

REFD. 8469
2,500.



**REPORT
OF
THE FINANCE COMMISSION**

1969

ITEM NO. 1125 GENERAL MANAGER, GOVERNMENT OF INDIA PRESS,
NEW DELHI AND PUBLISHED BY THE MANAGER OF PUBLICATIONS, DELHI, 1969

Price: Rs. 6 00 or 14 sh. or \$ 2.16 cents.

ERRATA

Page No.	Reference	For	Read
5	First line of para. 1·5	Meetings	Meeting
11	Seventh line of para. 2·8	292	Rs. 292
29	Line 15	Referenes	References
36	Line 9	raising resources	raising revenue resources
45	Third line of sub-para (3) of para. 5·21	to	on
49	Second line of para 6·6	Electricity Board	Electricity Boards
51	Line 21 of para. 6·15	was strictly	was not strictly
66	Col. 1 of table in para. 6·50	Kerala	Kerala
66	Col. 3 of table in para. 6·50		
	Assam	90·80	20·80
	Nagaland	77·40	17·40
	Orissa	54·51	24·51
	West Bengal	2·29	22·29
70	Line 4 of para. 7·13	rupee	rupees
74	Line 8 of para. 7·29	them	item
78	In Table— against "U.S.A."	11	311
96	Table under sub-para (3)	Madhy Prades	Madhyā Prades
97	Third line of sub-para (3) (f)	prorata to	prorata in proportion to
104	Table I—Last Cols. heading	Barking Corporation	Barking operations
106	Table II—Cols. 2 and 3 heading	Installed capacity ('000Kw) at the end of ('000Kw)	Installed capacity ('000Kw) at the end of ('000Kw)
	Table II—against "Punjab" in Cols. 6 & 7	16·8 60·0	16·8* 60·0*
109	Line 23	Newspaprs	Newspapers
	Line 32	Sale of	sale or

<i>Page No.</i>	<i>Reference</i>	<i>For</i>	<i>Read</i>
110	4 (b) (i) Line 8 Art. 275 (1)	Constituted may be law	I constituted may by law
113	last line	Railway B 21st June 196	Railway Board 21st June 1969
118	S. No. 33 S. No. 44	Hamidia University Melbourn University	Hamidia College, Bhopal Melbourne University
126	Table 3'footnote (iii)	Scheduled Tribes	Scheduled Tribes
127	Table 4 source :	withing	within
130	Table 6—Col. 11 against Jammu & Kashmir —1961-62	2·07	22·07
144	Table 15 Source	Contral Statisti- cal Organisation	Central Statisti- cal Organisation
153	Table 22 Col. 11 against Orissa Hydro	19·90	19·90
153	Table 22 Col. 13 against U.P.—Ganga Sarda	2·50	28·50
153	Table 22 Col. 28 against U.P.—Kanpur	12·1	12·17
167	Table 29	Column 6 'others' relate to non- developmental expenditure.	
178	Table 34—heading of Cols. 14, 15, 16, 17	1967-68 (R.E.)	1968-69 (R.E.)
178	Table 34—Col. I	Maharashtra*	Maharashtra
179	Table 35—Col. 17	4·0	4·09
182	Table 36—Col. 11 heading . .	Block capital as on 1-4-66	Block capital as on 1-4-67
183	Table 36—Col. 21 heading]. . .	Block capital as on 1-4-66	Block capital as on 1-4-68
188	Table 40—heading in Cols. 6, 7, 8, 9 .	On Departmen- tal Commercial outlay under- takings, etc.	Outlay on De- partmental commercial undertakings, etc.
189	Table 41—Col. 17 against Punjab .	595·3	595·32
193	Table 43—(1965-66) total . . .	2344·	2344·40
	Table 43 last line (1966-67) total .		2500·14
	Table 43 last line (1967-68) total .		2585·29
	Table 43 last line (1968-69 R.E.) total .		2748·68

<i>Page No.</i>	<i>Reference</i>	<i>For</i>	<i>Read</i>
201	Table 49—heading	Economics indicator	Economic indicator
206	Table 53	Estate Duty	4. Estate Duty
209	Table 54—Heading of Cols. 17, 18, 19	Total for	Total of
210	Heading	BLE 54	TABLE 54
211	Table 55—Heading of Cols. 16, 17, 18 .	Total for	Total of
	Col. 12 against "Rajasthan".	11·1	11·01
	Foot notes— last line	1959-50	1959-60
216	Table 60—Total of Col. 6	48·41	48·41*
	Table 60—Total of Col. 7	13831*	13831
217	Table 61—heading of col. 4	workers	worker
219	Table 62—item 10—Mysore	Bangalore	Bangalore
220	Table 62—item 17	West Eengl	West Bengal
	Table 62 Col. 4 item 1	25759	25753
	Table 62 Col. 4 item 3	1,052	1,059
221	Table 63—item 10	Jutre	Jute
227	Contents—Chapter —2	Grants-in-lieu	Grant-in-lieu
232	Line 9	explain elucidate.	explain and elu cidate,
235	Table	Madhya Uradesh	Madhya Pradesh
235	Table	Maharash	Maharashtra
238	para. 22 (c) second line	th	the
	para. 23 1st line	accorang	according
246	Para. 41 line 14—15	large increase	large increases
251	Para. 53 line 13	of	or
252	Para. 54	Omit line 13	
266	heading under item (c)	Discussions	Discussion
267	Col. 12 against item 10—Maharashtra	994·63	994·64
	Col. 14 against item 16—Uttar Pradesh	105·39	105·49
275	item (b) Central Loan—under Column 1961-62	51·3	451·3
	under column 1967-68—against Total .	1000·7	1007·0
280	In Col. 2 against Punjab—Revenue .	-232	+232
	In Col. 2 against Punjab—Capital .	+602	-602
	In Col. 6 against Punjab .	+175	-175
	In Col. 10 against Rajasthan .	-68	+63
281	In Col. 3 against West Bengal—Capital .	+64	+264



**REPORT
OF
THE FINANCE COMMISSION**

1969

CONTENTS

CHAPTER	PAGE
1. Introduction	1
2. The Problems—Our Approach	8
3. Income Tax	19
4. Union Excise Duties	31
5.. Additional Duties of Excise	38
6. Grants-in-aid under Article 275 of the Constitution	47
7. Taxes and Duties under Article 269 of the Constitution	67
8. Scope for Additional Revenue	80
9. Summary of recommendations	93
Minute by Shri G. Swaminathan	99
 APPENDIX	
I. Provisions of the Constitution bearing on the work of the Finance Commission	109
II. Dates of discussions with State Governments and Central Government Ministries	113
III. Names of Organisations and Individuals who submitted Memoranda to the Commission	114
IV. Individuals and Organisations whose representatives appeared before the Commission and gave oral evidence	117
V. Statistical Tables	121
VI. Transfers of funds to the States by way of share of taxes and duties and grants under Article 275 for the years 1969-70 to 1973-74	224
 ANNEXURE INTERIM REPORT OF THE COMMISSION.	
I. Introductory	229
2. Grants in lieu of tax on Railway Passenger Fares	233
3. Estate Duty	236
4. Unauthorised Overdrafts	239
5. Devolution and Grants for 1969-70	256
Appendices	263