MINISTRY OF FINANCE

DEMAND NO. 38

Transfers to States

(In ₹ crores)

								(In ₹ crores)						
	Actual 2018-2019			Budget 2019-2020			Revised 2019-2020			Budget 2020-2021				
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total		
Gross	114188.76	23774.10	137962.86	152946.22	19823.28	172769.50	153999.88	25100.00	179099.88	196854.80	25100.00	221954.80		
Recoveries	-2666.97		-2666.97	-2480.00		-2480.00	-2790.00		-2790.00	-2930.00		-2930.00		
Receipts	-1800.16	-14351.41	-16151.57	-2480.00	-12362.05	-14842.05	-2790.00	-18072.88	-20862.88	-2930.00	-15647.35	-18577.35		
Net	109721.63	9422.69	119144.32	147986.22	7461.23	155447.45	148419.88	7027.12	155447.00	190994.80	9452.65	200447.45		
A. The Budget allocations, net of recoveries and receipts, are given below:														
TRANSFERS TO STATES/UTs														
Finance Commission Grants														
Grants under proviso to Article 275(1) of the Constitution														
Post Devolution Revenue Deficit Grant	34582.00		34582.00	34206.00		34206.00	28313.50		28313.50	30000.00		30000.00		
2. Grants-in-Aid for State Disaster Response Fund	9658.13		9658.13	10343.85		10343.85	10937.63		10937.63	20000.00		20000.00		
3. Grants for Local Bodies														
3.01 Rural Bodies	35063.89		35063.89	52557.60		52557.60	58615.66		58615.66	69924.79		69924.79		
3.02 Urban Bodies	14399.56		14399.56	23358.77		23358.77	25843.09		25843.09	30000.00		30000.00		
Total- Grants for Local Bodies	49463.45		49463.45	75916.37		75916.37	84458.75		84458.75	99924.79		99924.79		
4. Other Grants						•••	•••		•••	0.01		0.01		
Total-Grants under proviso to Article 275(1) of the Constitution	93703.58		93703.58	120466.22		120466.22	123709.88		123709.88	149924.80		149924.80		
Total-Finance Commission Grants	93703.58		93703.58	120466.22		120466.22	123709.88		123709.88	149924.80		149924.80		
Other Grants/Loans/Transfers														
5. Special Assistance	4685.81		4685.81	15000.00		15000.00	4000.00		4000.00	15000.00		15000.00		
Grants to Areas not covered by Part IX and IXA of the	475.29		475.29	500.00		500.00	500.00		500.00			10000.00		
Constitution		•••			•••			•••			•••			
 Additional Central Assistance for Externally Aided Projects (Grants) 	2824.08		2824.08	4500.00		4500.00	3000.00		3000.00	4000.00		4000.00		
8. Additional Central Assistance for Externally Aided		23774.10	23774.10		19723.28	19723.28		25000.00	25000.00		25000.00	25000.00		
Projects (Block Loans)		-14351.41	-14351.41		-12262.05	-12262.05		-17972.88	-17972.88		-15547.35	-15547.35		
Net		9422.69	9422.69		7461.23	7461.23		7027.12	7027.12		9452.65	9452.65		
9. Transfer to National Disaster Response Fund														
9.01 Transfer to National Disaster Response Fund (NDRF)	2500.00		2500.00	2480.00		2480.00	2790.00		2790.00	2930.00		2930.00		

