

No: PCII-IIC (10)1/2015(FFC)- 27144-530 (89)
Himachal Pradesh Government
Panchayati Raj Department.

From:

The Secretary (Panchayati Raj)
to the Government of H.P.,
Shimla-171002.

To

1. All the District Panchayat Officers
In Himachal Pradesh.
2. All the BDOs,
Himachal Pradesh.

Dated: Shimla-171009

the 27th May, 2016.

Subject:

Utilization of grant based on the recommendations of the
Fourteenth Finance Commission for meeting O & M and capital
expenditure by the Gram Panchayat.


Sir/Madam,

I am directed to intimate that the Government of India has recommended the amount upto 10% of Grant received under FFC for meeting out O&M and capital expenditure by Gram Panchayat. Therefore the list of admissible and non-admissible works out of this fund is enclosed


You are directed to take further action accordingly and ensure that these guidelines are adhered to by the Gram Panchayats while spending the amount out of 10% share of 14th Finance Commission Grant.

Encl: As above.

Yours faithfully,


Deputy Secretary (Panchayati
Raj) to the Government of
Himachal Pradesh, Shimla-9.

Endst. No: PCII-IIC (10)1/2013(FFC)-27531-35756 Dated: 27-05-2016
Copy forwarded to all the Gram Panchayats for information and
compliance.


Deputy Secretary (Panchayati
Raj) to the Government of
Himachal Pradesh, Shimla-9.

**Annexure of letter No PCH-IIC(10)1/2015(FFC)-
Utilisation of FFC Grant towards O & M and Capital Expenditure**

List of activities on which upto 10% of the FFC Grants can be Utilise.

1. Gram Panchayats are allowed to hire the services of Data Entry Operators/Computer Operators on piece meal rates for completing the necessary entries on all related online applications with the approval of department. This will be one time expenditure out of 10% share of 14th Finance Commission Grant to update the entries. Similarly a group of Panchayats are allowed to hire a technical experts/agency duly approved by the department to facilitate Gram Panchayat in preparing GPDP.
2. The AMC of computers allowed to such Panchayats where the systems are out of warranty period from the companies and rates approved by the HP State Electronic Corporation. The re-filling of cartage on approved rates also allowed out of 10% share of grant under FFC .
3. The GPs which are not connected with the internet, are allowed to utilize the grant for installation of internet connection one time only.
4. One time purchase of essential furniture for GP office subject to the following conditions:-
 - a) In case Gram Panchayat has no furniture due to establishment of new office.
 - b) Such Gram Panchayats where furniture has been auctioned due to unusable old stocks.
 - c) Such Gram Panchayats where no furniture has been purchased for the last 5 years.
 - d) The procedure laid down in the HP Panchayati Raj (Finance, Budget, Accounts, Audit, Works, Taxation and Allowances) Rule 2002 be followed strictly during purchase of furniture.
5. Payment of street light/water supply charges if not being met previously from any other scheme or by any other agency. Old arrears should not be paid from this fund.
6. Hiring services of Chartered Accountant for the audit of Gram Panchayats as per approved panel and rates by the department.
7. Expenditure on the cost of Social audit is allowed subject to the non-availability of funds with GPs under OE head.
8. Cost of preparation of technical plan for implementation of projects like PRA, IEC, surveys, preparing maps and other documents and holding consultation and cost of essential consumables are allowed in case of non-availability of funds under O.E. Head of GPs.
9. Electrification of GP, including provision of solar lights.

Negative list of activities which cannot be undertaken in utilizing these funds:-

Expenditure on activities already being funded from other schemes. Felicitation/cultural functions/decorations/inaugurations. Honorarium, TA/DA of elected representatives and salaries/ honorarium of existing employees- permanent and contract. Expenditure on doles/awards. Construction and repair works of religious places.