodies Grants.
- 7. The action taken on this letter may be intimated to this Division.

Yours faithfully,

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J(S. C. Meena) Joint Director (FCD) Tele: 011-24368543(O)

Copy to:

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SI.	Name		
No.			
11	The Secretary, RBI, Central office, Mumbai.		
2	The Secretary, Ministry of Panchayti Raj, Krishi Bhawan, New Delhi.		
3	The Manager, RBI, Central Accounts Section, Nagpur.		
4	The Budget Division (States Section), DEA, North Block, New Delhi.		
5	The PAO, Department of Expenditure (DOE).		
6	The Accountant General(A&E), Government of Andhra Pradesh, Chhattisgarh, Gujarat,		
	Haryana, Himachal Pradesh, Jammu & Kashmir, Karnataka, Madhya Pradesh, Maharashtra,		
	Rajasthan, Sikkim, Telangana, Tripura, Tamil Nadu, and West Bengal.		
7	The Accountant General(Audit), Government of Andhra Pradesh, Chhattisgarh, Gujarat,		
	Haryana, Himachal Pradesh, Jammu & Kashmir, Karnataka, Madhya Pradesh, Maharashtra,		
	Rajasthan, Sikkim, Telangana, Tripura, Tamil Nadu and West Bengal.		
8	The Secretary(Finance), Government of Government of Andhra Pradesh, Chhattisgarh, Gujarat,		
	Haryana, Himachal Pradesh, Jammu & Kashmir, Karnataka, Madhya Pradesh, Maharashtra,		
	Rajasthan, Sikkim, Telangana, Tripura, Tamil Nadu, and West Bengal.		
9	The Secretary(Panchayati Raj), Government of Andhra Pradesh, Chhattisgarh, Gujarat, Haryana		
	Himachal Pradesh, Jammu & Kashmir, Karnataka, Madhya Pradesh, Maharashtra, Rajasthan,		
	Sikkim, Telangana, Tripura, Tamil Nadu, and West Bengal.		

(S. C. Meena) Joint Director (FCD) Tele: 011-24368543(O)