



ABSTRACT

Rural Development and Panchayat Raj Department – Sixth State Finance Commission Grant – Sanction and release of Rs.1,147,00,00,000/- towards the Capital Grant Fund for the year 2023-24 - Orders – Issued.

Rural Development and Panchayat Raj (PR-1(2)) Department

G.O. (Ms) No.41

Dated: 06.03.2024

சோபகிருது, மாசி - 23

திருவள்ளூர் ஆண்டு 2055

Read:

1. G.O. (Ms) No.60, Finance (SFC-MC) Department, dated 28.02.2023.
2. G.O. (Ms) No.45, Rural Development and Panchayat Raj (PR-1(2)) Department, dated 28.03.2023.
3. From Director of Rural Development and Panchayat Raj letter No.17944/2023/PRI 2-2, dated 24.07.2023.

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ORDER:

In the Government Order first read above, the Government have ordered that the vertical sharing ratio for devolution of State Finance Commission Grant to Rural and Urban Local Bodies will be 51:49 for the Sixth State Finance Commission award period from 2022-23 to 2026-27. The Government have also ordered to apportion the Devolution Grant of Rural Local Bodies among the Village Panchayats, Panchayat Unions and District Panchayats in the ratio of 55:39:6 respectively. As per the Sixth SFC recommendations, the horizontal distribution of SFC devolution to Rural Local Bodies should be done on the basis of the following multiplier formula:-

- | | | |
|-----------------------|---|-----|
| a) Population | - | 65% |
| b) Area | - | 15% |
| c) SC / ST Population | - | 20% |

2. In the Government Order 2nd read above, the Government have Sanctioned a sum of Rs.941,00,00,000/- towards Capital Grant for the year 2022-23 as per the Sixth State Finance Commission recommendations.

(P.T.O)

3. In the letter 3rd read above, the Director of Rural Development and Panchayat Raj has requested the Government to issue orders for the sanction and to release of Rs.1,147,00,00,000/- (Rupees One thousand One Hundred and Forty Seven crore only) towards the Capital Grant Fund for the year 2023-24 as mentioned below:-

Sl. No	Components	Amount Rs. in crore	G.O(Ms)No.60, Finance (SFC-MC) Department, Dated 28.02.2023 Paragraph No.
1	Improvement of Rural Infrastructure with a priority with a weaker local bodies.	660	7.43 (a)
2	Conversion of Panchayat Roads into other District Road and improvements of important streets.	132	7.43 (b)
3	Infrastructure developments for Regional Training Institutions	1	7.43 (c)
4	Improving the Infrastructure in the schools located in RLB.	154	7.43 (d)
5	District Level Capital Grant (RLB)	200	7.48
Total		1147	

4. In Budget Estimate for the year 2023-24, an amount of Rs.1,147,00,00,000/- (Rupees One Thousand One Hundred and Forty Seven crore only) is provided under the relevant Heads of Account.

5. The Government after careful examination on the proposal of the Director of Rural Development and Panchayat Raj have decided to accept the same and to accord sanction and release a sum of Rs.1,147,00,00,000/- (Rupees One thousand One Hundred and Forty Seven crore only) towards the Capital Grant Fund for the year 2023-24 as mentioned below:-

Sl. No	Components	Sanctioned Amount Rs. in crore
1	Improvement of Rural Infrastructure with a priority with a weaker local bodies.	660
2	Conversion of Panchayat Roads into other District Road and improvements of important streets.	132
3	Infrastructure developments for Regional Training Institutions	1
4	Improving the Infrastructure in the schools located in RLB.	154
5	District Level Capital Grant (RLB)	200
Total		1147

6. The expenditure sanctioned in para '5' above shall be debited under the following Heads of Account:-

(Rupees in Thousands)	
Heads of Account	BE 2023-24
3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 200 – Other Miscellaneous Compensations and Assignments – State's Expenditure – BT – State Level Capital Grant Fund (CGF) – Rural Infrastructure – 309 Grants in Aid – 02- Grants for creation of Capital Assets (DPC-3604-00-200-BT-30902)	660,00,00
3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 200 – Other Miscellaneous Compensations and Assignments – State's Expenditure – BU – State Level Capital Grant Fund (CGF) – ODR Conversion – 309 Grants in Aid – 02- Grants for creation of Capital Assets (DPC-3604-00-200-BU-30902)	132,00,00
3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 200 – Other Miscellaneous Compensations and Assignments – State's Expenditure – BV – State Level Capital Grant Fund (CGF) Rural Regional Training Institute - 309 Grants in Aid – 02- Grants for creation of Capital Assets (DPC-3604-00-200-BV-30902)	1,00,00
3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 200 – Other Miscellaneous Compensations and Assignments – State's Expenditure – BW – State Level Capital Grant Fund (CGF)- Schools – 309 Grants in Aid - 02- Grants for creation of Capital Assets (DPC-3604-00-200-BW-30902)	154,00,00
3604-00-Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 200 – Other Miscellaneous Compensations and Assignments – State's Expenditure – BX – District Level Capital Grant Fund (CGF)- 309 Grants in Aid – 02- Grants for creation of Capital Assets (DPC-3604-00-200-BX-30902)	200,00,00

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

8. The Director of Rural Development and Panchayat Raj is instructed to furnish necessary certificate towards the utilization of the Capital Grant Fund for the year 2023-24 sanctioned in para 5 above.

9. This order issues with the concurrence of Finance Department vide its U.O. No.4299/Fin(Infra-IV)/2024, dated 05.03.2024.

(By Order of the Governor)

P. SENTHILKUMAR,
Principal Secretary to Government.

To
The Director of Rural Development and Panchayat Raj, Chennai – 15.
All District Collectors.
All District Treasury Officers.
The Director of Treasuries and Accounts, Chennai–35.
The Director of Local Fund Audit, Chennai-35.
The Pay and Account Officer (South), Chennai-35.

Copy to:

The Special Personal Assistant to Hon'ble Minister (Rural Development), Chennai-9.
The Senior Private Secretary to Principal Secretary to Government,
Rural Development and Panchayat Raj Department, Chennai-9
The Finance (RD/FC.II) Department, Chennai -9
The Rural Development and Panchayat Raj (B&C/OP II/SGS-I/
SGS-II/SGS-III/PR-III) Department, Chennai-9
Stock File/Spare Copy.

// Forwarded by Order //


Section Officer