AMOUNT TO BE CREDITED IN THE ACCOUNTS OF THE STATE GOVERNMENTS

15.12.2016

F.13(40)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:- 15/12/2016

To,

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

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

Sir,

I am directed to convey the approval of Government of India for release of Rs. 313710.71 Lakh (Rupees Three Thousand One Hundred Thirty Seven Crore, Ten Lakh and Seventy-One Thousand Only) as Basic Grants for Urban Local bodies for the following State Government(s) and as per details given below, during 2016-2017 as per the recommendations of the Fourteenth Finance Commission:-

		(Rs. in Lakhs)		
SI. No.	Name of the State	ULBs Grant	Installment	Year
			2 nd	
1	Sikkim	239.50		2015-16
_			1 st	
2	Uttar Pradesh	67562.29		2016-17
3	Telangana	18600.59	1 st	2016-17
			-	
4	Karnataka	38914.50	2 nd	2016-17
-		4400 70	2 nd	
5	Tripura	1482.50		2016-17
6	Bihar	17520 17	2 nd	2017.15
6	Dinar	17530.17	2 nd	2016-17
7	Odisha	11562.87 ~	2	2016-17
			1 st	
8	West Bengal	44116.50		2016-17
			1 st	
9	Manipur	1104.59	· · · · · · · · · · · · · · · · · · ·	2016-17
10	Dainethan	20007 50	2 nd	* 04444=
_ 10	Rajasthan	29986.50	2 nd	<u>2016-17</u>
11	Andhra Pradesh	26572.70	2	2016-17
12	Himachal Pradesh	1340.50	! -	2016-17
			2 nd	
13	Tamil Nadu	54697.50	ļ,, <u></u> ,	2016-17
	Total	313710.71	X	x
	LPS & KK itvi	234-50		

2. The State Government(s) 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. 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.
- 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 No. 32 Transfers to State and Union Territory Government(s) for the year 2016-17 under the Major Head 3601.01.104.22.02.31 as Grants-in-aid to States for Local Bodies Grants.
- 7. The action taken on this letter may be intimated to this Division.

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

Yours faithfully

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 Sikkim, Uttar Pradesh, Telangana, Karnataka, Tripura, Bihar, Odisha, West Bengal, Manipur, Rajasthan, Andhra Pradesh, Himachal Pradesh and Tamil Nadu.		
7	The Accountant General(Audit), Government of Sikkim, Uttar Pradesh, Telangana, Karnataka, Tripura, Bihar, Odisha, West Bengal, Manipur, Rajasthan, Andhra Pradesh, Himachal Pradesh and Tamil Nadu.		
8	The Secretary(Finance), Government of Sikkim, Uttar Pradesh, Telangana, Karnataka, Tripura, Bihar, Odisha, West Bengal, Manipur, Rajasthan, Andhra Pradesh, Himachal Pradesh and Tamil Nadu.		
9	The Secretary(Panchayati Raj), Government of Sikkim, Uttar Pradesh, Telangana, Karnataka, Tripura, Bihar, Odisha, West Bengal, Manipur, Rajasthan, Andhra Pradesh, Himachal Pradesh and Tamil Nadu.		

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