AMOUNT TO BE CREDITED IN THE ACCOUNTS OF THE STATE GOVERNMENTS

F.13(40)FFC/FCD/2017-18
Government of India
Ministry of Finance
Department of Expenditure
Finance Commission Division

Block No. XI,5th Floor,CGO Complex, New Delhi-110003. Dated:-19/06/2017

To,

The Chief Controller of Accounts, Department of Expenditure, Ministry of Finance, North Block, New Delhi-110001.

Subject: Release of Basic grant to the State Government(s) for Rural Local bodies(RLBs) during 2017-2018 as recommended by the Fourteenth Finance Commission.

Sir,

I am directed to convey the approval of Government of India for release of Rs. 461975.00 Lakh (Rupees Four Thousand, Six Hundred, Nineteen Crore and Seventy-Five Lakh Only) as Basic Grants for Rural Local bodies for the following State Government(s) and as per details given below, during 2017-2018 as per the recommendations of the Fourteenth Finance Commission:-

(Rs. in Lakhs)

SI. No.	Name of the State	RLBs Grant	Installment	Year
1	Haryana	33540.00	1 st	2017-18
2	Himachal Pradesh	15630.00	1 st	2017-18
3	Tripura	2899.00	1 st	2017-18
4	Madhya Pradesh	117078.50	1 st	2017-18
5	Rajasthan	117746.00	1 st	2017-18
6	Jharkhand	52222.50	1 st	2017-18
7	Odisha	76435.50	1 st	2017-18
8	Telangana	46423.50	1 st	2017-18
X	Total	461975.00	X	X

- 2. The State Government(s) is/are advised to ensure that grants are distributed as per the approved 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%.
- 3. The State(s) need to transfer above amount(s) to local bodies within fifteen days of receipt from Central Government. Any delay will require the State Government(s) to release the instalment with interest, at bank rate of RBI, for number of days of delay.

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- 4. Distribution and Utilisation should be in consonance with the Local body Guidelines issued vide letter No. 13 (32)FFC/FCD/2015-16, dated 8th October, 2015.
- 5. You are requested to advise the Reserve Bank of India, Nagpur to credit the above 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 Grant No. 040 Transfers to State and Union Territory Government(s) for the year 2017-2018 under Function Head 3601071020100, Object Head 31, Scheme code 2084 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

(\$. C. Meena)

Joint Director (FCD) Tele: 011-24368543(O)

Copy To:

SI.	Name		
No.			
1	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 Haryana, Himachal Pradesh, Tripura, Madhya Pradesh, Rajasthan, Jharkhand, Odisha and Telangana.		
7	The Accountant General (Audit), Government of Government of Haryana, Himachal Pradesh, Tripura, Madhya Pradesh, Rajasthan, Jharkhand, Odisha and Telangana.		
8	The Secretary(Finance), Government of Government of Haryana, Himachal Pradesh, Tripura Madhya Pradesh, Rajasthan, Jharkhand, Odisha and Telangana.		
9	The Secretary(Panchayati Raj), Government of Government of Haryana, Himachal Pradesh, Tripura, Madhya Pradesh, Rajasthan, Jharkhand, Odisha and Telangana.		

(S. C. Meena) Joint Director (FCD)

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