

Monthly Summary Report of March, 2022

I Financial Position of States

The month of March, 2022 saw an downward trend in the States' monthly fiscal assets as compared to February, 2022. The daily fiscal assets of the States at the end of the month of February, 2022 was Rs. 4,43,853.42 crore, whereas at the end of the month of March, 2022 the daily fiscal assets of the States was Rs. 3,01,900.70 crore.

During March, 2022, a total of Rs. 3,646 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	932.32
2	ACA for Externally Aided Projects (EAPs)-Loan	2,713.68
	Grand Total	3,646.00

Additional Borrowing linked to performance in power sector for the year 2021-22:

Ministry of Finance, based on the recommendations of the Fifteenth Finance Commission, has decided to grant additional borrowing space of upto 0.5 percent of the Gross State Domestic Product (GSDP) to the States every year for a four year period from 2021-22 to 2024-25 based on reform undertaken by the States in the power sector.

During March, 2022, additional borrowing permission of Rs. 7,425 crore was issued to Manipur, Sikkim and Tamil Nadu for undertaking the stipulated reforms in power sector and in principle approval of Rs. 11,877 crore was issued to Assam, Himachal Pradesh, Meghalaya, Odisha and Uttar Pradesh. State-wise detail of additional borrowing linked to performance in power sector during 2021-22 is at Annexure-A.

Net Borrowing Ceiling (NBC) to States for FY 2022-23:

The Net Borrowing Ceiling (NBC) of the States for the year 2022-23 has been determined at Rs. 8,57,849 crore at 3.5% of GSDP based on the GSDP data published by NSO and methodology prescribed by 15th Finance Commission. Apart from NBC of 3.5% of GSDP, States are also eligible for additional borrowing of 0.50 percent of GSDP linked to performance in power sector.

Extra Borrowing Ceiling to States for contribution in NPS in FY 2022-23:

It has come to notice that there is an increasing divergence of practices between different State Governments in regard to method of handling pension obligations for the Government staff recruited after 2004. Some of the States have followed/have indicated a decision to follow a system of pay-as-you-go with defined benefits; others have issued orders adopting the National Pension System (NPS) but have not made due contributions; the majority of States are making the due contributions under the NPS. In the case of the first two categories of States, namely, those who have been on pay-as-you-go system or have now indicated a shift to such system and those who have not made the contributions, the fiscal deficit of the States does not reflect the contributions towards future liabilities for

payment of pension. On the other hand, those States who have made the necessary contributions may give the impression of a higher fiscal deficit. With a view to ensuring a proper common and complete yardstick for all the States, it has been decided that the net borrowing ceiling of each State will be augmented by the amount of pension contributions actually paid to the NPS by the State Government and its employees.

Accordingly, States shall also be allowed extra borrowing ceiling equivalent to the employer's and employee's share of contribution of its employees pertaining to financial year 2022-23 actually deposited with the designated authority i.e. 'National Securities Depository limited (NSDL)/ trustee bank as per the guidelines of National Pension System (NPS), over and above, the normal net borrowing ceiling of 3.5% of GSDP for the year 2022-23. Voluntary contributions and contributions relating to State Autonomous bodies/PSUs shall be excluded for computing this extra borrowing.

Off Budget Borrowings by the States through State PSUs/SPVs:

Off-Budget borrowings are borrowings by State Public Sector companies, SPVs and other equivalent instruments, where principal and/or interest are to be serviced out of the State Budgets. These Off-Budget borrowings by the States have the effect of bypassing the Net Borrowing Ceiling (NBC) of the State by routing loans outside State budget through Government owned or companies/statutory bodies despite being responsible for repayment of such loans. Such borrowings have impact on the Revenue Deficit and Fiscal deficit and thus have the effect of surpassing the targets set for fiscal indicators under State FRBM Act.

Accordingly, it has been decided that borrowings by State Public Sector companies/corporations, Special purpose vehicles (SPVs) and other equivalent instruments, where principal and/or interest are to be serviced out of the State Budgets and/or by assignment of taxes/cess or any other State's revenue, shall be considered as Borrowings made by the State itself for the purpose of issuing the consent under Article 293(3) of the Constitution of India. The aforesaid provisions shall be implemented since beginning of the FC-XV award period i.e. 2020-21. Therefore, any such off budget borrowing made by the State during the previous years i.e. 2020-21 and 2021-22 shall also be adjusted.

