

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: 04/08/2017

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 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.234700.35 Lakh** (Rupees Two Thousand three Hundred Forty Seven Crore and Three Five Thousand Only) as basic grant for Urban Local Bodies of 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)

Sl. No.	Name of the State	ULBs Grant	Installment	Year
1.	Gujarat	49188.50	1 st instalment	2017-18
2.	Himachal Pradesh	1549.00	1 st instalment	2017-18
3.	Jharkhand	12025.22	1 st instalment	2017-18
4.	Madhya Pradesh	39740.00	1 st instalment	2017-18
5.	Maharashtra	95291.50	1 st instalment	2017-18
6.	Orissa	12999.54	1 st instalment	2017-18
7.	Telangana	23906.59	1 st instalment	2017-18
x	Total	234700.35	x	x

2. The aforementioned releases of grants to States are based on the recommendations received from Ministry of Urban Development (MoUD).

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%.

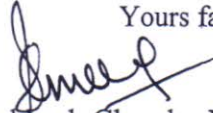
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Finance Commission Division



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 8th 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).
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
1	The Secretary, RBI, Central office, Mumbai.
2	The Secretary, Ministry of Urban Development, Nirman 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 Gujarat, Himachal Pradesh, Jharkhand, Madhya Pradesh, Maharashtra, Orissa and Telangana.
7	The Accountant General(Audit), Government of Gujarat, Himachal Pradesh, Jharkhand, Madhya Pradesh, Maharashtra, Orissa and Telangana.
8	The Secretary (Finance), Government of Gujarat, Himachal Pradesh, Jharkhand, Madhya Pradesh, Maharashtra, Orissa and Telangana.
9	The Secretary (Urban Development), Government of Gujarat, Himachal Pradesh, Jharkhand, Madhya Pradesh, Maharashtra, Orissa and Telangana.


(Subhash Chandra Meena)
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