

**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

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Block No. XI, 5th Floor, CGO Complex,  
New Delhi-110003.  
Dated: **23/02/2018**

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 Urban Local Bodies (ULBs) during 2017-2018 as recommended by the Fourteenth Finance Commission.

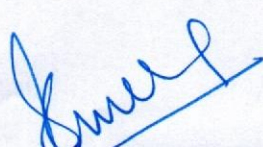
Sir,

I am directed to convey the approval of Government of India for release of **Rs.1549.00 Lakh** (Rupees Fifteen Crore and Forty Nine Lakh Only) as **Basic Grant for Urban Local Bodies** to the following State Government(s) and as per details given below, during **2017-2018** as per the recommendations of the Fourteenth Finance Commission:-

<i>(Rs. in Lakhs)</i>				
Sl. No.	Name of the State	ULBs Basic Grant	Year	Amount to be released
1.	<b>Himachal Pradesh</b>	<b>2<sup>nd</sup> instalment</b>	<b>2017-18</b>	<b>*1549.00</b>
x	<b>Total</b>	x	x	<b>1549.00</b>

2. The aforementioned releases of grants to States are based on the recommendations received from Ministry of Housing & Urban Affair.
3. 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 case the SFC formula is not available, then the share should be distributed using 2011 population with a weight of 90% and Area with a weight of 10%.
4. State(s) have 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.
5. Distribution and Utilization 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 amounts to the accounts of the respective State Government(s).

Contd....2/-

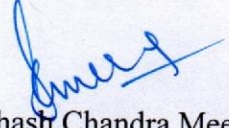




7. The payments are adjustable in the accounts of the Ministry of Finance in Demand Grant No. 040 - Transfers to State and Union Territory Government(s) for the year 2017-2018 under Function Head 3601071030100, Object Head 31, Scheme code **2085** as Grants-in-aid to States for Local Bodies Grants.

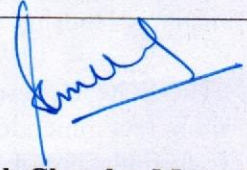
8. The action taken on this letter may be intimated to this Division.

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-400001.
2.	The Manager (RBI), Central Accounts Section, Nagpur-440001.
3.	The Budget Division (States Section), DEA, North Block, New Delhi-110001.
4.	The PAO, Department of Expenditure (DOE) North Block, New Delhi-110001.
5.	The Secretary, Ministry of Housing and Urban Affairs, Nirman Bhavan, New Delhi-110001.
6.	The Accountant General (A&E), Government of Himachal Pradesh, Shimla-171003.
7.	The Accountant General (Audit), Government of Himachal Pradesh, The Mall, Shimla-171003.
8.	The Secretary (Finance), Government of Himachal Pradesh, Shimla-171002.
9.	The Secretary (Urban Development Department), Government of Himachal Pradesh, Palika Bhavan, Talland, Shimla-171002.
10.	Resident Commissioner, State Govt. of Himachal Pradesh, Himachal Bhawan, Mandi House, Delhi-110001.
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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