



ABSTRACT

Grants - State Finance Commission Grant for the year 2016-17 – Release of Grant to the tune of Rs.581,89,16,857/- to Rural Local Bodies for the months of February and March 2017 – Orders - Issued.

Rural Development and Panchayat Raj (PR-I) Department

G.O. (Ms) No.18

Date 17.02.2017

Read:

1. G.O. (Ms) No.63, Rural Development and Panchayat Raj (PR-1) Department, dated 06.06.2016.
2. From the Director of Rural Development and Panchayat Raj, letter No.24930/2016/PRI 2-2, dated 04.01.2017.

ORDER:

In the order first read above Government have issued orders releasing an amount of Rs.3645.40 crore as devolution grant to Village Panchayats, Panchayat Unions and District Panchayats for the months from April 2016 to January 2017.

2. The Director of Rural Development and Panchayat Raj in his letter second read above has stated that Government have made provision in the Budget Estimate 2016-17 for Rs.4806.88 crore as devolution grant to Village Panchayats, Panchayat Unions and District Panchayats. Based on the Budget Estimate 2016-17, the Government have sanctioned and released a sum of Rs.3645.40 Crore as devolution grant to Village Panchayats, Panchayat Unions and District Panchayats for ten months (from April 2016 to January 2017). Subsequently, the provision has been revised to Rs.4361.09 in the Revised Budget Estimate 2016-17. Accordingly, the balance State Finance Commission Grant of Rs.715.69 crore is to be sanctioned for the months of February and March 2017 as detailed below:-

(in Rupees)

Component	Funds provided in Budget Estimate	Funds provided in Revised Budget Estimate	Funds sanctioned including (Minimum Grant)	Balance
Village Panchayat	2670,49,14,000	2422,83,14,000	2086,40,81,429	336,42,32,571
Panchayat Union	1709,11,45,000	1550,61,21,000	1253,79,60,714	296,81,60,286
District Panchayat	427,27,86,000	387,65,30,000	305,19,90,000	82,45,40,000
Total	4806,88,45,000	4361,09,65,000	3645,40,32,143	715,69,32,857

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3. The Director of Rural Development and Panchayat Raj has further stated that the Government in G.O. (Ms) No.63, Rural Development and Panchayat Raj (PR-1) Department, dated 06.06.2016 have already sanctioned State Finance Commission Minimum Grant to Village Panchayats and Panchayat Unions for the months of February and March 2017. Whereas the Population based State Finance Commission Grant of Rs.715,69,32,857/-for the months of February and March 2017 have to be sanctioned by the Government as detailed below:-

(in Rs.)

Name of the Local Body	Funds provided in Revised Budget Estimate 2016-17	Funds sanctioned by the Government vide G.O.(Ms.)No.63, RD & PR (PR.1) dated:06.06.2016	Balance
Village Panchayat	2422,83,14,000	2086,40,81,429	336,42,32,571
Panchayat Union	1550,61,21,000	1253,79,60,714	296,81,60,286
District Panchayat	387,65,30,000	305,19,90,000	82,45,40,000
Total	4361,09,65,000	3645,40,32,143	715,69,32,857

4. The Director of Rural Development and Panchayat Raj has therefore requested the Government to issue orders to release Rs.715,69,32,857/- (Rupees Seven hundred and fifteen crore sixty nine lakh, thirty two thousand, eight hundred and fifty seven only) as Population Grant of the State Finance Commission Grant for the months of February and March 2017 to Rural Local Bodies. He has also requested the Government to authorize the Director of Rural Development and Panchayat Raj to draw and disburse the amount to the three tier Panchayat Raj Institutions and also to make necessary adjustments/ deductions for committed expenditure such as pension commitment etc.

5. The Government have carefully examined the proposal of the Director of Rural Development and Panchayat Raj and sanction a sum of Rs.581,89,16,857/- (Rupees Five hundred and Eighty one crore, eighty nine lakh, sixteen thousand, eight hundred and fifty seven only) as State Finance Commission Grant for the year 2016-17 to be distributed to the rural local bodies for the months of February and March 2017 as per 2011 census population.

6. The amount sanctioned in para 5 above shall be debited to the following heads of account:-

Head of Account	Amount (in Rs.)
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 SFC controlled by Director of Rural Development 09. Grants-in-aid-02-Grants for Capital Expenditure. (DPC 3604-00-198-AA-0927)	Population Grant 256,14,22,571/-

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 Unions as per the recommendation of SFC controlled by Director of Rural Development 09. Grants-in-aid-02-Grants for Capital Expenditure. (DPC 3604-00-197-AA -0929)	Population Grant 253,99,95,286/-
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 Panchayats as per the recommendation of SFC controlled by Director of Rural Development 09. Grants-in-aid-02-Grants for Capital Expenditure. (DPC 3604-00-196-AA-0921)	Population Grant 71,74,99,000/-
Total	581,89,16,857/-

7. The Director of Rural Development and Panchayat Raj is authorized to draw and disburse the amount sanctioned in para 5 above to the Rural Local Bodies.

8. The Director of Rural Development and Panchayat Raj is requested to make necessary deductions for pension payment to Panchayat Union Employees and he is directed to ensure that the overall expenditure as specified will not exceed the amount sanctioned for the current Financial Year.

9. The Pay and Accounts Officer / Treasury Officers concerned are requested to admit and honour the bills as and when presented by the Director 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.1980/RD/2017; dated 10.02.2017.

(By Order of the Governor)

Hans Raj Verma,
Principal Secretary to Government.

To
The Director of Rural Development and Panchayat Raj, Chennai-15.
All District Collectors (Except Chennai)
The Chairman, Tamil Nadu Electricity Board, Chennai-2.
The Director, State Institute of Rural Development, Maraimalai Nagar,
Kancheepuram District.
All Project Directors, District Rural Development Agencies.
The Pay and Accounts Officer (South), Chennai-35.

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The Accountant General, Chennai-18/9.
The Pay and Accounts Officer, Madurai.
All District Treasury Officers.

Copy to:

The Finance (RD/FC.IV/W&M) Department, Chennai-9.
The Senior Private Secretary to the Secretary to Government,
Rural Development and Panchayat Raj Department, Chennai-9.
The Rural Development and Panchayat Raj (B&C /SGS.1/ SGS.2/SGS.4)
Department, Chennai-9.
Stock file / Spare copy.

// Forwarded by Order //

D. Nithi
Section Officer.

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17/2/17