



**GOVERNMENT OF KERALA**

**Abstract**

Finance Department - Budget Estimates 2026-27 – Fund for Expansion & Development – Authorization of 2<sup>nd</sup> installment of Untied Basic Grant to Non-Million Plus cities (NMPCs) for the year 2025-26 under XV<sup>th</sup> Finance Commission Award - Sanctioned - Orders issued

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**FINANCE (SFC Cell - A) DEPARTMENT**

G.O.(Rt)No.3739/2026/FIN

Dated, Thiruvananthapuram, 10/04/2026

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- Read: - (1) G.O.(P) No. 119/2015/Fin Dated 21/03/2015  
(2) G.O.(P) No. 169/2021/Fin Dated 09/11/2021  
(3) G.O.(P) No. 50/2021/Fin dated 12/03/2021  
(4) G.O.(Rt)No.2260/2021/Fin dated 12/03/2021  
(5) ULB Release No.194/2025-26 (Letter No. F.9(8)/FCD/2025-26 (Pt.2) dtd 31/03/2026) from Department of Expenditure, Ministry of Finance, Government of India.  
(6) G.O.(Rt)No.3697/2026/Fin dated 08/04/2026.

**ORDER**

The XV<sup>th</sup> Finance Commission has recommended an amount of ₹398 crore consisting 40% as Untied Basic Grant and 60% as Tied Grant for ULB Non-Million Plus cities (All Municipalities except Malappuram) as XV Finance Commission Grant for the year 2025-26.

2) In order to ensure optimal and targeted utilization of XV FC Funds as directed by the Ministry of Housing & Urban Affairs, Government, vide order read as 3<sup>rd</sup> paper above, have modified the present system of withdrawal of XV Finance Commission Grants by the Local Governments. As per Government order read as 4<sup>th</sup> paper above, LGs were granted permission to open Bank account for operating XV FC Grant through PFMS platform.

3) The Director, FCD vide, letter read as 5<sup>th</sup> paper above, has conveyed the release of 2<sup>nd</sup> installment of Untied Basic Grant to Non-Million Plus cities

(NMPCs) as recommended by the 15<sup>th</sup> Finance Commission for the year 2025-26 amounting to ₹79.60 crore and requested to distribute the Grant on the basis of the recommendations of the latest State Finance Commission.

4) Government, after having examined the matter in detail, are pleased to issue the following orders in view of the Govt order read as 6<sup>th</sup> paper above:

- a) An amount of ₹79,60,00,000 /- (**Seventy Nine crore Sixty lakh only**) is authorized to Urban Local Bodies (All Municipalities except Malappuram) and Cannanore Cantonment Board as 2<sup>nd</sup> instalment of Untied Basic Grant to Non-Million Plus cities (NMPCs) under XV FC Award for the FY 2025-26 as detailed below:

Type of LG	Head of Account	Untied Basic Grant as 2 <sup>nd</sup> instalment
86 Municipalities	3604-00-200-85-(02)-35	795136000
Cannanore cantonment Board	3604-00-200-85-(02)-35	864000
<b>Total</b>		<b>796000000</b>

(LG wise details are shown in Annex to this order)

- b) The Under Secretary, Finance (Accounts) Department is authorized to transfer credit an amount of ₹ 8,64,000/- (Rupees Eight lakh Sixty Four thousand only) to the Bank account of Cannanore Cantonment Board, as detailed below:

Name of Bank	SBI
Name of Branch	SBI Fort Branch Kannur
Name of Account	15 <sup>th</sup> FC Grant Cantonment Development Fund Account
Account Number	00000039343252643

IFSC	SBIN0000822
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c) These Untied Basic Grants can be used by the Local Governments for location-specific felt needs, except for salary and other establishment expenditure.

d) This order shall be considered as an allotment letter.

e) The Director of Treasuries shall make available copies of this order to the Dist/Sub treasuries through Treasury intranet.

f) The Secretaries of the Local Governments shall make necessary arrangements to transfer credit the amount to their respective PFMS accounts opened for XV FC Grant on or before 17/4/2026.

(By Order of the Governor)

**K R JYOTHILAL**

**Additional Chief Secretary to Government (Finance)**

To

The Principal Accountant General (Audit-II), Kerala, Thiruvananthapuram  
The Principal Accountant General (A&E), Kerala, Thiruvananthapuram  
The Accountant General (Audit-III), Kerala, Thiruvananthapuram  
The Additional Chief Secretary, Local Self Government Department  
All Municipalities except Malappuram Municipality  
The Mukhya Adhishashi Adhikari, Cannanore Cantonment Board  
The Director of Treasuries, Thiruvananthapuram  
The Director, State Audit Department, Thiruvananthapuram  
The Director (Urban), Principal Directorate, LSGD, Thiruvananthapuram  
The Executive Director, Information Kerala Mission, Thiruvananthapuram.  
The Director of Information & Public Relations, Thiruvananthapuram  
Local Self Government (FM) Department  
The Nodal Officer, Finance ([www.finance.kerala.gov.in](http://www.finance.kerala.gov.in))  
Finance (BW-J/ Plg-A/ CSFC-A/ SS/ Accts-A) Department  
Stock File/Office Copy (E- 3474091)

Forwarded/ By order



Section Officer.