During the month of March, 2022, as per the recommendations of the 15th Finance Commission, a total of Rs. 31307.72 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	9871.00
2	State Disaster Response Fund (SDRF)	0.00
3	Centre's share of State Disaster Mitigation Fund (SDMF)	2524.60
4	Grant for Local Bodies	16215.74
5	Health Sector Grant	0.00
6	National Disaster Response Fund (NDRF)	2696.38
	Total	31307.72

In addition, a sum of Rs. 8,82,903.79 crore including an amount of Rs. 95,081.70 crore released in the month of March, 2022 was released to States by Department of Economic Affairs as share of Central taxes and duties to State for the year 2021-22.

Special Assistance to States for Capital Expenditure for 2021-22:

Capital Expenditure amounting to Rs. 15,927.6787 crore has been approved for the States under the Scheme of 'Special Assistance to States for Capital Expenditure 2021-22' and an amount of Rs. 14,185.7777 crore has been released to the States during the financial year 2021-22. This includes an amount of Rs. 538.8610 crore was released under Part-III of the Scheme to State Government of Madhya Pradesh.

II Status of PFMS

S. No	Particulars	Up to March, 2022 (Progressive figure)
1.	Total no. of Schemes on boarded on PFMS	1,320
2.	Total no. of Agencies Registered on PFMS	35,68,980
3.	Major DBT Schemes:	
a)	MGNREGA No. of transactions Amount Paid	55,25,51,162 1,01,459.60 Cr.
b)	PMKISAN No. of transactions Amount Paid	33,95,21,824 67,904.36 Cr.
c)	NHM No. of transactions Amount Paid	1,17,08,254 2,087.62 Cr.
d)	PMAY (Rural) No. of transactions Amount Paid	77,54,912 27,802.19 Cr.
e)	NSAP No. of transactions Amount Paid	8,39,64,532 5,996.81 Cr.
f)	PMMVY and SAMARTHYA No. of transactions Amount Paid	1,04,98,985 1,761.18 Cr.
g)	Food Subsidy No. of transactions Amount Paid	24,02,595 157.64 Cr.
4.	DBT (in which payment made) a) No. of Schemes b) Total no. of Transactions c) Amount Paid Treasury Integration	891 1,45,26,79,032 3,07,206.87 Cr. Treasury systems of 28 States and 3 UTs with legislature have been integrated. However, mapping of some of state schemes as per restructured

		CSS is still pending. Data exchange from some states are not regular.
5.	Non-Tax Revenue (NTRP) for FY 2021-22 (as on 31.03.2022)	Currently,60 Ministries and 390 PAOs are on PFMS Portal facilitating remittances to the Government of India through NTRP
	No. of Transactions	37,68,099
	Amount Collected up to 31 st March,2022	1,46,964.86 Cr.

ROLL OUT STATUS OF PAYMENT AND ACCOUNTS MODULES

S.No	Particulars	Up to March, 2022
1.	No. of PAOs on PFMS Portal	741
2.	No. of DDOs using PFMS for e-payment	13,335 (DDOs involved for receiving sanction and submission of bills to their parent PAOs already on board on PFMS).
3.	No. of CDDOs using PFMS for e-Payments	1,454
4.	No. of PAOs using EIS Module	483
5.	No. of CDDOs using EIS Module	1,370
6.	Total No. of Salary Processing DDOs	10,079
7.	No. of PAOs/ Merged DDOs processing GPF bills on PFMS Portal	416 PAOs and 79 Merged DDOs
8.	No. of PAOs processing Pension bills on PFMS Portal	467
9.	No. of DDOs (EIS) on PFMS Portal	7,542

III Important orders/notifications issued by the Department during the month of March,2022

Grant of Dearness Allowance to Central Government employees –Revised Rates effective from 01.01.2022 vide DoE OM No.1/2/2022-E-II(B) dated 31st March,2022

**State-wise details of additional borrowing of 0.5% of GSDP linked to performance in
Power Sector during the financial year 2021-22**

S.No.	Name of the State	Amount (Rs. in crore)
1	Andhra Pradesh	3716
2	Manipur	180
3	Rajasthan	5186
4	Sikkim	191
5	Tamil Nadu	7054
	In principal approval	
6	Uttar Pradesh	6823
7	Meghalaya	192
8	Odisha	2725
9	Himachal Pradesh	251
10	Assam	1886