

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

STARRED QUESTION NO:123
ANSWERED ON:11.03.2005
SPECIAL ECONOMIC PACKAGE FOR VARIOUS STATES
Barad Shri Jashubhai Dhanabhai;Patel Shri Dinsha J.

Will the Minister of FINANCE be pleased to state:

- (a) Whether some States are facing crisis in respect of financial resources ;
- (b) If so, the details of the States ;
- (c) Whether the Union Government have received requests from the Chief Ministers of various State Governments for financial assistance to resolve their financial crisis ;
- (d) If so, the details thereof; and
- (e) The action taken by the Union Government thereon, State-wise, particularly in respect of Gujarat ?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE SHRI P. CHIDAMBARAM

(a) to (e): A statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) to (e) OF LOK SABHA STARRED QUESTION NO.123 FOR ANSWER ON 11TH MARCH, 2005 REGARDING SPECIAL ECONOMIC PACKAGE FOR VARIOUS STATES.

(a)to(e) : The State Governments had submitted memoranda to the Twelfth Finance Commission (TFC) indicating their financial position and requirements of funds for the period 2005-10. TFC has given its recommendations after considering these memoranda and other fiscal parameters. These recommendations have been accepted by the Government. The total transfer of funds from the Centre to the States during this period is estimated to increase from Rs. 434905 crore during 2000-2005 to Rs.757514 crore during 2005-10. In so far as Gujarat is concerned, the total transfer of funds is estimated to increase from Rs. 12261 crore during 2000-2005 to Rs. 25609 crore during 2005-10.