											(In	₹ crores)
	Actual 2018-2019			Budget 2019-2020			Revised 2019-2020			Budget 2020-2021		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
9.02 Less National Calamity Contingent Duty (Customs)	-2.36		-2.36	-545.00		-545.00	-890.00		-890.00	-930.00		-930.00
9.03 Less National Calamity Contingent Duty (Union Excise)	-1797.80		-1797.80	-1935.00	•••	-1935.00	-1900.00		-1900.00	-2000.00		-2000.00
Net	699.84		699.84									
10. Assistance to States from National Disaster Response Fund (NDRF)												
10.01 Assistance to States from National Disaster Response Fund (NDRF)	10000.00		10000.00	10000.00		10000.00	20000.00		20000.00	25000.00		25000.00
10.02 Less Amount met from transfer from NDRF	-2500.00		-2500.00	-2480.00		-2480.00	-2790.00		-2790.00	-2930.00		-2930.00
Net	7500.00		7500.00	7520.00		7520.00	17210.00		17210.00	22070.00		22070.00
 Loans as Advance Assistance for Relief (erstwhile Ways and Means Advance) 					100.00	100.00		100.00	100.00		100.00	100.00
ways and weans Advance)					-100.00	-100.00		-100.00	-100.00		-100.00	-100.00
Net												
12. Actual Recoveries	-166.97		-166.97									
Total-Other Grants/Loans/Transfers	16018.05	9422.69	25440.74		7461.23	34981.23	24710.00	7027.12	31737.12	41070.00	9452.65	50522.65
Grand Total	109721.63	9422.69	119144.32	147986.22	7461.23	155447.45	148419.88	7027.12	155447.00	190994.80	9452.65	200447.45
B. Developmental Heads												
General Services												
Miscellaneous General Services	-165.00		-165.00									
Total-General Services Social Services	-165.00		-165.00									
2. Relief on account of Natural Calamities	8199.84		8199.84	7520.00		7520.00	17210.00		17210.00	22070.00		22070.00
Total-Social Services Others	8199.84		8199.84	7520.00	•••	7520.00	17210.00		17210.00	22070.00		22070.00
3. Grants-in-aid to State Governments	101686.79		101686.79	140466.22		140466.22	131209.88		131209.88	168924.80		168924.80
4. Loans and Advances to State Governments		9422.69	9422.69		7461.23	7461.23		7027.12	7027.12		9452.65	9452.65
Total-Others Grand Total	101686.79 109721.63		111109.48 119144.32			147927.45 155447.45	131209.88 148419.88		138237.00 155447.00	168924.80 190994.80		178377.45 200447.45

- Post Devolution Revenue Deficit Grant: Finance Commission lays down the share of each State in central taxes and projects, Revenue Deficit Grant of each State based on the estimated revenue receipts of the State. Based on the estimated pre-devolution revenue deficit and share of each State allocation is made.
- 2. **Grants-in-Aid for State Disaster Response Fund:** As per Finance Commission's recommendations allocation is made for financing of disaster relief to the States.
- 3. **Grants for Local Bodies:** As per Finance Commission recommendations, allocation for grants for local bodies (Rural and Urban) is made.
- 4. **Other Grants:** As per Finance Commission recommendations, allocation for various other grants has been made.
- 5. **Special Assistance:** This provision has been earmarked for (a) spill over committed liabilities for which budget provision is not made after the implementation of Fourteenth Finance Commission recommendations (b) and other need-based assistance to the States.

- 7. Additional Central Assistance for Externally Aided Projects (Grants): ACA for EAPs is routed through this Demand. From April, 2005, a new system of back-to-back (B2B) transfer of external assistance was introduced on the recommendation of the Twelfth Finance Commission, under which the external assistance is passed on to the states, other than NE and Himalayan States, on the same terms and conditions on which these are received by the Central Government from donor agencies. Provision of funds for the grant component for EAPs to states has been made.
- 8. Additional Central Assistance for Externally Aided Projects (Block Loans): Provision of funds for the Loan component for Externally Aided projects to States has been made under the Capital Section. The recovery of it's loan component is made under Major Head 6002.
- 9.01. **Transfer to NDRF:** The expenditure on relief as a result of natural calamities under NDRF.
- 10.01. Assistance to States from National Disaster Response Fund (NDRF): Under NDRF, assistance for immediate relief in the wake of severe natural calamities is provided to States to supplement the funds from the State Disaster Response Fund (SDRF). Assistance from NDRF is provided as immediate support to States in times of rare severity and natural calamities.
- 11. Loans as Advance Assistance for Relief (erstwhile Ways and Means Advance): This is a provision for temporary advance to facilitate the State Governments to tide over short term liquidity mismatches.