

Amount released vide ICA No. 1143-17  
dated 10/10/2017

796 P

T. S. Dinesh  
AO/2. A. 11/10/17

Most Immediate

LB Release No. 18/2017 - 18

**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: 10/10/2017

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,

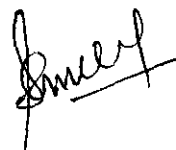
I am directed to convey the approval of Government of India for release of Rs. **243842.00** Lakh (Rupees Two Thousand, Four Hundred Thirty Eight Crore and Forty Two Lakh Only) as **Basic Grants for Rural Local bodies** for the following State Government(s) and as per details given below, during 2017-2018 as per the recommendations of the Fourteenth Finance Commission:-

Sl. No.	Name of the State	RLBs Basic Grant	Year	(Rs. in Lakhs)
				Amount to be release
1.	Himachal Pradesh	2 <sup>nd</sup> instalment	2017-18	15630.00
2.	Kerala	2 <sup>nd</sup> instalment	2017-18	34698.00
3.	Madhya Pradesh	2 <sup>nd</sup> instalment	2017-18	117078.50
4.	Odisha	2 <sup>nd</sup> instalment	2017-18	76435.50
x	Total	x	x	243842.00

2. The aforementioned release of grants is based on the recommendations received from Ministry of Panchayati Raj, (MoPR), New Delhi.

3. 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%.

4. 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.



Contd...2/-

5. Distribution and Utilisation 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.

6. 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).

7. 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.

8. The action taken on this letter may be intimated to this Division.

Yours faithfully  
  
(Subhash Chandra Meena)  
Joint Director (FCD)  
Tele: 011-24368543(O)

**Copy to:**

Sl. No.	Name & address
1.	The Secretary, RBI, Central Office, Mumbai.
2.	The Manager (RBI), Central Accounts Section, Nagpur.
3.	The Budget Division (States Section), DEA, North Block, New Delhi.
4.	The PAO, Department of Expenditure (DOE) North Block, New Delhi.
5.	The Secretary, Ministry of Panchayati Raj, Krishi Bhavan, New Delhi
6.	The Accountant General (A&E), Government of Himachal Pradesh, Kerala, Madhya Pradesh and Odisha.
7.	The Accountant General (Audit), Government of Himachal Pradesh, Kerala, Madhya Pradesh and Odisha.
8.	The Secretary (Finance), Government of Himachal Pradesh, Kerala, Madhya Pradesh and Odisha.
9.	The Secretary (Panchayati Raj), State Government of Himachal Pradesh, Kerala, Madhya Pradesh and Odisha.
10.	Resident Commissioner, State Govt. of Himachal Pradesh, Kerala, Madhya Pradesh and Odisha, New Delhi Office.
11.	Asstt. Director (Hindi Section), D/o Expenditure, North Block, N.D. for Hindi version.

  
(Subhash Chandra Meena)  
Joint Director (FCD)  
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