

No. F 23(32) FCD/2010
Ministry of Finance
Department of Expenditure
Finance Commission Division

Block No.11, 5th Floor,
CGO Complex, New Delhi,
Dated 5th October, 2010

To
The Chief Secretary,
Government of
(All State Governments)

Subject: Implementation of recommendation of Thirteenth Finance Commission- Issue of Guidelines for release and utilisation of grant-in-aid for Capacity Building for Disaster Response.

Sir, / Madam,

The recommendations of Thirteenth Finance Commission for the award period 2010-15 include, inter-alia, grant-in-aid to the State Governments for Capacity Building for Disaster Response.

I am enclosing herewith a copy of the guidelines for release and utilisation of grant recommended by the Thirteenth Finance Commission for Capacity Building for Disaster Response for information and necessary action. Guidelines are also accessible on the website of Ministry of Finance: <http://finmin.nic.in/TFC/guidelines.asp>

Yours faithfully,

Encl.: As above

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Copy with a copy of the guidelines to:-

- (1) Principal Secretary (Finance), Government of (All State Governments)
- (2) Secretary (Disaster Management), Government of (All State Governments)

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Scheme for release and utilisation of grant-in-aid recommended by the Thirteenth Finance Commission (FC-XIII) for Capacity Building for Disaster Response

FC-XIII has observed that effective disaster response requires trained manpower to deal with complex situations where effective and speedy handling reduces the impact of a disaster on human life and property. Therefore it is necessary to continuously undertake measures to build capacity amongst those responsible for disaster response and augmenting public awareness. Accordingly, FC-XIII has recommended a grant of Rs. 525 crore for building capacity within the administrative machinery for better handling of disaster response and for preparation of district and state level disaster management plans as envisaged under the Disaster Management Act of 2005 (DM Act).

2. This grant will be released in five equal annual instalments, in accordance with the State wise allocation in Annex 11.3 of FC-XIII's Report-Vol.2, reproduced as **Annex-I** to these guidelines.
3. Under section 20 of the DM Act, every state is required to constitute a State Executive Committee (SEC) to coordinate action in accordance with the guidelines laid down by the State Disaster Management Authority (SDMA). The SEC is chaired by the Chief Secretary to the State Government and has as its members four Secretaries of the State Government. Each State may use the grant amount on activities approved by the SEC in a perspective plan covering the period 2010-15 and action plans for each financial year.
4. These plans would, inter alia, provide essentially for training/capacity building of stakeholders and functionaries in States, preparation of Disaster Management plans based on hazard, risk and vulnerability analysis, and setting up/ strengthening of Emergency Operation Centres (EOCs) in States.
5. Conditions for release of grant:
 - (i) The grant will be released in one instalment by May every year.

- (ii) The grant for the year 2010-11 would be released unconditionally.
- (iii) Grants from 2011-12 onwards would be released on receipt of SEC approved working plans and utilisation of previous instalment released as per format at **Annex-II** (*MHA to provide format*).
- (iv) States would send the SEC approved perspective plan for 2010-15 to the Ministry of Finance and Ministry of Home Affairs, by March 2011, and annual plans for each year thereafter before the end of each financial year.
- (v) This grant will supplement the existing scheme/budgetary allocation of the Central and State Government as well as any externally aided project for capacity building on disaster management.
- (vi) This grant is not to be used for land acquisition or construction activity.
- (vii) No permanent liability should be created through the use of this grant. In case there is any such liability extending beyond March 31, 2015, the State Government concerned would be liable to provide for it from its own resources.
6. This grant would be released by Ministry of Finance (Department of Expenditure) from Demand no.35.
7. Utilisation of the grant at the State level would be monitored by the SEC. At the centre a review committee, headed by Secretary in charge of disaster management, Ministry of Home Affairs, will be constituted to review the release and utilisation of the grant. The Committee will include a representative from the Ministry of Finance (Department of Expenditure). The Committee shall meet at least once in a year.
8. The Comptroller and Auditor General of India would undertake audit of expenditure of this grant every year. The State Government shall send a copy of the audit report of the Comptroller and Auditor General of India to the Ministry of Finance and to the Ministry of Home Affairs.

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Dated 5-10-2010

Annex-1

Grant for Capacity Building for Disaster Response*(Rs in Crore)*

Sl. No.	State	2010-11	2011-12	2012-13	2013-14	2014-15	Total 2010-15
1	2	3	4	5	6	7	8
1	Andhra Pradesh	6.00	6.00	6.00	6.00	6.00	30.00
2	Arunachal Pradesh	1.00	1.00	1.00	1.00	1.00	5.00
3	Assam	5.00	5.00	5.00	5.00	5.00	25.00
4	Bihar	5.00	5.00	5.00	5.00	5.00	25.00
5	Chhattisgarh	4.00	4.00	4.00	4.00	4.00	20.00
6	Goa	1.00	1.00	1.00	1.00	1.00	5.00
7	Gujarat	6.00	6.00	6.00	6.00	6.00	30.00
8	Haryana	5.00	5.00	5.00	5.00	5.00	25.00
9	Himachal Pradesh	4.00	4.00	4.00	4.00	4.00	20.00
10	Jammu & Kashmir	4.00	4.00	4.00	4.00	4.00	20.00
11	Jharkhand	5.00	5.00	5.00	5.00	5.00	25.00
12	Karnataka	4.00	4.00	4.00	4.00	4.00	20.00
13	Kerala	4.00	4.00	4.00	4.00	4.00	20.00
14	Madhya Pradesh	5.00	5.00	5.00	5.00	5.00	25.00
15	Maharashtra	5.00	5.00	5.00	5.00	5.00	25.00
16	Manipur	1.00	1.00	1.00	1.00	1.00	5.00
17	Meghalaya	1.00	1.00	1.00	1.00	1.00	5.00
18	Mizoram	1.00	1.00	1.00	1.00	1.00	5.00
19	Nagaland	1.00	1.00	1.00	1.00	1.00	5.00
20	Orissa	5.00	5.00	5.00	5.00	5.00	25.00
21	Punjab	5.00	5.00	5.00	5.00	5.00	25.00
22	Rajasthan	6.00	6.00	6.00	6.00	6.00	30.00
23	Sikkim	1.00	1.00	1.00	1.00	1.00	5.00
24	Tamil Nadu	5.00	5.00	5.00	5.00	5.00	25.00
25	Tripura	1.00	1.00	1.00	1.00	1.00	5.00
26	Uttar Pradesh	5.00	5.00	5.00	5.00	5.00	25.00
27	Uttarakhand	4.00	4.00	4.00	4.00	4.00	20.00
28	West Bengal	5.00	5.00	5.00	5.00	5.00	25.00
	Total	105.00	105.00	105.00	105.00	105.00	525.00

Source: *Annex 11.3 of FC XIII report Vol. II*