



## ABSTRACT

Grants - Thirteenth Finance Commission Grants - General Basic Grant – Release of second installment of Rs.143,55,00,000/- to Rural Local Bodies for the year 2010-2011 – Sanction - Orders – Issued.

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Rural Development and Panchayat Raj (PR.I) Department

G.O.(Ms.) No.8

Dated 14.1.2011

Read:

1. G.O.(Ms.) No.77, Rural Development and Panchayat Raj Department, dated 29.7.2010.
2. G.O.(Ms.) No.609, Rural Development and Panchayat Raj Department, dated 1.12.2010.
3. From the Director of Rural Development and Panchayat Raj, Chennai-15, Letter No.18906/2010/PRI.II-3, dated 23.12.2010.

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## ORDER:

In the Government Order first read above, orders were issued releasing first installment grant of Rs.143.55 crores for the year 2010-2011 as the General Basic Grant to the Rural Local Bodies based on the recommendations of the 13<sup>th</sup> Finance Commission.

2. In the Government Order second read above orders were issued framing by 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 Director of Rural Development and Panchayat Raj in his letter third read above has stated that the first installment of grant of Rs.143.55 crores

(General Basic Grant) for the year 2010-2011 released in the Government Order first 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 second read above. Further, he has requested the Government to release the second installment of grants of Rs.143.55 crores (General Basic Grant) to Village Panchayats for the year 2010-2011.

3. The Government have examined the proposal of the Director of Rural Development and Panchayat Raj carefully and accord sanction for the release of the second installment of grant (General Basic Grant) of Rs.143,55,00,000/- (Rupees One hundred and forty three crores and fifty five lakhs only) for the year 2010-2011 to Village Panchayats, anticipating the receipt of second installment of 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.10,00,000/- over and above the provisions made in Budget Estimate 2010-2011 will be provided in Revised Estimate/Final Modified Appropriation 2010-2011 and pending provision of such funds in Revised Estimate/Final Modified Appropriation 2010-2011, the Director 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 as ordered in the Government Order second read, and the grant shall be utilized in conformity with the instructions issued in the Government Order second read above.

6. The Director of Rural Development and Panchayat Raj is also requested to include this additional expenditure while sending proposals to Government for inclusion in Revised Estimate / Final Modified Appropriation 2010-2011 without fail.

7. This order issues with the concurrence of Finance Department vide its U.O.No.1/DS(B)/2011, dated 11.1.2011 with ASL Number 1768 (One Thousand Seven Hundred and Sixty Eight).

(BY ORDER OF THE GOVERNOR)

K. ALLAUDIN,  
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.I & II) Department, Chennai-9.

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

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

All Sections in Rural Development and Panchayat Raj Department, Chennai-9.

// Forwarded / By Order //

SECTION OFFICER.