

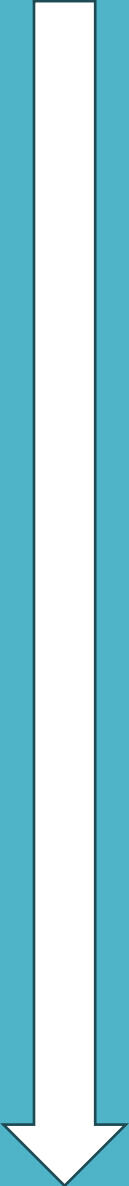
15th FINANCE COMMISSION GRANTS TO RURAL LOCAL BODIES

Directorate of Local Administration
Rural Development & Administration Department

INTRODUCTION

- The 15th Finance Commission allocated funds to **Rural Local Bodies/Village Councils (RLBs)** for the period **2021-22 to 2025-26** to strengthen local self-governance and deliver basic services.
- Grants are released in two installments every financial year subject to a) Fulfillment of mandatory eligibility criteria, b) Submission of Grant Transfer Certificate.
- Grants are divided into two -
 - 1) Tied – Specifically earmarked for water supply, rainwater harvesting, water recycling, and sanitation (including maintenance of Open Defecation Free status and solid/liquid waste management)
 - 2) Untied – Provide flexibility for RLBs to address location-specific needs under the 29 subjects of the Eleventh Schedule, such as road construction, community infrastructure, etc.

FUND RELEASE WORKFLOW



Release of funds by the Government of India to the State Government.

Issuance of Sanction Order by the Administrative Department/Finance Department (earlier process).

- After revision of the Delegation of Financial Powers (DFP) Rules, sanctioning authority has been delegated directly to the Director, Local Administration (LA).

Submission of bills to the Treasury through the IFMIS portal.

Release of funds to the bank accounts of Rural Local Bodies (RLBs).

Issuance of Work Orders by the District Local Administration Officers (DLAOs).

Release of payments from RLB accounts to:

- Resident Accounts (labourers/individual beneficiaries), and Agency Accounts (vendors), after completion of all four stages of geo-tagging in the e-GramSwaraj portal, in the ratio of 30:30:30:10.

Total Grant received by State of Mizoram

Financial Year	Amount
2020 – 2021 (interim period)	93 crore
2021 – 2022	69 crore
2022 – 2023	71 crore
2023 – 2024	72 crore
2024 – 2025	76 crore
2025 – 2026	74 crore

SI No.	Year	Amount and Date of release from GOI	Date of release by GOM	Date of transfer to RLB Accounts	No. of days of delay	Amount of Penal Interest
1	2020-21 (1 st Inst.) Tied	₹23.25 crore 15.07.2020	27.11.2020	03.12.2020	130 days	₹61,12,965.75/-
2	2020-21 (1 st Inst.) Untied	₹23.25 crore 17.06.2020	11.11.2020	01.12.2020	158 days	₹74,17,451.68/-
3	2020-21 (2 nd Inst.) Tied	₹23.25 crore 31.03.2021	09.11.2021	30.11.2021	233 days	₹1,07,45,449.32/-
4	2020-21 (2 nd Inst.) Untied	₹23.25 crore 31.03.2021	09.11.2021	30.11.2021	233 days	₹1,07,45,449.32/-
5	2021-22 (1 st Inst.) Untied except Lunglei District	₹13.80 crore 08.05.2021	15.07.2021	04.04.2022 (₹11,73,59,114/- transferred to all RLBs except Lunglei District)	320 days	₹67,39,306.93/-
6	2021-22 (1 st Inst.) Untied Lunglei District	₹2,06,40,886	19.08.2022	28.11.2022		
7	2021-22 (1 st Inst.) Tied	₹20.70 crore 27.08.2021	19.08.2022	28.11.2022		
8	2021-22 (2 nd Inst.) Tied	₹20.70 crore 22.02.2024	23.02.2024	02.03.2024	-	-
9	2021-22 (2 nd Inst.) Untied	₹13.80 crore 22.02.2024	23.02.2024	02.03.2024	-	-

Sl No.	Year	Amount and Date of release from GOI	Date of release by GOM	Date of transfer to RLB Accounts	No. of days of delay	Amount of Penal Interest
10	2022-23 (1 st Inst.) Tied	₹21.30 crore 31.03.2024	29.04.2024	18.07.2024	96 days	₹42,12,848/-
11	2022-23 (1 st Inst.) Untied	₹14.20 crore 31.03.2024	29.04.2024	18.07.2024	96 days	₹28,08,565/-
12	2022-23 (2 nd Inst.) Untied	₹14.20 crore 29.10.2024	12.11.2024	26.11.2024	17 days	₹4,97,350/-
13	2022-23 (2 nd Inst.) Tied	₹21.30 crore 28.10.2024	11.11.2024	26.11.2024	18 days	₹7,89,909/-
14	2023-24 (1 st inst.) Untied	₹14.2791 crore 12.08.2025	19.08.2025	26.08.2025	-	-
15	2023-24 (1 st inst.) Tied	₹21.405135 crore 28.08.2025	08.09.2025	11.09.2025	-	-
16	2023-24 (2 nd inst.) Untied	₹14.5209 crore 01.10.2025	14.10.2025	16.10.2025	-	-
17	2023-24 (2 nd inst.) Tied	₹21.794865 crore 27.10.2025	06.11.2025	10.11.2025	-	-

