



ABSTRACT

13th Finance Commission – General Performance Grant for 2012-13 – Release of Performance Grant for 2012-13 to Panchayat Raj Institutions – Orders - Issued.

Rural Development and Panchayat Raj (PR-I) Department

G.O.(Ms) No.43

Date: 08.04.2014.

Read:

- 1) G.O.(Ms)No.609, Rural Development and Panchayat Raj (PR-I) Department, dated 1.12.2010.
- 2) Government of India, Ministry of Finance, Department of Expenditure, Finance Commission Division Local Bodies Grant Release No.21/2013-14 and F.12(3)/FCD/2010, dated 1.8.2013.
- 3) Government of India, Ministry of Finance, Department of Expenditure, Finance Commission Division Local Bodies Grant Release Nos.69/2013-14, 72/2013-14, and 73/2013-14, F.12(3)/FCD/2010, dated 31.3.2014.

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ORDER:

In the release orders third read above, Government of India has released a sum of Rs.6964.69 lakhs to Panchayat Raj Institutions (PRIs) as General Performance Grant forfeited by non-performing States to the performing States during the year 2012-13, spanning over three release orders viz. Rs.3131.13 lakhs, Rs.1161.42 lakhs and Rs.2672.14 lakhs.

2) As per the guidelines issued by Government of India in the release order second read above, among other things, the Local Body Grant must be transferred within the stipulated number of days i.e. five days of receipt from the Central Government in case of States with easily accessible banking infrastructure and ten days in case of States with inaccessible banking infrastructure. Any delay will require the State Government to release the instalment with interest, at the Bank rate of Reserve Bank of India (RBI), for the number of days of delay.

3) After careful consideration, the Government release a sum of Rs.69,64,69,000/- (Rupees sixty nine crore sixty four lakh and sixty nine thousand only) to Village Panchayats under the recommendations of 13th Finance Commission as General Performance Grant forfeited by non-performing States to the performing States during the year 2012-13 with the following conditions:-

- a) The funds utilized should be for routine recurring expenditure or for expenditure on works which have been already carried out.

- b) No new work should be taken up from these funds.
- c) Funds released can be utilized only after election process is completed, if works have not been commenced.
- d) No publicity should be given to the fund release.

4) The expenditure sanctioned in paragraph 3 above shall be debited under 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 Twelfth Five Year Plan – II. State Plan – JF. Performance Grants to Rural Local Bodies as per the recommendation of 13th Finance Commission – Controlled by Director of Rural Development – 09 Grants– in–aid-01. Grants for Current Expenditure. (DPC 3604 00 197 JF 0911)”.

5) The Director of Rural Development and Panchayat Raj is authorised to draw and disburse the amount sanctioned in paragraph 3 above to all the Village Panchayats and the grant shall be utilised in conformity with the instructions issued in the Government Order first read above. He is also requested to furnish necessary Utilisation Certificate towards the utilisation of funds sanctioned in paragraph 3 above in order to forward the same to Government of India.

6) This order issues with the concurrence of Finance Department vide its U.O. No.19027/RD/2014, dated 03.04.2014.

(BY ORDER OF THE GOVERNOR)

N.S.PALANIAPPAN
Principal Secretary to Government

To

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

All District Collector (except Chennai).

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

The Pay and Accounts Officer (South) Chennai – 35.

The Principal Accountant General, Chennai – 6 /Chennai -18/Chennai-35.

Copy to:

The Director, Finance Commission Division, Ministry of Finance,
Department of Expenditure, Block No.11, V Floor,
CGO Complex, Lodhi Road, New Delhi – 110 003.

The Finance (RD/FC.II/W&M.I) Department, Chennai – 9.

The Planning Development and Special Initiatives Department, Chennai - 9

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

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

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//Forwarded / By Order //

Section Officer