

AMOUNT TO BE CREDITED IN THE ACCOUNTS OF THE STATE GOVERNMENTS

F.15(3)FC-XV/FCD/2020-25
Government of India
Ministry of Finance
Department of Expenditure
Finance Commission Division

Block No. XI,5th Floor,CGO Complex,
New Delhi-110003.
Dated:-19-05-2020

To,

The Accounts Officer (State- Loan),
O/o the Chief Controller of Accounts,
Department of Expenditure,
Ministry of Finance, North Block,
New Delhi-110001.

Subject: Release of Urban Local bodies grant to the State Government(s) as recommended by the Fifteenth Finance Commission (FC-XV).

Sir,

The undersigned is directed to convey the approval of Competent Authority in the Government of India for release of Rs. **500025.00** lakh (Rupees Five thousand crore and Twenty Five lakh Only) to the State Government(s) as per details given in Annexure-I(page-3), during 2020-21 as per the recommendations of the FC-XV;

2. The States while allocating grants to ULBs in *Non-Million Plus cities*, should also make allotment of grants on population basis for the Cantonment Boards within their territories as per the list at Annex 5.4. of the FC-XV Report for the year 2020-21. For urban local bodies other than Million-Plus cities, the grants should be distributed to all urban local bodies on the basis of accepted recommendations of the latest State Finance Commission (SFC) suitably modified to accommodate the Cantonment Boards. In case of non-availability of SFC recommendation for distribution within a particular category, the allocations should be on the basis of population and area in the ratio of 90:10.

3. The States(State Finance Department) shall transfer grants-in-aid directly to all urban local bodies within ten working days of receipt from the Union Government without any deduction. Any delay beyond ten working days will require the State Governments to release the same with interest as per the effective rate of interest on market borrowings/State Development Loans (SDLs) for the previous year.

4. These basic grants are untied and can be used by the local bodies for location-specific felt needs, except for salary or other establishment expenditure.

5. The above local body grant is released in advance. Subsequent instalments will be released as per the provisions in the Operational Guidelines on the subject which will be issued in due course of time.



Contd. on next page-2.

6. PAO-State Loan, O/o the Chief Controller of Accounts, Department of Expenditure, Ministry of Finance, North Block, New Delhi is requested to advise the Reserve Bank of India, Nagpur to credit the above amount to the accounts of the respective State Government(s).

7. The payments are adjustable in the accounts of the Ministry of Finance in Demand Grant No. 038 - Transfers to State and Union Territory Government(s) for the year 2020-21 under Function Head 3601071030100, Object Head 31, Scheme code 2085 as Grants for Local Bodies(3.02 Urban Bodies).

8. The action taken on this letter may be intimated to this Division.



(Bhartendu Kumar Singh)
Director(FCD)
24360647(O)

Copy To:

Sl. No.	Name
1	The Secretary, RBI, Central office, Mumbai.
2	The Secretary, Ministry of Housing & Urban Affairs, Nirman Bhawan, New Delhi.
3	The Manager, RBI, Central Accounts Section, Nagpur.
4	The Budget Division (States Section), DEA, North Block, New Delhi.
5	The PAO-State loan, Department of Expenditure(DOE).
6	The Accountant General(A&E), concerned State Government(s).
7	The Accountant General(Audit), concerned State Government(s).
8	The Secretary (Finance), concerned State Government(s).
9	The Secretary(Urban Department), concerned State Government(s).



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Annexure-I

Sl. No.	Name of the State	Amount (Rs. in lakh)	Grant component	Installment	Year
			<i>Non-Million Plus cities untied Basic Grant</i>		
1	Andhra Pradesh	24850.00		1 st	2020-21
2	Arunachal Pradesh	2775.00	-do-	-do-	-do-
3	Assam	19300.00	-do-	-do-	-do-
4	Bihar	50200.00	-do-	-do-	-do-
5	Chhattisgarh	12150.00	-do-	-do-	-do-
6	Goa	900.00	-do-	-do-	-do-
7	Gujarat	18200.00	-do-	-do-	-do-
8	Haryana	12825.00	-do-	-do-	-do-
9	Himachal Pradesh	5175.00	-do-	-do-	-do-
10	Jharkhand	12375.00	-do-	-do-	-do-
11	Karnataka	24775.00	-do-	-do-	-do-
12	Kerala	11125.00	-do-	-do-	-do-
13	Madhya Pradesh	33000.00	-do-	-do-	-do-
14	Maharashtra	30500.00	-do-	-do-	-do-
15	Manipur	2125.00	-do-	-do-	-do-
16	Meghalaya	2200.00	-do-	-do-	-do-
17	Mizoram	1125.00	-do-	-do-	-do-
18	Nagaland	1500.00	-do-	-do-	-do-
19	Orissa	27175.00	-do-	-do-	-do-
20	Punjab	12200.00	-do-	-do-	-do-
21	Rajasthan	32425.00	-do-	-do-	-do-
22	Tamil Nadu	29525.00	-do-	-do-	-do-
23	Telangana	10525.00	-do-	-do-	-do-
24	Tripura	2300.00	-do-	-do-	-do-
25	Uttar Pradesh	81675.00	-do-	-do-	-do-
26	Uttarakhand	6950.00	-do-	-do-	-do-
27	West Bengal	32150.00	-do-	-do-	-do-
x	Total	500025.00	x	x	x



