

ABSTRACT

Rural Development and Panchayat Raj Department – Pooled Assigned Revenue to Rural Local Bodies for the year 2025-26 – Sanction of Rs.2109,48,21,000/- and release the first instalment of Rs.1054,74,10,500/- being the 50% of total grant – Orders – Issued.

Rural Development and Panchayat Raj (PR-1(2)) Department

G.O. (Ms) No.152

Dated: 24.07.2025 விசுவாவசு, ஆடி – 8 திருவள்ளுவர் ஆண்டு 2056

Read:

- 1. G.O. (Ms) No.168, Rural Development and Panchayat Raj (C4) Department, dated: 04.10.2007.
- 2. G.O. (Ms) No.157, Rural Development and Panchayat Raj (PR-1(2)) Department, dated: 10.10.2024.
- 3. G.O. (Ms) No.32, Rural Development and Panchayat Raj (PR-1(2)) Department, dated: 10.03.2025.
- 4. From the Commissioner of Rural Development and Panchayat Raj, Letter Rc.No.43512/2025/PRI SFC 2, dated 16.06.2025.

* * * *

ORDER:

In the Government order first read above, the Government have ordered for pooling of the Assigned Revenue due to Rural Local Bodies from the proceeds of Local Cess, Local Cess Surcharge, Surcharge on Stamp Duty and Entertainment Tax (except Social Forestry receipts and income from Mines and Minerals) at the State Level and apportioning the same to the Rural Local Bodies.

- 2. In the Government Order second read above, the Government have accorded sanction for release of a sum of Rs.904,74,09,957/- (Rupees Nine hundred and four crore seventy four lakh nine thousand nine hundred and fifty seven only) being the 50% of Total Grant under Pooled Assigned Revenue for the year 2024-25.
- 3. In the Government Order third read above, the Government have accorded sanction for release of the second and final instalment of a sum of Rs.515,58,15,000/-(Rupees Five hundred and fifteen crore fifty eight lakh and fifteen thousand only) being the 50% of Total Grant under Pooled Assigned Revenue for the year 2024-25.

(P.T.O.)

- 4. In the letter fourth read above, the Commissioner of Rural Development and Panchayat Raj has sent a proposal to release of Pooled Assigned Revenue for the year 2025-2026 and requested the Government to issue necessary orders for the following:
 - a) To accord sanction for the total sum of Rs.2409,19,60,984/- (Rupees Two Thousand Four Hundred and Nine Crore Nineteen Lakh Sixty Thousand Nine Hundred and Eighty Four only) towards Pooled Assigned Revenue for the year 2025-26.
 - b) To assign one-third of the total pooled amount to Village Panchayats and Panchayat Unions and two-third amount for Priority Schemes in rural areas for 2025-26 as was done in the year 2024-25 taking into account of the infrastructure requirements in rural areas as mentioned below:

Amount to be released to Rural Local Bodies (1/3 rd of Rs.2409,19,60,984/-)	Rs.803,06,53,661/-
Amount to be retained by the Director of Rural Development and Panchayat Raj for Scheme Component Fund. (2/3 rd of Rs.2409,19,60,984/-)	Rs.1606,13,07,323/-

- c) To continue the existing ratio of 67:33 for the allocation of funds under Pooled Assigned Revenue to Village Panchayats and Panchayat Unions, respectively, by adopting multiplier factor given by the Sixth SFC in the financial year 2025-26.
- d) To accord permission for the release of one-third of the Pooled Assigned Revenue to Village Panchayats and Panchayat Unions based on the latest SFC formula and two-third of the pooled amount may be credited to the Scheme Component Fund for implementing priority works in rural areas.
- e) The amount sanctioned in para 4 (a) may be debited under the following Heads of Accounts:-

SI. No.	Head of Account	Amount
· 1	Surcharge on Stamp Duty (RLB) 3604 00 Compensation and Assignments to Local Bodies and Panchayat Raj Institutions-102 Stamp Duty – State's Expenditure - AA Assignment under Global Sharing of Assigned Revenue to Rural Local Bodies – Stamp Duty- 309 Grants-in-Aid-09 Others (DPC 3604 00 102 AA 30909)	Rs.803,06,53,661/-

2	Funds for Priority Scheme Component 2515 00 Other Rural Development Programmes – 102 Community Development – State's Expenditure - AE Provision of Basic Infrastructure facilities in Rural Areas—met from the Fund for Priority Schemes – 309 Grants-in-Aid – 03 Grants for Specific Schemes (DPC 2515 00 102 AE 30903)	Rs.1606,13,07,323/-
	Total	Rs.2409,19,60,984/-

- f) The Commissioner of Rural Development and Panchayat Raj shall be hereby authorized to draw the above amount and release of entire one third of the allocation to Village Panchayats and Panchayat Unions (in the ratio of 67:33) based on the latest SFC formula and retain the balance two third of the total allocation for implementation of Specific Development Schemes in rural areas as per the guidelines.
- g) To release the Pooled Assigned Revenue for the year 2025-26 under the relevant Heads of Accounts as mentioned below:

Head of Account	Amount
Surcharge on Stamp Duty (RLB) 3604 00 102 AA 30909	Rs.401,53,26,831/-
Funds for Priority Scheme Component 2515 00 102 AE 30903	Rs.803,06,53,661/-
Total	Rs.1204,59,80,492/-

