Government of India Ministry of Finance Department of Expenditure

LOK SABHA UNSTARRED QUESTION NO. 1073

TO BE ANSWERED ON MONDAY, THE 26th JULY, 2021 Sravana 4, 1943(Saka)

CENTRAL ASSISTANCE TO PUDUCHERRY

1073, SHRIVE. VAITHILINGAM:

Will the Minister of FINANCE be pleased to state:

- a) Whether the Union Government is aware that the annual central assistance to the UT
 of Puducherry remains static for a quite long time without reasonable increase to
 match the revenue deficit;
- b) If so, the details thereof;
- c) Whether the Union Government will come forward to adequately increase the central assistance and if so, the details thereof;
- d) Whether the Union Government has made any study on the minimum requirement of central assistance for UT Government based on a reasonable formula; and
- e) If not, whether the Union Government will come forward to initiate steps in this direction and if so, the details thereof?

ANSWER

MINISTER OF STATE FOR FINANCE

(SH. PANKAJ CHAUDHARY)

(a) to (c):The annual growth in central assistance to the UT of Puducherry is about 4.5%, except in the year 2020-21 in which about 10% increase was given.

Details of central assistance received during the last 7 years are given below:

| Year | Rs. in crore | Growth % |
|---------|--------------|----------|
| 2015-16 | 1300.00 | |
| 2016-17 | 1353.13 | 4.09 |
| 2017-18 | 1418.69 | 4.85 |
| 2018-19 | 1470.99 | 3.69 |
| 2019-20 | 1539.98 | 4.69 |
| 2020-21 | 1698.00 | 10.26 |
| 2021-22 | 1724.77 | 1.58 |

(d) and (e): The Annual allocation by the Ministry of Finance towards Central Assistance to the UTs are based on the projections/expenditure trends and availability of resources, which are reviewed and provided for through supplementary grants approved by the Parliament for respective Financial Year.