Sl No.	Year	Amount and Date of release from GOI	Date of release by GOM	Date of transfer to RLB Accounts	No. of days of delay	Amount of Penal Interest
18	2024-25 (1 st inst.) Untied	₹15.20 crore 01.12.2025	10.12.2025	12.12.2025	-	-
19	2024-25 (1 st inst.) Tied	₹22.80 crore 10.12.2025	15.12.2025	19.12.2025	-	-
20	2024-25 (2 nd inst.) Untied	₹15.20 crore 15.01.2026	16.01.2026	23.01.2026	-	-
21	2024-25 (2 nd inst.) Tied	₹22.80 crore 09.02.2026	11.02.2026	19.02.2026	-	-
22	2025-26 (1 st inst.) Untied	₹14.80 crore 03.03.2026	05.03.2026	09.03.2026	-	-
23	2025-26 (1 st inst.) Tied	₹22.20 crore 09.03.2026	10.03.2026	16.03.2026	-	-
24	2025-26 (2 nd inst.) Untied	₹14.80 crore 24.03.2026	25.03.2026	27.03.2026	-	-
25	2025-26 (2 nd inst.) Tied	₹22.20 crore 28.03.2026	30.03.2026	31.03.2026	-	-

Some Challenges/Problems Faced During the 15th Finance Commission Period

- From FY 2020–21, all Traditional/Rural Local Bodies (RLBs) were mandated to onboard the e-GramSwaraj Portal integrated with PFMS. As Mizoram had not received 14th Finance Commission grants, there was little pre-existing framework for compliance. Necessary systems and procedures had to be created from scratch, causing administrative and procedural difficulties, especially during the COVID-19 period.
- Integration of the State Treasury with e-GramSwaraj, as mandated by MoPR, required development of the IFMIS platform. Software development, integration, and training of officials were time-consuming.
- Prior to revision of the Delegation of Financial Powers (DFP) Rules, obtaining Expenditure Sanction through the Administrative and Finance Departments caused significant delays.

CONCLUSION

- Most of the issues encountered during the 15th Finance Commission period have since been resolved, except for certain occasional recurring and non-recurring technical issues in the designated portals. All grants allocated to Mizoram under the 15th Finance Commission were fully received within the stipulated period, i.e. by the end of FY 2025–2026.
- At present, approximately 98% of payments under the 15th Finance Commission Grant for FY 2025–2026 have been completed through the e-GramSwaraj Portal and are expected to be fully completed within the current month. Thereafter, the accounts will be ready for audit, which is one of the prerequisite conditions for availing 16th Finance Commission Grants.

MIZORAM FINANCE COMMISSION

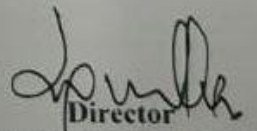
STATEMENT SHOWING THE SURRENDER AND RE-APPROPRIATION OF FUND DURING THE YEAR 2025 - 2026

emand No. 19

EVENUE /CAPITAL

DATE /CSS/NEA/NLCPR

Head of Account	Total Grant (Original) + Supplementa ry)	Surrender Amount Accepted by Govt.	Available Budget Grant	Re-appropriation		Final Grant/Appropriat ion Amount that will stand after re- appropriation	Reasons/Justification
				Saving (-)	Excess (+)		
1	2	3	4	5	6	7	8
Major Head : 2070 – O.A.S							
Sub Major Head : 00							
Minor Head : 001 – Direction & Administration							
Sub Head : -03- Grants to VC's							
Detail Head : 00							
Object Head : (31) GIA - General	2470.42	2443.87	26.55	26.55			26.55 lakh re appropriate to (36) GIA Salary
(36) GIA - Salary	285.50	0.02	285.48		26.55	312.03	Due to insufficient of Fund Rs. 26.55 re appropriate from (31) GIA General
SUB-TOTAL	2755.92	2443.89	312.03	26.55	26.55	312.03	


 Director
 Local Administration Department
 Aizawl : Mizoram

HEAD OF ACCOUNTS :*2070 - OAS**00 -**001 - Direction & Administration**03 - Grants to Village Council (MFC)**00 -**Rs. In lakhs*

OBJECT HEAD	B.E 2026-2027	Supplementary I	Supplementary II	Supplementary III	Total Grant
(31) GIA General	2763.39				
(36) GIA Salary	319.37				
TOTAL	3082.76				

(31) GIA General	Atul angin V.C. Lawmman imdaih loh ah re appropriate thin a ni
(36) GIA Salary	V.C. lawmman atan hman thin ani

THANK YOU