

MINISTRY OF FINANCE**DEMAND NO. 40****Transfers to States***(In ₹ crores)*

	Actual 2019-2020			Budget 2020-2021			Revised 2020-2021			Budget 2021-2022		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
Gross	149903.95	24667.94	174571.89	196854.80	25100.00	221954.80	203672.43	154333.00	358005.43	292333.77	56850.01	349183.78
Recoveries	-2577.36	...	-2577.36	-2930.00	...	-2930.00	-5820.00	...	-5820.00	-6100.00	...	-6100.00
Receipts	-2480.00	-20607.07	-23087.07	-2930.00	-15647.35	-18577.35	-5820.00	-139364.77	-145184.77	-6100.00	-43681.78	-49781.78
Net	144846.59	4060.87	148907.46	190994.80	9452.65	200447.45	192032.43	14968.23	207000.66	280133.77	13168.23	293302.00
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												
1. Post Devolution Revenue Deficit Grant	28313.50	...	28313.50	30000.00	...	30000.00	74340.00	...	74340.00	118452.00	...	118452.00
2. Grants-in-Aid for State Disaster Response Fund	10937.63	...	10937.63	20000.00	...	20000.00	22262.43	...	22262.43	22184.00	...	22184.00
3. Grants for Local Bodies												
3.01 Rural Bodies	59360.96	...	59360.96	69924.79	...	69924.79	60750.00	...	60750.00	44901.00	...	44901.00
3.02 Urban Bodies	25097.78	...	25097.78	30000.00	...	30000.00	25000.00	...	25000.00	22114.00	...	22114.00
Total- Grants for Local Bodies	84458.74	...	84458.74	99924.79	...	99924.79	85750.00	...	85750.00	67015.00	...	67015.00
4. Grants for Health Sector	...	...	...	...	...	...	...	...	...	13192.00	...	13192.00
5. Other Grants	...	...	...	0.01	...	0.01	...	...	...	...	...	...
Total-Grants under proviso to Article 275(1) of the Constitution	123709.87	...	123709.87	149924.80	...	149924.80	182352.43	...	182352.43	220843.00	...	220843.00
Total-Finance Commission Grants	123709.87	...	123709.87	149924.80	...	149924.80	182352.43	...	182352.43	220843.00	...	220843.00
Other Grants/Loans/Transfers												
6. Special Assistance	1623.70	...	1623.70	15000.00	...	15000.00	3000.00	...	3000.00	15000.00	...	15000.00
7. Grants to Areas not covered by Part IX and IXA of the Constitution	500.00	...	500.00	...	...	...	...	...	...	...	...	...
8. Support for COVID-19 Vaccination	...	...	...	...	...	...	...	...	...	35000.00	...	35000.00
9. Special Assistance as Loan to States for Capital Expenditure	...	...	...	...	...	...	...	12000.00	12000.00	...	10000.00	10000.00
10. Back to Back Loans to States in lieu of GST Compensation Shortfall	...	...	...	...	...	...	...	110208.00	110208.00	...	0.01	0.01
	...	...	...	...	...	...	...	-110208.00	-110208.00	...	-0.01	-0.01
<i>Net</i>	...	...	...	...	...	...	...	...	...	...	...	...

(In ₹ crores)

