GOVERNMENT OF INDIA MINISTRY OF FINANCE DEPARTMENT OF ECONOMIC AFFAIRS

RAJYA SABHA UN-STARRED QUESTION NO. 1020

TO BE ANSWERED ON TUESDAY, THE 29th JULY, 2025 SHRAVANA 7, 1947 (SAKA)

"TAX DEVOLUTION TO TAMIL NADU"

1020. DR. KANIMOZHI NVN SOMU:

Will the Minister of FINANCE be pleased to state:

- (a) Whether it is a fact that, Tamil Nadu is receiving less than 29 paisa per Rupee in tax devolution, while other States receive significantly higher amounts;
- (b) If so, the details of tax devolution per one Rupee received, State-wise;
- (c) How Government justifies this disparity in the allocation of resources, particularly when Tamil Nadu contributes significantly to the national economy; and
- (d) What immediate steps Government will take to rectify this imbalance and ensure fairer tax devolution to Tamil Nadu?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PANKAJ CHAUDHARY)

- (a): The share of Tamil Nadu in the net proceeds of shareable taxes and duties (divisible pool), as recommended by 15th Finance Commission is 4.079%.
- **(b):** The details pertaining to share of all the States, as recommended by the 15th Finance Commission for award period FY 2021-22 to FY 2025-26 is given in **Annexure A**.
- (c) & (d): The methodology and criteria for, inter-se, distribution of net proceeds of taxes among the States is decided by the Finance Commission for its award period.

Annexure-A

Inter se Shares of States in Divisible Pool as recommended by 15th Finance Commission for award period FY 2021-22 to FY 2025-26

S. No.	State	Share (%)
1	ANDHRA PRADESH	4.047
2	ARUNACHAL PRADESH	1.757
3	ASSAM	3.128
4	BIHAR	10.058
5	CHHATTISGARH	3.407
6	GOA	0.386
7	GUJARAT	3.478
8	HARYANA	1.093
9	HIMACHAL PRADESH	0.830
10	JHARKHAND	3.307
11	KARNATAKA	3.647
12	KERALA	1.925
13	MADHYA PRADESH	7.850
14	MAHARASHTRA	6.317
15	MANIPUR	0.716
16	MEGHALAYA	0.767
17	MIZORAM	0.500
18	NAGALAND	0.569
19	ODISHA	4.528
20	PUNJAB	1.807
21	RAJASTHAN	6.026
22	SIKKIM	0.388
23	TAMIL NADU	4.079
24	TELANGANA	2.102
25	TRIPURA	0.708
26	UTTAR PRADESH	17.939
27	UTTARAKHAND	1.118
28	WEST BENGAL	7.523
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