

AMOUNT TO BE CREDITED IN THE ACCOUNTS OF THE STATE GOVERNMENTS

F.15(4)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:- 28-02-2022

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 **Rural Local bodies Basic grant(untied)** as recommended by the Fifteenth Finance Commission (FC-XV).

Sir,

The undersigned is directed to convey the approval of Competent Authority in the Department of Expenditure, Ministry of Finance, Government of India for release of FC-XV recommended Rural Local bodies Grant for the year 2021-22 amounting to a total of **Rs. 57080.00** lakh (Rupees Five Hundred-Seventy crore and Eighty lakh only) to the State Government(s) as per details given in Annexure-I, page-3.

2. The State Government (State Finance Department) is advised to ensure that the aforementioned amount of **Rs. 57080.00** lakh is allocated to General Areas and Excluded Areas, if any (where Part IX & IXA of the constitution does not apply) within the State using population of 2011 Census with a weight of 90% and Area with a weight of 10%.
3. The States (State Finance Department) shall transfer grants-in-aid to the concerned entities within ten working days of receipt from the Union Government without any deduction.
4. Any delay beyond ten working days will require the State Government(s) to release the above grant installment(s) with interest as per the effective rate of average interest on market borrowings/State Development Loans (SDLs) for the previous year.
5. Grants apportioned for **Excluded Areas** (if any) as per para 2 above shall be directly transferred by the State Finance Department to the concerned Autonomous District Councils(ADC)/Village Development Boards(VDB)/Gram Sabhas (as the case may be) through the concerned Administrative Departments/nodal Departments looking after Panchayati Raj/ADC/VDB matters .

Contd. on page-2.