	Actual 2019-2020			Budget 2020-2021			Revised 2020-2021			Budget 2021-2022		
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total
11. Additional Central Assistance for Externally Aided Projects (Grants)	2701.88	...	2701.88	4000.00	...	4000.00	2500.00	...	2500.00	3000.00	...	3000.00
12. Additional Central Assistance for Externally Aided Projects (Block Loans)	...	24667.94	24667.94	...	25000.00	25000.00	...	32025.00	32025.00	...	46750.00	46750.00
	...	-20607.07	-20607.07	...	-15547.35	-15547.35	...	-29056.77	-29056.77	...	-43581.77	-43581.77
<i>Net</i>	...	4060.87	4060.87	...	9452.65	9452.65	...	2968.23	2968.23	...	3168.23	3168.23
13. <i>Transfer to National Disaster Response Fund</i>												
13.01 Transfer to National Disaster Response Fund (NDRF)	2480.00	...	2480.00	2930.00	...	2930.00	5820.00	...	5820.00	6100.00	...	6100.00
13.02 Less National Calamity Contingent Duty (Customs)	-545.00	...	-545.00	-930.00	...	-930.00	-820.00	...	-820.00	-850.00	...	-850.00
13.03 Less National Calamity Contingent Duty (Union Excise)	-1935.00	...	-1935.00	-2000.00	...	-2000.00	-5000.00	...	-5000.00	-5250.00	...	-5250.00
<i>Net</i>	...	...	...	...	...	...	...	...	...	...	...	...
14. <i>Assistance to States from National Disaster Response Fund (NDRF)</i>												
14.01 Assistance to States from National Disaster Response Fund (NDRF)	18888.50	...	18888.50	25000.00	...	25000.00	10000.00	...	10000.00	12390.77	...	12390.77
14.02 Less Amount met from transfer from NDRF	-2480.00	...	-2480.00	-2930.00	...	-2930.00	-5820.00	...	-5820.00	-6100.00	...	-6100.00
<i>Net</i>	16408.50	...	16408.50	22070.00	...	22070.00	4180.00	...	4180.00	6290.77	...	6290.77
15. Loans as Advance Assistance for Relief (erstwhile Ways and Means Advance)	...	...	...	...	100.00	100.00	...	100.00	100.00	...	100.00	100.00
	...	...	...	...	-100.00	-100.00	...	-100.00	-100.00	...	-100.00	-100.00
<i>Net</i>	...	...	...	...	...	...	...	...	...	...	...	...
16. Actual Recoveries	-97.36	...	-97.36	...	...	...	...	...	...	...	...	...
Total-Other Grants/Loans/Transfers	21136.72	4060.87	25197.59	41070.00	9452.65	50522.65	9680.00	14968.23	24648.23	59290.77	13168.23	72459.00
Grand Total	144846.59	4060.87	148907.46	190994.80	9452.65	200447.45	192032.43	14968.23	207000.66	280133.77	13168.23	293302.00
B. Developmental Heads												
General Services												
1. Miscellaneous General Services	-21.05	...	-21.05	...	...	...	...	...	...	...	...	...
Total-General Services	-21.05	...	-21.05	...	...	...	...	...	...	...	...	...
Social Services												
2. Medical and Public Health	...	...	...	...	...	...	...	...	...	35000.00	...	35000.00
3. Relief on account of Natural Calamities	16408.50	...	16408.50	22070.00	...	22070.00	4180.00	...	4180.00	6290.77	...	6290.77
Total-Social Services	16408.50	...	16408.50	22070.00	...	22070.00	4180.00	...	4180.00	41290.77	...	41290.77
Others												
4. Grants-in-aid to State Governments	128459.14	...	128459.14	168924.80	...	168924.80	187852.43	...	187852.43	238843.00	...	238843.00
5. Loans and Advances to State Governments	...	4060.87	4060.87	...	9452.65	9452.65	...	14968.23	14968.23	...	13168.23	13168.23
Total-Others	128459.14	4060.87	132520.01	168924.80	9452.65	178377.45	187852.43	14968.23	202820.66	238843.00	13168.23	252011.23
Grand Total	144846.59	4060.87	148907.46	190994.80	9452.65	200447.45	192032.43	14968.23	207000.66	280133.77	13168.23	293302.00

1. **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. **Grants for Health Sector:** As per Finance Commission recommendations, allocation for Health Sector has been made.

5. **Other Grants:** As per Finance Commission recommendations, allocation for various other grants has been made.

6. **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.

8. **Support for COVID-19 Vaccination:** This provision has been earmarked for providing financial assistance to meet expenditure on COVID-19 vaccination.

9. **Special Assistance as Loan to States for Capital Expenditure:** This provision has been earmarked to extend loan & States for capital expenditure to meet the shortfall on account of GST implementation due to current macroeconomic scenario.

10. **Back to Back Loans to States in lieu of GST Compensation Shortfall:** This provision has been made to provide Back to Back Loans to States in lieu of GST Compensation cess releases.

11. **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.

12. **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 its loan component is made under Major Head 6002.

13.01. **Transfer to NDRF:** The expenditure on relief as a result of natural calamities under NDRF.

14.01. **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.

15. **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.