



ಕರ್ನಾಟಕ ರಾಜ್ಯಪತ್ರ

ಅಧಿಕೃತವಾಗಿ ಪ್ರಕಟಿಸಲಾದುದು

ವಿಶೇಷ ಪತ್ರಿಕೆ

ಭಾಗ - IV-A	ಬೆಂಗಳೂರು, ಗುರುವಾರ, ಮೇ ೧೯, ೨೦೧೧ (ವೃತ್ತಾಂತ ೨೯, ಶಕ ವರ್ಷ ೧೯೩೩)	ನಂ. ೫೨೪
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PARLIAMENTARY AFFAIRS AND LEGISLATION SECRETARIAT

NOTIFICATION

No. SAMVYASHAE 11 SHASANA 2011, Bangalore, Dated: 19.05.2011

Ordered that the translation of the ಕರ್ನಾಟಕ ಆರ್ಥಿಕ ಹೊಣೆಗಾರಿಕೆ (ತಿದ್ದುಪಡಿ) ಅಧಿನಿಯಮ, 2011 (2011ರ ಕರ್ನಾಟಕ ಅಧಿನಿಯಮ ಸಂಖ್ಯೆ: 13) in the English language, be published as authorised by the Governor of Karnataka under clause (3) of Article 348 of the constitution of India in the Karnataka Gazette for general information.

The following translation of the ಕರ್ನಾಟಕ ಆರ್ಥಿಕ ಹೊಣೆಗಾರಿಕೆ (ತಿದ್ದುಪಡಿ) ಅಧಿನಿಯಮ, 2011 (2011ರ ಕರ್ನಾಟಕ ಅಧಿನಿಯಮ ಸಂಖ್ಯೆ: 13) in the English language is published in the Official Gazette under the authority of the Governor of Karnataka under clause (3) of Article 348 of the Constitution of India.

KARNATAKA ACT NO 13 OF 2011

(First Published in the Karnataka Gazette Extra-ordinary on the nineteenth day of March, 2011)

THE KARNATAKA FISCAL RESPONSIBILITY (AMENDMENT) ACT, 2011

(Received the assent of the Governor on the seventeenth day of March, 2011)

An Act further to amend the Karnataka Fiscal responsibility Act, 2002.

Whereas it is expedient further to amend the Karnataka Fiscal Responsibility Act, 2002 (Karnataka Act 16 of 2002) for the purposes hereinafter appearing:

Be it enacted by the Karnataka State Legislature in the sixty-second year of the Republic of India as follows:-

1. Short title and commencement.- (1) This Act may be called the Karnataka Fiscal Responsibility (Amendment) Act, 2011.

(2) It shall come into force at once.

2. Amendment of section 4.- In the Karnataka Fiscal Responsibility Act, 2002 (Karnataka Act 16 of 2002) (hereinafter referred to as the principal Act), in section 4, in sub-section (3),-

(i) after clause (f), the following shall be inserted, namely:-

"(g) ensure that the outstanding debt at the end of financial year 2010-11, 2011-12, 2012-13, 2013-14 and 2014-15 shall be at 26.2 percent, 26 percent, 25.7 percent, 25.4 percent and 25.2 percent respectively of the estimated Gross State Domestic Product for that year;"

(ii) after the third proviso, the following shall be inserted, namely:-

"Provided also that the fiscal deficit during the year 2010-11 may exceed the limit but not more than 3.44 percent of estimated Gross State Domestic Product as a part of counter recessionary measures. As a measure of compliance a report with details of measures taken and expenditure incurred thereby shall be placed before both Houses of the Legislature."

3. Amendment of section 5.- In section 5 of the principal Act, in sub-section (2), after clause (b), the following shall be inserted, namely:-

"(c) the tax expenditure and the method thereon explicitly; compliance costs of major tax proposal; Revenue Consequences of Capital Expenditure (RCCE) along with related liabilities; physical and financial assets; vacant public land and buildings; future expenditure commitments of major policy changes; liabilities explicit and implicit in public private partnership; and values of parameters underlying projections for receipts and expenditures and the band within which they can vary while remaining consistent with targets."

4. Amendment of section 6.- In section 6 of the principal Act, for sub-section (2), the following shall be substituted, namely:-

"(2) The State Government may, by notification, constitute a Fiscal Management Review Committee headed by the Chief Secretary to Government with other Secretaries to Government including the Principal Secretary or Secretary to Government in charge of Finance as members, as may be notified which shall meet at least twice a year to review fiscal and debt position of the State; and States progress on its fiscal correction path and to advice corrective measures as may be required. The procedure and modalities for review shall be such as may be prescribed.

(2A) The Minister in charge of finance shall review every half year the trends in receipt and expenditure in relation to the Budget, remedial measures to be taken to achieve budget targets as recommended by the Fiscal Management Review Committee and place before both the houses of Legislature the outcome of such reviews. The review report shall be in such form as may be prescribed."

5. Amendment of section 11.- In section 11 of the principal Act, in sub-section (1), for the proviso, the following shall be substituted, namely:-

"Provided that no order shall be made under this section after the expiry of two years from the date of commencement of the Karnataka Fiscal Responsibility (Amendment) Act, 2011."

The above translation of the ಕರ್ನಾಟಕ ಆರ್ಥಿಕ ಪೂರ್ಣಗಾರಿಕೆ (ತಿದ್ದುಪಡಿ) ಅಧಿನಿಯಮ, 2011 (2011ರ ಕರ್ನಾಟಕ ಅಧಿನಿಯಮ ಸಂಖ್ಯೆ: 13) be published in the Official Gazette under clause (3) of Article 348 of the Constitution of India.

H.R. BHARDWAJ
GOVERNOR OF KARNATAKA

By order and in the name of the Governor of Karnataka,

G.K. BOREGOWDA
Secretary to Government
Department of Parliamentary Affairs and Legislation