

Monthly Summary Report of December,2022

I Financial Position of States

The month of December, 2022 saw downward trend in the States' monthly fiscal assets as compared to November, 2022. The daily fiscal assets of the States at the end of the month of November, 2022 was Rs. 3,11,874.40 crore, whereas at the end of the month of December, 2022 the daily fiscal assets of the States was Rs. 2,87,443.37 crore.

During the month of December, 2022 (upto 31.12.2022), a total of Rs. 4,365.36 crore was released as Additional Central Assistance for Externally Aided Projects (EAPs) to States as per the details given in the Table below:

(Rs. in crore)		
Sl. No.	Scheme	Amount Released
1	ACA for Externally Aided Projects (EAPs)-Grant	319.03
2	ACA for Externally Aided Projects (EAPs)-Loan	4046.33
	Grand Total	4365.36

Consent of Open Market Borrowing (OMB) and Negotiated Loans (NL) allowed to the States:

During the month of December, 2022 (upto 31.12.2022), consent for raising Open Market Borrowing (OMB) of Rs. 4,993 crore under Article 293(3) of the Constitution of India and consent for availing Negotiated Loan (NL) of Rs. 414 crore from Central Financial Institutions (CFIs) under Article 293(3) of the Constitution of India for the current financial year 2022-23 was issued to dates.

During the month of December, 2022, as per the recommendations of the 15th Finance Commission, a total of Rs. 14,817.48 crore was released to the States as per the details given in the following Table:-

(Rs. in crore)		
Sl. No.	Description	Amount Released
1	Post Devolution Revenue Deficit Grant	7183.42
2	Centre's contribution to State Disaster Response Fund (SDRF)	28.40
3	Centre's share of State Disaster Mitigation Fund (SDMF)	0.00
4	Grant for Urban Local Bodies	2845.20
5	Grant for Rural Local Bodies	4315.03
6	Health Sector Grant	445.43
7	Assistance from National Disaster Response Fund (NDRF)	0.00
	Total	14,817.48

In addition, a sum of Rs.58,332.86 crore was released by Department of Economic Affairs as share of Central Taxes and Duties to the States during the month of December, 2022.

Special Assistance to States for Capital Investment for 2022-23:

The Government of India has launched a redesigned and expanded Scheme for the year 2022-23 named as 'Special Assistance to States for Capital Investment 2022-23'. The Scheme guidelines on the scheme 'Special Assistance to States for Capital Investment 2022-23' have been issued vide letters No. 44(1)/PF-S/2022-23 (CAPEX) dated 06.04.2022, 06.07.2022 and 16.12.2022. An amount of Rs. 1,07,000 crore has been allocated under the Scheme for the year 2022-23 and financial assistance is provided to the State Governments in the form of 50-year interest free loan for capital projects. This 50-year interest free loan to a State is over and above the Normal Borrowing Ceiling (NBC) allowed to the State. The financial assistance under the Scheme is provided to the States by the Centre from its overall budgetary resources.

The Scheme guidelines, interalia, include an incentive amount of Rs. 27,000 crore tied to prescribed reforms by States in the seven identified sectors. A new sector 'Road Transport' has been identified for providing incentive tied to prescribed reforms by States under the 'Special Assistance to States for Capital Investment 2022-23' and a new 'Part VIII-Incentives for Scrapping of Old Vehicles' has been added to the Scheme guidelines on the 'Scheme for Special Assistance to States for Capital investment 2022-23' and it has been communicated to the States vide letter dated 16.12.2022. An amount of Rs. 2,000 crore is earmarked for this Part. The Part aims at providing incentive to State Governments for scrapping of State Government vehicles which are older than 15 years at Registered Vehicle Scrapping Facility (RVSF), waiver of liabilities on old vehicles and providing tax concessions to individuals for scrapping of old vehicles. The incentive will be provided based on recommendations of Ministry of Road Transport & Highways and on 'First –come First-served' basis to States.

Capital Expenditure amounting to Rs.77,109.66 crore have been approved and an amount of Rs.41,117.98 crore has so far been released to the eligible States under the Scheme.

II Important orders/notifications issued by the Department during the month of December,2022

- Scrapping policy for condemned vehicle of Ministries/Departments of Govt. of India vide DoE OM No.01(18)/2022-E.II(A) dated 09.12.2022
- Printing of Calendar vide DoE OM No. 7(2)/E.Coord/2020 dated 13th December,2022
- Compendium of instructions regarding grant of House Rent Allowance to Central Government employees vide DoE OM No.2/4/2022-E.IIB dated 30th December,2022