



## GOVERNMENT OF KERALA

### Abstract

Funds for Expansion and Development – Release of Second instalment of Basic Grant under 14<sup>th</sup> Finance Commission to Rural Local Governments (G Ps) for 2015-16 – Sanctioned - Orders Issued

### FINANCE (SFC Cell-A) DEPARTMENT

GO.(Rt)No.5454/2016/Fin

Dated, Thiruvananthapuram, 21<sup>st</sup> June 2016

- Read:-
1. GO(P)No.177/2006/Fin dated, 12/04/2006
  2. GO(P)No.444/2012/Fin dated, 08/08/2012
  3. GO(P)No.119/2015/Fin dated, 21/03/2015
  4. GO(Rt)No.6882/2015/Fin dated, 25/07/2015
  5. GO(Rt)No.2618/2016/Fin dated, 19/03/2016
  6. GO(Rt)No.2850/2016/Fin dated, 26/03/2016
  7. Letter No.F13(13)/FCD/2015-16 dated 02/06/2016 from the Deputy Secretary, Department of Expenditure, Ministry of Finance, Government of India

### ORDER

The 14<sup>th</sup> Finance Commission recommended an amount of Rs. 785.42 crore as Basic Grant under Finance Commission Grant for the year 2015-16 to the Local Governments. Out of this Rs.433.76 crore was earmarked for the GPs. As per order read as 2<sup>nd</sup> paper above, Finance Commission Grants to Local Governments would be released in a separate stream and credited to the deposit account for Development Fund of the respective Local Governments. As per order read as 3<sup>rd</sup> paper above, this amount has to be transfer credited from the Consolidated Fund of the State under the major H/a '3604' to the Public Account under the H/a '8448'. Based on the release from Government of India, Government in its order read as 4<sup>th</sup> paper above have released an amount of Rs. 392,71,00,000/- (Rupees Three

hundred and Ninety Two crore Seventy One lakh only) as first instalment of Basic Grant under 14<sup>th</sup> Finance Commission Grant including Rs.216,88,00,000/- (Rupees Two hundred and Sixteen crore Eighty Eight lakh only) to GPs. As per G Os read as 5<sup>th</sup> and 6<sup>th</sup> papers above, Government have accorded sanction authorising the LGs to spent an amount of Rs.314,16,80,000 (Rupees Three hundred and Fourteen crore Sixteen lakh and Eighty thousand only) and Rs.78,54,20,000 (Rupees Seventy Eight crore Fifty Four lakh and Twenty thousand only) respectively including Rs.173,50,40,000/- (Rupees One hundred Seventy Three crore Fifty lakh and Forty thousand only) and Rs.43,37,60,000/- (Rupees Forty Three crore Thirty Seven lakh and Sixty thousand only) to GPs as 2<sup>nd</sup> instalment of Basic Grant and Share as per Tax Effort under 14<sup>th</sup> Finance Commission Grant. Thus, the total amount authorised to GPs in the State towards Basic Grant comes to be Rs.216,88,00,000/- (Rupees Two hundred and Sixteen crore Eighty Eight lakh only) besides the 1<sup>st</sup> instalment of the grant already released.

2. As per letter read as 7<sup>th</sup> paper above, Government of India have released an amount of Rs.216,88,00,000/- (Rupees Two hundred and Sixteen crore Eighty Eight lakh only) for Rural Local Governments (GPs) as 2<sup>nd</sup> instalment of Basic Grant under 14<sup>th</sup> Finance Commission Grant. This amount has to be released to the Rural Local Governments within 15 days from the date of receipt.

3. Government have examined the matter in detail and are pleased to order that an amount of Rs.216,88,00,000/- (Rupees Two hundred and Sixteen crore and

Eighty Eight lakh only) authorised to GPs as per GOs read as 5<sup>th</sup> and 6<sup>th</sup> papers above shall be treated as released.

(By Order of the Governor)  
E.K. PRAKASH  
Special Secretary to Govt

To

The Principal Accountant General (G&SSA), Kerala, Thiruvananthapuram  
The Principal Accountant General (A&E), Kerala, Thiruvananthapuram  
The Accountant General (E&RSA), Kerala, Thiruvananthapuram  
The Director of Local Fund Audit, Thiruvananthapuram .  
The Director of Panchayats, Thiruvananthapuram.  
The Director of Treasuries, Thiruvananthapuram.  
The Director of Information & Public Relations, Thiruvananthapuram.  
The District Treasury Officer, Thiruvananthapuram.  
The Local Self Government (F.M) Department.  
The Nodal Officer, Finance Department ([www.finance.kerala.gov.in](http://www.finance.kerala.gov.in)).  
The Web & New Media, Public Relations Department ([webprdkerala.gov.in](http://webprdkerala.gov.in))  
The Finance (Accounts- A/ BW (J)) Department.  
The Bill/Stock File/Office Copy.

Forwarded/ By Order



Section Officer