



## ABSTRACT

Grants - State Finance Commission Grant – 2009-2010 - Release of balance grants to Village Panchayats, Panchayat Unions and District Panchayats for the months of February 2010 and March 2010 – Orders – Issued.

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Rural Development and Panchayat Raj (PRI) Department

G.O.Ms.No.17

Dated 22.2.2010

Read:

1. G.O.Ms.No.199, Finance (FC.IV) Department, dated 25.5.2007.
2. G.O.Ms.No.199, Finance (FC.IV) Department, dated 21.5.2009.
3. G.O.Ms.No.57, Rural Development and Panchayat Raj Department, dated 10.7.2009.
4. From the Commissioner of Rural Development and Panchayat Raj, Chennai-15, Letter Rc.No.34196/2009/PRI.II-2, dated 8.2.2010.

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### ORDER:

In the Government Order third read above, Government had issued orders for release of Rs.164589.49 lakhs being the devolution grant to the Rural Local Bodies i.e. Village Panchayats, Panchayat Unions and District Panchayats and authorized the Commissioner of Rural Development and Panchayat Raj to draw and disburse the amount sanctioned on monthly basis i.e. from April 2009 to January 2010 to the Rural Local Bodies as indicated therein. Accordingly, the Commissioner of Rural Development and Panchayat Raj has released the funds.

2. The Commissioner of Rural Development and Panchayat Raj in the letter fourth read above has stated that a sum of Rs.192656.91 lakhs has been proposed in the Revised Estimate 2009-2010 against the Budget Estimate of Rs.206533.03 lakhs as detailed below:

Sl. No.	Details	Amount (Rs. In lakhs)
<b>1.</b>	<b>Village Panchayats</b>	
	a. State Finance Commission Minimum Grant	378,54.00
	b. Population based State Finance Commission Grant	67705.62
	c. Infrastructure Gap filling Fund	10326.65
	<b>Sub Total</b>	<b>115886.27</b>

<b>2.</b>	<b>Panchayat Unions</b>	
	a. State Finance Commission Minimum Grant	115,50.00
	b. Population based State Finance Commission Grant	49866.51
	<b>Sub Total</b>	<b>61416.51</b>
<b>3.</b>	<b>District Panchayats</b>	<b>15354.13</b>
	<b>Grand Total</b>	<b>192656.91</b>

3. The Commissioner of Rural Development and Panchayat Raj has stated that the State Finance Commission devolution grants are released under two categories i.e. (i) fixed Minimum Grant to Village Panchayats and Panchayat Unions and (ii) population based grant to Village Panchayats, Panchayat Unions and District Panchayats. In Government Order third read above, State Finance Commission Minimum Grant to Village Panchayats and Panchayat Unions has already been sanctioned for 2009-2010 including grants for February 2010 and March 2010. Under population based grant, a balance fund for the months of February and March 2010 is to be sanctioned as detailed below:

(Rs. in lakhs)

Name of the Local Body	Amount proposed in Revised Estimate 2009-2010	Funds sanctioned by the Government in G.O.Ms.No.57, RD&PR.Dept., dated 10.7.2009	Balance Funds to be sanctioned by Government under Population based grant for February and March 2010.
Village Panchayats	105559.62	91953.41	13606.21
Panchayat Unions	61416.51	50507.55	10908.96
District Panchayats	15354.13	11801.88	3552.25
Infrastructure Gap Filling Fund	10326.65	10326.65	0.00
<b>Total</b>	<b>192656.91</b>	<b>164589.49</b>	<b>28067.42</b>

4. The Commissioner of Rural Development and Panchayat Raj in his letter fourth read above has requested the Government to release the State Finance Commission grants balance fund under population grant for the months of February 2010 and March 2010 as detailed in the table above.

5. The Government have carefully examined the proposal of Commissioner of Rural Development and Panchayat Raj and decided to accept the proposal. The Government, accordingly sanction the differential amount between Revised Estimate 2009-2010 and funds already released vide G.O.Ms.No.57, Rural Development and Panchayat Raj Department, dated 10.7.2009 and release Rs.280,67,42,000/- (Rupees Two hundred and eighty crores sixty seven lakhs and forty two thousands only) as the State Finance Commission population based grant to Village Panchayats, Panchayat

Unions and District Panchayats for the months of February 2010 and March, 2010 and the same shall be distributed among the Rural Local Bodies as follows:

(Rs. in lakhs)

Name of the Local Body	Revised Estimate 2009-2010	Funds sanctioned by the Government in G.O.Ms.No.57, RD&PR.Dept., dated 10.7.2009	Balance Funds to be sanctioned by Government under Population based grant for February and March 2010.
Village Panchayats	105559.62	91953.41	13606.21
Panchayat Unions	61416.51	50507.55	10908.96
District Panchayats	15354.13	11801.88	3552.25
Infrastructure Gap Filling Fund	10326.65	10326.65	0.00
<b>Total</b>	<b>192656.91</b>	<b>164589.49</b>	<b>28067.42</b>

7. The amount sanctioned in para 6 above shall be debited to the following heads of accounts:

District Panchayats:

3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 196. Assistance to Zilla Parishads/District Level Panchayats – I. Non-Plan – AA. Grants to District Panchayat as per the recommendation of State Finance Commission Controlled by Director of Rural Development – 09. Grants-in-Aid – 02. Grants for Capital Expenditure. (DPC 3604 00 196 AA 0921) Rs.3552.25 lakhs

Panchayat Unions

3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 197. Assistance to Block Panchayats / Intermediate Level Panchayats - I. Non-Plan - AA. Grants to Panchayat Union as per the recommendation of State Finance Commission Controlled by Director of Rural Development – 09. Grants-in-Aid – 02. Grants for Capital Expenditure. (DPC 3604 00 197 AA 0929) Rs.10908.96 lakhs

Village Panchayats:

3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 198. Assistance to Gram Panchayats I. Non-Plan - AA. Grants to Village Panchayats as per the recommendation of State Finance Commission Controlled by Director of Rural Development – 09. Grants-in-Aid – 02. Grants for Capital Expenditure. (DPC 3604 00 198 AA 0927) Rs.13606.21 lakhs

8. The Commissioner of Rural Development and Panchayat Raj is authorized to draw and disburse the amount sanctioned in para 7 above to Rural Local Bodies and he is requested to make necessary deductions for pension payment to Panchayat Union Employees.

9. The Pay and Accounts Officer / Treasury Officers concerned are requested to admit and honour the bills as and when presented by the Commissioner of Rural Development and Panchayat Raj, if they are found otherwise in order.

10. This order issues with the concurrence of Finance Department vide its U.O. No.40/DS(B)/RD/2010, dated 22.2.2010.

(BY ORDER OF THE GOVERNOR)

K. ASHOK VARDHAN SHETTY.  
Principal Secretary to Government.

To

The Commissioner of Rural Development and Panchayat Raj, Chennai-15.

All District Collectors (Except Chennai)

The Chairman, Tamil Nadu Electricity Board, Chennai-2.

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

The Director, State Institute of Rural Development, Maraimalai Nagar,

Kancheepuram District.

All Project Directors, District Rural Development Agencies.

The Accountant General, Chennai-18/35.

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

The Pay and Accounts Officer, Madurai.

All District Treasury Officers.

Copy to:

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

// FORWARDED :: BY ORDER //

SECTION OFFICER.