No.3/2/2010-FR  
Government of India  
Planning Commission  
(Financial Resources Division)  
------------------------------------------------------  
Yojana Bhavan, Parliament Street  
New Delhi the 16th March, 2011  

ORDER  

Subject: Formulation of 12th Five Year Plan (2012-2017) - Constitution of  
the Working Group on State’s Financial Resources.  

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In the context of the formulation of the 12th Five Year Plan (2012-2017), it has been  
decided to set up a Working Group for assessment of State’s Financial Resources.  

2. The composition of the Working Group is as under:  

1. Dr. D. K. Srivastava Director, Madras School of Economics Chairman  
2. Representative of CAG Office of CAG Member  
3. Joint Secretary (PF-1) Ministry of Finance Member  
4. Shri R. Sridharan Executive Director, Food Corporation of India Member  
    Former Adviser (FR), Planning Commission  
5. Adviser (FR) Planning Commission Member  
6. Representative of Controller General of Accounts Office of CGA Member  
7. Principal Finance Secretary Government of Andhra Pradesh Member  
8. Principal Finance Secretary Government of Orissa Member  
9. Principal Finance Secretary Government of Uttar Pradesh Member  
10. Principal Finance Secretary Government of Meghalaya Member  
    Principal Finance Secretary Government of Himachal Pradesh Member  
11. Principal Finance Secretary Government of Gujrat Member  
12. Principal Finance Secretary Government of Tamil Nadu Member  
13. Principal Finance Secretary Government of Madhya Pradesh Member  
14. Executive Director Reserve Bank of India Member  
15. Dr. R. Kavita Rao Senior Fellow, NIPFP Member  
16. Dr. Tapas Sen Senior Fellow, NIPFP Member  
17. Shri S. Lakshmanan Director (FR), Planning Commission Member  
18.  

3. The Terms of Reference of the Working Group are as follows:  

(i) To analyze the resource position of the States with particular reference to  
the recommendations of 13th Finance Commission, fiscal responsibility  
legislation(s), introduction of GST, flow of EAP funds, recommendations of  
High Level Expert Committee under Dr. C. Rangarajan and other policy  
changes in that regard;  

(ii) To examine the basis of distribution of Central Plan Assistance to States  
including the suitability of allocation of Normal Central Assistance to the  
States on the basis of the formula determined by the Finance Commission  
for distribution of share of Central Taxes;
(iii) To examine the dispensation to Special Category States in the allocation of Central Plan Assistance and suggest changes if required;

(iv) To examine the flow of funds under Centrally Sponsored Schemes and suggest methods of integrating them into the scheme of financing of the plan of the States;

(v) To examine the scope of the State Plan including the investment of State PSUs finance through internal and extra-budgetary resources (IEBR), the resources of the local bodies and the other innovative methods such as special purpose vehicles (SPVs) and public-private partnerships (PPPs);

(vi) On the basis of the above, to suggest the basis for making projections for 'resources' and 'expenditure' for the States during the 12th Plan period;

(vii) To prepare and present projection(s) on the scheme of financing for the 12th Plan for the States (including UTs with legislature) separately (and combined);

4. The Chairman of the Working Group, if deemed necessary may constitute Sub-Groups and/or co-opt additional members.

5. The expenditure on TA/DA etc. of the official members in connection with the meeting of the Working Group will be borne by the respective Government/Department/Institutions to which the member belongs. Non-Official Member will be entitled to TA/DA as admissible to Grade I officers of the Government of India and this Expenditure will be paid by the Planning Commission.

6. The Working Group should submit its interim report within 3 months and final report within 5 months from the date of this order.

(T. K. Pandey)
Adviser (FR)
Planning Commission

Distribution:
Chairman & all Members of the Working Group on State's Financial Resources for the 12th Five Year Planning Commission

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6. PS to Secretary, Ministry of Home Affairs, North Block, New Delhi
7. Principal Adviser/ Senior Adviser/ Adviser/ Consultant/ Head of Divisions, Planning Commission
8. IFA Unit, Planning Commission
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(T. K. Pandey)