

Monthly Summary Report of June,2023

I Financial Position of States

The month of June, 2023 saw an upward trend in the States' monthly fiscal assets as compared to May, 2023. The daily fiscal assets of the States at the end of the month of May, 2023 were Rs. 2,36,232.30 crore, whereas at the end of the month of June, 2023 the daily fiscal assets of the States were Rs. 2,73,035.57 crore.

During the month of June, 2023, a total of Rs. 3,144.56 crore was released as Additional Central Assistance (ACA) 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	502.35
2	ACA for Externally Aided Projects (EAPs)-Loan	2642.21
	Grand Total	3144.56

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

During the month of June, 2023, Government of India (GoI) consent under Article 293(3) of the Constitution of India for raising Open Market Borrowing (OMB) for an amount of Rs. 89,095 crore were issued to States. Similarly, consent under Article 293(3) of the Constitution of India for availing Negotiated Loans (NL) of Rs. 11,780.60 crore from Central Financial Institutions (CFIs) were also issued to States.

During the month of June, 2023, as per the recommendations of the 15th Finance Commission, a total of Rs. 5,914.64 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	4306.08
2	Centre's share of State Disaster Response Fund (SDRF)	694.40
3	Grants for Urban Local Bodies	593.38
4	Grants for Rural Local Bodies	290.19
5	Health Sector Grant	30.59
6	National Disaster Response Fund*	0.00
	Total	5914.64

* LoA amounting to Rs. 81.39 crore issued to NDMA.

In addition, a sum of Rs. 1,18,279.99 crore was released by Department of Economic Affairs as share of Central Taxes and Duties to the States during the month of June, 2023. The Union Government, in order to provide financial resources to States, has released one advance installment of State's share of Central Taxes and Duties in the month of June, 2023. It will enable States speed up capital spending, finance their development/welfare related expenditure and also make available resources for priority projects/schemes.

Scheme for Special Assistance to States for Capital Investment:-

The 'Scheme for Special Assistance to States for Capital Investment 2023-24' has been announced in the Union Budget for 2023-2024. An amount of Rs. 1,30,000 crore has been allocated for the Scheme for the year 2023-24. Under the Scheme, financial assistance is being provided to the State Governments in the form of 50-year interest free loan for capital investment projects. Accordingly, the Union Government have issued the scheme guidelines on the Scheme for Special Assistance to States for Capital Investment 2023-24 vide letters No. 44(1)/PF-S/2023-24 (CAPEX) dated 03.02.2023, 02.05.2023, 19.05.2023, 26.05.2023, 16.06.2023 and 19.06.2023 to the States.

During the month of June, 2023, Capital Expenditure amounting to Rs. 37,558 crore was approved for the States of Arunachal Pradesh, Bihar, Chhattisgarh, Himachal Pradesh, Madhya Pradesh, Maharashtra, Mizoram, Nagaland and West Bengal and an amount of Rs. 23,007 crore was released to the States of Bihar, Goa, Madhya Pradesh, Odisha, Sikkim, Tamil Nadu, Telangana and West Bengal under Part-I of the Scheme.

In all, Capital Expenditure amounting to Rs. 63,285 crore has been approved for 18 States and an amount of Rs. 26,770 crore has been released to the eligible States, under the Scheme of Special Assistance to States for Capital Investment for 2023-24, in the 1st quarter of current financial year.

II Important orders/notifications issued by the Department during the month of June,2023

- Vivad Se Vishwas I- Relief for MSMEs vide DoE OM No.1/1/2023-PPD dated 02.06.2023
- Revised rates of Dearness Allowance to the employees of Central Government and Central Autonomous Bodies continuing to draw their pay in the pre-revised pay scale/Grade Pay as per 5th Central Pay Commission vide DoE OM No.1/3(2)/2008-E.II(B) dated 12.06.2023
- Charter for Financial Advisers vide DoE OM No.23(3)/E.Coord/2018 dated 13.06.2023
- Vivad Se Vishwas I- Relief for MSMEs vide DoE OM No. 1/1/2023-PPD dated 15.06.2023