



# Punjab Government Gazette

## EXTRAORDINARY

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DEPARTMENT OF FINANCE

### Notification

The 5th November, 2008

**No. 1/4th-PFC-DFREI-FD-2008/1365.**—In pursuance of the provisions of the section 3(1) of the Punjab Finance Commission for Panchayats and Municipalities Act, 1994, the Governor of Punjab is pleased to constitute the 4th Punjab Finance Commission for Panchayats and Municipalities consisting of the following as the Chairman and Members :—

- |  |    |                          |
|--|----|--------------------------|
| (1) Shri R. S. Mann, I.A.S. (Retd.)<br>Former Chief Secretary, Punjab                  | .. | Chairman                 |
| (2) Financial Commissioner,<br>Rural Development & Panchayats,<br>Government of Punjab | .. | <i>Ex-Officio</i> Member |
| (3) Principal Secretary, Local Government,<br>Government of Punjab                     | .. | <i>Ex-Officio</i> Member |

2. The Chairman and Members of the Commission shall hold office from the date on which they respectively assume office, up to the 31st day of December, 2010.

3. The Commission shall make recommendations relating to the following matters :—

**A. IN THE CASE OF 'PANCHAYATS' AS TO :**

(a) the principles which shall govern—

- (i) the distribution between the State and the Panchayats of the net proceeds of the taxes, duties, tolls and fees leviable by the State which may be divided between them and the allocation between the Panchayats at all levels of their respective shares of such proceeds:

- (ii) the determination of the taxes, duties, tolls and fees which may be assigned to, or appropriated by the Panchayats ; and
  - (iii) the grants-in-aid to the Panchayats from the Consolidated Fund of the State.
- (b) the measures needed to improve the financial position of the Panchayats ;
- (c) measures to reduce unproductive revenue expenditure and steps to improve the quality of administration and technical support for efficient and effective use of capital resources ; and
- (d) any other matter referred to the Finance Commission by the Governor in the interest of sound finances of the Panchayats.

**B. IN RESPECT OF 'MUNICIPALITIES' AS TO :**

- (a) the principles which shall govern—
- (i) the distribution between the State and the Municipalities of the net proceeds of the taxes, duties, tolls and fees leviable by the State which may be divided between them under this part and the allocation between the Municipalities at all level of their respective shares of such proceeds ;
  - (ii) the determination of the taxes, duties, tolls and fees which may be assigned to, or appropriated by the Municipalities ; and
  - (iii) the grants-in-aid to the Municipalities from the Consolidated Fund of the State ; and
- (b) the measures needed to improve the financial position of the Municipalities.
- (c) measures to reduce unproductive revenue expenditure and steps to improve the quality of administration and technical support for efficient and effective use of capital resources ; and
- (d) any other matter referred to the Finance Commission by the Governor in the interest of sound finances of the Municipalities.

The words 'Panchayats' and 'Municipalities' shall have the same meaning as defined under clause 2(d) of the aforesaid Act.

4. The Commission shall make its report available by 31st December, 2010 on each of the matters aforesaid, covering a period of 5 years commencing on the 1st day of April, 2011. The Commission shall indicate the basis on which it has arrived at its findings.

GEN. (RETD.) S. F. RODRIGUES.

Chandigarh :  
The 27th October, 2008.

P.V.S.M., V.S.M.,  
Governor of Punjab.

(Sd.) . . . .

(D. S. KALHA)

Principal Secretary, Finance.