

**GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF EXPENDITURE**

**LOK SABHA
STARRED QUESTION NO. 161**

Answered on Monday the 14th March, 2022/ Phalguna 23, 1943 (SAKA)

Central Assistance to Bihar

***161. SHRI RAJIV RANJAN SINGH ALIAS LALAN SINGH:**

Will the Minister of FINANCE be pleased to state:

- (a) the details of the additional benefits and Central Assistance being given to Bihar, based on the recommendations of the 15th Finance Commission; and
- (b) the details of the recommendations made by the 15th Finance Commission in this regard?

ANSWER

MINISTER OF FINANCE

(SMT. NIRMALA SITHARAMAN)

(a) to (b): A statement is laid on the table of the House.

STATEMENT REFERRED IN PART (A) TO (B) OF THE REPLY TO THE LOK SABHA STARRED QUESTION NO. *161 BY SHRI RAJIV RANJAN SINGH ALIAS LALAN SINGH REGARDING “CENTRAL ASSISTANCE TO BIHAR” FOR ANSWER ON MONDAY, MARCH 14, 2022.

(a) to (b) 15th Finance Commission (XV-FC) have recommended transfer of various types of funds to States including Bihar depending upon their eligibility determined by the Commission. Funds recommended for transfer to the State of Bihar by the 15th Finance Commission (XV-FC) are given below;

S. No.	Component	Amount recommended for the State of Bihar (Rs. in crore)		
		For the Year 2020-21	For the Year 2021-22	For entire Award period 2021-22 to 2025-26
1.	Union share of the State Disaster Risk Management Fund(SDRMF)	1416.00	1416.00	7824.00
2.	Urban Local Body Grants(ULB)	2416.00	1827.00	9999.00
3.	Rural Local Body Grants(RLB)	5018.00	3709.00	19561.00
4.	Health Sector Grants to Local Bodies (All components)	N.A.*	1133.10	6017.00
	(i) For Rural Areas	N.A.*	904.47	4802.93
	(ii) For Urban Areas	N.A.*	228.63	1214.07
5.	National Disaster Risk Management Fund(NDRMF)	No State-wise allocation. Fund provided to States if calamity of severe nature strikes.		
6.	Inter-Se share of net proceeds of Central Taxes & Duties	10.061%	10.058%	10.058%
7.	Borrowings	(i) Normal net borrowing ceiling for States including Bihar was fixed at 4% of GSDP for the year 2021-22, 3.5% for the year 2022-23 and 3% each for the three year period from 2023-24 to 2025-26 (ii) Additional borrowing of upto 0.50% of GSDP based on certain performance criteria in Power Sector.		

(*) Not recommended by the Commission in its Interim Report for the year 2020-21.

Based on the recommendations of the 15th Finance Commission (XV-FC), Rs.59,861.41 crore from net proceeds of Central Taxes & Duties during 2020-21 and Rs. 81,789.32 crore in 2021-22 has been released to Bihar. In addition, the following 15th Finance Commission recommended Grants have also been released to the State during 2020-21 and 2021-22 [upto 10-03-2022];

(Rs. in crore)						
Year	SDRMF	ULB Grant	RLB Grant	Health Sector Grant	NDRMF	Total
2020-21	1416.00	2416.00	5018.00	N.A.	1255.27	10105.27
2021-22	1132.80	759.00	3709.00	1116.31	0.00	6717.11
Total	2548.80	3175.00	8727.00	1116.31	1255.27	16822.38

Besides grants, borrowings of Rs. 27,285 crore in 2020-21 and Rs.28,489 crore in 2021-22 was also allowed to Bihar.
