

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3179

ANSWERED ON:07.08.2015

CST Compensation

Chudasama Shri Rajeshbhai Naranbhai; Fatepara Shri Devajibhai Govindbhai; Kothapalli Smt. Geetha; Vasava Shri Parbhubhai Nagarbhai

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government has full compensation amount to the States for loss of Central Sales Tax (CST) revenue;
- (b) if so, the amount claimed, compensation paid and amount outstanding during the last three years and the current year, State-wise; and
- (c) the time by which the outstanding compensation is likely to be fully released; and
- (d) whether the Government made adequate provisions for the CST compensation in the budget, if so, the details thereof and the funds allocated in the regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE

- (a) and (b) The Empowered Committee had recommended to pay 100% CST compensation for year 2010-11, 75% CST compensation for 2011-12 and 50% CST compensation for 2012-13. Union Cabinet in its meeting held on 17.3.2015 had approved payment of CST compensation to the States for the financial years 2010-11, 2011-12 and 2012-13 as per EC recommendation. Accordingly, Central Government (Department of Revenue) has released total Rs.17118.02 crore towards payment of CST compensation to the States/UT's for the year 2010-11. Details of the amount claimed admissible and paid state-wise is as per Annexure-I & Annexure-II.
- (c) CST compensation to the states/UT's for year 2011-12 is proposed to be paid in two installments in Financial Year 2015-16 CST compensation for the states for 2012-13 will be paid in 2016-17.
- (d) Provision of Rs.15028 crore has been made in BE 2015-16 for payment of CST compensation to the States/UT's for the year 2011-12.

ANNEXURE I

DETAILS OF CST COMPENSATION TO THE STATES FOR THE YEAR 2010-11 (Rs. In crore)

S.no. Name of State CST compensation Claimed Admissible CST compensation as per guideline dated 22.08.08 CST compensation released in FY 2010-11 CST compensation amount paid as per Cabinet approval dated 17.03.15 in FY 2014-15 Total CST compensation paid for 2010-11

1	Andhra Pradesh	2981.45	2756.69	1667.09	635.45	2302.54
2	Telangana	454.15	454.15			
2	Assam	270.35	210.51	34.99	175.51	210.51
3	Chhatisgarh	933.45	848.86	634.02	214.84	848.86
4	Daman & Diu	73.00	0.00			
5	Delhi	2069.07	1882.83	1075.85	806.98	1882.83
6	Goa	52.87	61.59	0.00	61.59	61.59
7	Gujarat	1428.25	1154.95	0.00	1154.95	1154.95
8	Haryana	2249.63	2355.01	1136.16	1218.85	2355.01
9	Jharkhand	492.99	478.93	335.88	143.05	478.93
10	Karnataka	1575.16	1575.16	609.36	965.80	1575.16
11	Madhya Pradesh	189.52	113.59	0.00	113.59	113.59
12	Maharashtra	319.61	0.00	0.00		
13	Nagaland	3.99	1.61	0.00	1.61	1.61
14	Odisha	664.39	579.67	256.17	323.50	579.67
15	Punjab	281.96	259.51	0.00	259.52	259.51
16	Puducherry	161.99	168.57	146.19	22.38	168.57
17	Rajasthan	664.87	626.68	82.47	544.21	626.68
18	Tamilnadu	2309.24	2059.32	58.92	2000.40	2059.32
19	Uttarakhand	296.30	278.22	135.40	142.82	278.22
20	Uttar Pradesh	1801.64	847.76	0.00	847.76	847.76
21	West Bengal	860.36	858.56	221.44	637.12	858.56
	TOTAL	19680.09	17118.02	6393.94	10724.08	17118.02

ANNEXURE II

DETAILS OF CST COMPENSATION TO THE STATES FOR THE YEAR 2011-12 (Rs. In crore)

S.no. Name of State CST compensation Claimed Admissible CST compensation as per guideline dated 22.08.08

Admissible CST compensation amount restricted to 75% of guideline dated 22.08.2008(as per Cabinet approval dated 17.03.15)

Amount released in Ist installment in FY 2015-16 Amount released in IInd installment in FY 2015-16

Total CST compensation paid for 2015-16

1 Andhra Pradesh	3212.55	1713.96	1285.47	642.74	642.73	1285.47
2 Telangana	1224.93	918.70	469.35	469.35	918.70	
2 Assam	379.46	306.60	229.95	114.98	114.97	229.95
3 Chhatisgarh	915.04	812.05	609.04	304.52	304.52	609.04
4 Daman & Diu	0	0	0	0	0	0
5 Delhi	2492.92	2354.65	1765.99	882.99	883.00	1765.99
6 Goa	101.54	91.13	68.35	34.17	34.18	68.35
7 Gujarat	1565.86	1232.79	924.59	462.3	462.29	924.59
8 Haryana	3009.52	3191.55	2393.66	1196.83	1196.83	2393.66
9 Jharkhand	683.77	679.68	509.76	254.88	254.88	509.76
10 Karnataka	2106.57	2105.69	1579.27	789.63	789.64	1579.27
11 Madhya Pradesh	131.32	38.86	29.14	14.57	14.57	29.14
12 Maharashtra	0	0	0	0	0	0
13 Nagaland	2.09	0	0	0	0	0
14 Odisha	869.58	766.43	574.82	287.41	287.41	574.82
15 Punjab	381.91	344.06	258.04	129.02	129.02	258.04
16 Puducherry	228.31	238.22	178.66	89.33	89.33	178.66
17 Rajasthan	845.60	762.17	571.63	285.81	285.82	571.63
18 Tamilnadu	3288.98	2984.47	2238.35	1119.18	1119.2	2238.35
19 Uttarakhand	668.86	642.14	481.60	240.80	240.80	481.60
20 Uttar Pradesh	1392.09	1229.59	922.20	461.10	461.10	922.20
21 West Bengal	786.68	1034.71	776.03	388.02	388.01	776.03
TOTAL	23062.65	21753.68	16315.25	8167.63	8167.62	16315.25