**Annex – Non-Million Plus cities**

<b>Authorization of 2<sup>nd</sup> instalment of Untied Basic Grant under XV FC Award to Non Million Plus cities for FY 2025-26</b>			
<b>Head of Account to which the expenditure is to be debited</b>			<b>3604-00-200-85-(02)-35</b>
<b>No</b>	<b>Code</b>	<b>Name of LG</b>	<b>Amount of Untied Basic Grant in ₹</b>
1	M010100	Varkala	12806000
2	M010200	Attingal	5116000
3	M010300	Nedumangad	15015500
4	M010400	Neyyattinkara	11236500
5	M020100	Karunagappally	7388000
6	M020200	Paravoor	7718000
7	M020300	Punalur	9013500
8	M020400	Kottarakkara	4682500
9	M030100	Adoor	5325000
10	M030200	Thiruvalla	9540000
11	M030300	Pathanamthitta	6542500
12	M030400	Pandalam	8373000
13	M040100	Chengannur	3578500
14	M040200	Mavelikara	4971500
15	M040300	Cherthala	6626500
16	M040400	Kayamkulam	9737000
17	M040500	Alappuzha	34278000
18	M040600	Haripad	5871500
19	M050100	Pala	3328500

No	Code	Name of LG	Amount of Untied Basic Grant in ₹
20	M050200	Vaikom	3898500
21	M050300	Changanassery	8163500
22	M050400	Kottayam	25973000
23	M050500	Ettumanur	6900500
24	M050600	Erattupetta	3989000
25	M060100	Thodupuzha	7963000
26	M060200	Kattappana	15310000
27	M070100	Kalamassery	12215500
28	M070200	Kothamangalam	6841000
29	M070300	Angamaly	5340000
30	M070400	Tripunithura	12594500
31	M070500	Muvattupuzha	4683000
32	M070600	N.Paravur	4882500
33	M070700	Perumbavoor	5146000
34	M070800	Aluva	3694500
35	M070900	Thrikkakkara	9109500
36	M071000	Elloor	5108500
37	M071100	Marad	6560500
38	M071200	Piravom	4698000
39	M071300	Koothattukulam	3794000
40	M080100	Guruvayur	10218500
41	M080200	Chavakkad	7514500
42	M080300	Kodungallur	10682000
43	M080400	Chalakkudy	9568000
44	M080500	Irinjalakuda	9279500

No	Code	Name of LG	Amount of Untied Basic Grant in ₹
45	M080600	Kunnamkulam	7933000
46	M080700	Vadakkancherry	12454500
47	M090100	Ottappalam	8269000
48	M090200	Shornur	6606000
49	M090300	Chittur Thathamangalam	6569500
50	M090400	Palakkad	16464000
51	M090500	Pattambi	3928000
52	M090600	Cherplachery	7571000
53	M090700	Mannarkkad	8364000
54	M100100	Perinthalmanna	8997500
55	M100200	Ponnani	15763000
56	M100300	Manjeri	16636500
57	M100400	Tirur	8187000
58	M100600	Nilambur	7555500
59	M100700	Kottakkal	6229000
60	M100800	Kondotty	8027000
61	M100900	Tanur	15171000
62	M101000	Parappanangadi	15810500
63	M101100	Valancherry	5810000
64	M101200	Tirurangadi	8081500
65	M110100	Vadakara	11944000
66	M110200	Koyilandy	13007500
67	M110300	Feroke	7556500
68	M110400	Payyoli	10108500
69	M110500	Ramanattukara	4659000

No	Code	Name of LG	Amount of Untied Basic Grant in ₹
70	M110600	Koduvally	9236000
71	M110700	Mukkam	6311500
72	M120100	Kalpetta	8906000
73	M120200	Mananthavady	20140500
74	M120300	Sulthanbathery	17408500
75	M130100	Mattannur	8389000
76	M130200	Thalipparamba	5680000
77	M130300	Koothuparamba	4648500
78	M130400	Payyannur	12093000
79	M130500	Thalassery	14964500
80	M130700	Anthoor	6532000
81	M130800	Irutti	10163000
82	M130900	Panoor	7487500
83	M131000	Sreekandapuram	12476500
84	M140100	Kanhangad	14747500
85	M140200	Kasaragod	10617500
86	M140300	Nileshwaram	8356000
		<b>Total</b>	<b>795136000</b>

  
 Section Officer