F.No. 17(1)FCD/2010 Ministry of Finance Department of Expenditure

Finance Commission Division

Room No. 503, 5th Floor, Block 11, CGO Complex, Lodhi Road, New Delhi-3 Dated: 05.03.2010

Office Memorandum

Classification of Grants-in-Aid to States recommended by 13th Finance Commission as Plan or Non-Plan resources by States for the purpose of resource estimation in the scheme of financing of Annual Plan

The undersigned is directed to say that after considering the past practice, booking of expenditure stipulated by the 13th Finance Commission, how the Commission arrived at the estimation of the grant, specific purposes for which grant can be used etc., Ministry of Finance has decided to adopt the following classification for Grants-in-Aid for resource estimation,

Non-Plan

(Rs. in crores)

| S.No | Name of the grants | Amount |
|------|---|--------|
| I | Local Bodies | 87519 |
| II | Disaster Relief (including for capacity building) | 26373 |
| III | Post devolution Non-plan Revenue Deficit | 51800 |
| IV | Performance Incentive | 1500 |
| VI | Environment | 5000 |
| | Water Sector Management - 5000 | |
| VII | Governance | 5841 |
| | (a) Improvement in Supply of Justice – 5000 | |
| | (b) Improvement of Statistical Systems at State and | |
| | District Level – 616 | |
| | (c) Employee and Pension Data base – 225 | |
| VIII | Maintenance of Roads and Bridges | 19930 |
| | Total | 197963 |

Plan (Rs. in crores)

| S.No | Name of the grants | Amount |
|------|---|--------|
| I | Elementary Education | 24068 |
| II | Environment | 10000 |
| | (a) Protection of Forests – 5000 | |
| | (b) Renewable Energy – 5000 | |
| III | Governance | 8605 |
| | (a) Reduction in Infant Morality Rates – 5000 | |
| | (b) Incentive for Issuing UIDs – 2989 | |
| | (c) District Innovation Fund – 616 | |
| IV | State-specific | 27945 |
| | Total | 70618 |

Planning Commission may kindly consider above classification in 2. resource estimation of States during the award period of the 13th Finance Commission, 2010-2015.

> (Alok Chandra) Director (FCD)

Tel: 24360647 Fax: 24360174

Shri Tuhin Pandey Joint Secretary (FR) Planning Commission, Yojana Bhawan.