

## **ABSTRACT**

Grants - Thirteenth Finance Commission Grants - Release of General Basic Grant of Rs.176,31,00,000/- to Rural Local Bodies as second installment for the year 2011-2012 - Sanction - Orders - Issued.

## Rural Development and Panchayat Raj (PR.1) Department

G.O.(Ms.) No.85

Dated 08.11.2011

திருவள்ளுவர் ஆண்டு 2042 ஐப்பசி 22

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## Read:

 G.O.(Ms.) No.609, Rural Development and Panchayat Raj Department, dated 1.12.2010.

2. G.O.(Ms.) No.43, Rural Development and Panchayat Raj Department, dated 20.07.2011.

3. G.O.(Ms.) No.67, Rural Development and Panchayat Raj Department, dated 22.09.2011.

4. From the Commissioner of Rural Development and Panchayat Raj, Chennai-15, Letter Roc. No.18906/2010/PRI.II-3, dated 04.10.2011.

## ORDER:

In the Government Order second read above, orders were issued releasing first installment grant of Rs.166.50 crores for the year 2011-2012 as the General Basic Grant to the Rural Local Bodies based on the recommendations of the 13<sup>th</sup> Finance Commission. In the Government Order third read above, Government have sanctioned the balance eligible General Basic Grant of Rs.9,81,00,000/- to Village Panchayats towards first instalment for the year 2011-2012.

- 2. In the Government Order first read above orders were issued framing the guidelines for utilization of grants released under Local Body grants recommended by the Thirteenth Finance Commission for the following purposes:
  - i) Operation and Maintenance of Water supply, Street lights and Sanitation.
  - ii) Payment of Electricity charges for water supply and streetlights.

Accordingly, the Commissioner of Rural Development and Panchayat Raj in his letter fourth read above has stated that the first installment of grant of Rs.176.31 crores

(General Basic Grant) for the year 2011-2012 released in the Government Order second and third read above was released to Village Panchayats and detailed instructions were given to the District Collectors to utilize the Grant as per the guidelines issued by the Government in the order first read above. Further, he has requested the Government to release the second installment of grants of Rs.176.31 crores (General Basic Grant) to Village Panchayats for the year 2011-2012.

- 3. The Government have examined the proposal of the Commissioner of Rural Development and Panchayat Raj carefully and accord sanction for the release of the second installment grant (General Basic Grant) of Rs.176,31,00,000/- (Rupees One hundred and seventy six crores and thirty one lakhs only) for the year 2011-2012 to Village Panchayats, anticipating the receipt of second installment grant from Government of India.
- 4. The expenditure sanctioned in para 3 above, shall be debited to the following head of account:-
  - "3604-00 Compensation and Assignments to Local Bodies and Panchayat Raj Institutions 197. Assistance to Block Panchayats/Intermediate Level Panchayats Schemes in the Eleventh Five Year Plan II State Plan JE Grants to Village Panchayats as per the recommendations of 13<sup>th</sup> Finance Commission 09. Grants-in-Aid 01. Grants for Current Expenditure". (DPC 3604-00-197-JE-0913)
- 5. Necessary additional funds to the tune of Rs.19,65,00,000/- over and above the provision made in Revised Budget Estimate 2011-12 will be provided in Revised Estimate/Final Modified Appropriation 2011-2012 and pending provision of such funds in Revised Estimate/Final Modified Appropriation 2011-2012; the Commissioner of Rural Development and Panchayat Raj Department is authorized to draw and disburse the amount sanctioned in para 3 above to all the Village Panchayats' Account No.2 and the grant shall be utilized in conformity with the instructions issued in the Government Order first read above.
- 6. The Commissioner of Rural Development and Panchayat Raj is requested to include this additional expenditure while sending proposals to Government for inclusion in Revised Estimate/Final Modified Appropriation 2011-2012 without fail.
- 7. This order issues with the concurrence of Finance Department vide its U.O.No. 53487/BG.II/2011, dated 31.10.2011 with ASL No.764 (Seven Hundred and Sixty Four).

(BY ORDER OF THE GOVERNOR)

N.S.PALANIAPPAN,
Principal Secretary to Government.

To
The Commissioner of Rural Development and Panchayat Raj, Chennai-15.
The Commissioner of Rural Development and Panchayat Raj (Training), Chennai-15.

All District Collectors (except Chennai)

(with a request to inform all the Rural Local Bodies)

The Pay and Accounts Officer (South), Chennai-35.

The Accountant General, Chennai-18/35.

Copy to:

The Director, Finance Commission Division, Ministry of Finance,

Department of Expenditure, Block No.11, Vth Floor,

CGO Complex, Lodhi Road, New Delhi-110 003.

The Finance (RD/FC.IV/W&M/BG.II) Department, Chennai-9.

The Planning Development and Special Initiatives Department, Chennai-9.

The Director, State Institute of Rural Development, Maraimalai Nagar, Kancheepuram District.

The Rural Development and Panchayat Raj (B&C) Department, Chennai-9.

// Forwarded / By Order //

SECTION OFFICER.

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