- 5. The Government after careful examination of the proposal of the Commissioner of Rural Development and Panchayat Raj for the Pooled Assigned Revenue for the year 2025-26 in detail and decided to accept the same and issue the following orders:-
 - (i) Sanction is accorded for a sum of Rs.2109,48,21,000/- (Rupees Two Thousand One Hundred and Nine Crore Forty Eight Lakh and Twenty One Thousand Only) towards Pooling of Assigned Revenue for the year 2025-26.
 - (ii) Sanction is accorded for release the first instalment of Rs.1054,74,10,500/(Rupees One Thousand and Fifty Four Crore Seventy Four Lakh Ten
 Thousand and Five Hundred only) being the 50% of Total Grant under
 Pooling of Assigned Revenue for the year 2025-26.
- (iii) Permission is accorded to assign one-third of the total pooled amount to Village Panchayats and Panchayat Unions and two-third amount for Priority Schemes in rural areas for 2025-26 as was done in the year 2024-25 taking

into account of the infrastructure requirements in rural areas as mentioned below:

Amount to be released to Rural Local Bodies (1/3 rd of Rs.2109,48,21,000/-)	Rs.703,16,07,000/-
Amount to be retained by the Commissioner of Rural Development and Panchayat Raj for Scheme Component Fund. (2/3 rd of Rs. 2109,48,21,000/-)	Rs.1406,32,14,000/-

- (iv) The existing ratio of 67:33 for the allocation of funds under the Pooled Assigned Revenue to Village Panchayats and Panchayat Unions, respectively, by adopting multiplier factor given by the Sixth SFC in the financial year 2025-26.
- (v) Permission is accorded to release of one-third of the Pooled Assigned Revenue to Village Panchayats and Panchayat Unions based on the latest SFC formula and two-third of the pooled amount shall be credited to the Scheme Component Fund for implementing priority works in rural areas.
- (vi) The amount sanctioned in para 5 (i) shall be debited under the following Heads of Accounts:-

SI. No.	Head of Account	Amount (in Rs.)
	Surcharge on Stamp Duty (RLB) 3604 00 Compensation and Assignments to Local Bodies and Panchayat Raj Institutions-102 Stamp Duty – State's Expenditure - AA Assignment under Global Sharing of Assigned Revenue to Rural Local Bodies – Stamp Duty- 309 Grants-in-Aid-09 Others (DPC 3604 00 102 AA 30909)	Rs.703,16,07,000/-
. 2	Funds for Priority Scheme Component 2515 00 Other Rural Development Programmes – 102 Community Development – State's Expenditure - AE Provision of Basic Infrastructure facilities in Rural Areas—met from the Fund for Priority Schemes – 309 Grants-in-Aid – 03 Grants for Specific Schemes (DPC 2515 00 102 AE 30903)	Rs.1406,32,14,000/-
	Total	Rs.2109,48,21,000/-

(vii) The amount released in para 5 (ii) shall be debited under the following Heads of Accounts. Further, the amount allocated under Priority Scheme Component should be done as per the Guidelines issued in G.O. (Ms) No.60, Finance (SFC-MC) Department, dated 28.02.2023.

Head of Account	Amount
Surcharge on Stamp Duty (RLB) 3604 00 102 AA 30909	Rs.351,58,03,500/-
Funds for Priority Scheme Component 2515 00 102 AE 30903	Rs.703,16,07,000/-
Total	Rs.1054,74,10,500/-

- 6. The Commissioner of Rural Development and Panchayat Raj is authorized to draw the above amount and release of entire one third of the allocation to Village Panchayats and Panchayat Unions (in the ratio of 67:33) based on the latest State Finance Commission formula and retain the balance two third of the total allocation for implementation of Specific Development Schemes in rural areas as per the guidelines.
- 7. This order issues with the concurrence of Finance Department vide its U.O. No.4259/Fin(Infra-IV)/2025, dated 23.07.2025.

(By Order of the Governor)

GAGANDEEP SINGH BEDI, Additional Chief Secretary to Government.

To

The Commissioner of Rural Development and Panchayat Raj, Chennai-15.

The Commissioner of Commercial Taxes, Chennai-5.

The Inspector General of Registration, Chennai-28.

The Commissioner of Treasuries and Accounts, Chennai-15.

All District Collectors (except Chennai)

The Pay and Accounts Officer, Chennai-35.

The Principal Accountant General (G&SSA), Chennai-18.

Copy to:

The Hon'ble Chief Minister's Office, Chennai -9.

The Special Personal Assistant to Minister (Rural Development), Chennai -9.

The Commissioner, State Institute of Rural Development,

Maraimalai Nagar, Chengalpattu District.

The Private Secretary to Additional Chief Secretary to

Government, Rural Development and Panchayat Raj

Department, Chennai - 9.

The Finance (Infra IV/B.G.I/B.G II/Resources-I) Department, Chennai-9.

The Rural Development and Panchayat Raj (SGS.I/SGS.II/SGS.II/SGS.IV/PR.III/B&C/OPII) Department, Chennai-9.

Stock File / Spare Copy.

// Forwarded by Order //

Under Secretary to Government