GOVERNMENT OF INDIA FINANCE LOK SABHA

UNSTARRED QUESTION NO:2046 ANSWERED ON:08.03.2013 SHARE OF STATES IN CENTRAL TAXES Meghwal Shri Arjun Ram

Will the Minister of FINANCE be pleased to state:

- (a) the proportion of Central taxes being given to the States under the 13th Finance Commission (FC-XIII);
- (b) the details of the revenue earned by the Centre from taxes and the amount received by the State Governments during the last three years;
- (c) whether the Government proposes to increase the share of the States in the Central taxes; and
- (d) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (Shri Namo Narain Meena)

- (a) As per accepted recommendations of 13th Finance Commission (FC-XIII), the States' share has been fixed at 32% of the net proceeds of sharable Central Taxes for the period from 1.4.2010 to 31.03.2015, and accordingly, devolution is being made to the State Governments.
- (b) The details of net proceeds of Central taxes and the amount of State's share released/ being released for the financial year 2010-11, 2011-12 and 2012-13 are as under: -

(Rs. in crore)

Contents 2010-11 2011-12 2012-13

Net proceeds of Central Taxes 569869 629765 742115

States' share devolution 219303 255414 291547

(c) & (d) The proportion of States' share in Central taxes is recommended by the Finance Commission constituted every five years. The 14th Finance Commission has already been constituted on 2nd January, 2013 which will submit its report by end October, 2014 covering its award period from 1.4.2015 to 31.03.2020.