

(Please do not
write anything except
the question number
in this space)

कृपा इस स्थान
में प्रश्न संख्या के
अनिवार्य कुछ
न लिखें।

UPSC

Answer Questions in NOT MORE THAN the Word Limit specified for each in the Parenthesis.
Content of the Question is more important than length.
(Specimen Answer Booklet - For Practice Purpose Only)

उम्मीदवारा :
इस परीक्षा में
नहीं लिखना
चाहिए
Candidate
must not
write on the
margin

Q. Do you believe that the policies have made the India Federation coercive rather than Cooperative Federalism in the country? Examine.

↳ One of the main mandates of NITI Aayog is to foster cooperative Federalism, unfortunately that NITI Aayog has not taken any major steps to promote cooperative Federalism.

↳ Issues

① Transfer of Funds on the recommendation of Finance commission (FC)

↳ All the recommendation of FC relating to transfer of states treated as an award and package

In 15th FC, report a special grant to some states to ensure tax devolution in 2020-21 should not be less than by these states in 2019-20 was not accepted by union government

↳ Recommendation grant for nutrition, the sector specific grants and state specific grants have not been accepted.

② OFF Budget Borrowings

↳ Off Budget Borrowing from 2021-22 treated as states borrowings treated as the part of Fiscal Responsibility and Budget Management (FRBM)

- ↳ For the 1st time^{SGO}, off-budget borrowing as Government borrowing (2021-22) as indicated decision with the recommendation of 15th FC. But there is no such recommendations.
- ↳ The centre also raising off-budget borrowing mainly for Meeting Revenue Expenditure. Such borrowings not reflected in Budget of Central Government.
- ② The use of cesses and surcharges
 - ↳ The share of cesses and surcharges in gross tax revenue of the centre increased to 20% in the Budget estimates 2022-23.
 - ↳ States' share in central taxes is 4% as recommended by 15th FC, they only get a 27.6% share because of higher cesses and surcharges.
- ④ central sector scheme (CSS)
 - ↳ most of the CSS are operated in the subjects included in the state list. Thus states have lost their autonomy.
- ⑤ Farm laws → Centre enacted farm laws though agriculture is sub-state subject; through Entry 33 of the concurrent list.
- All these instances indicate the centre has not walked the talk on cooperative federalism; instead Policies made Indian federation coercive.