



City Finance Rankings 2022

Why in News?

Recently, the **Ministry of Housing & Urban Affairs** has launched guidelines for a new **City Finance Rankings 2022**.

- A **'City Beauty Competition'** initiative was also **launched to encourage and recognise the transformational efforts** made by cities and wards in India towards creating **beautiful, innovative and inclusive public spaces**.

What is City Finance Rankings 2022?

- **About:**
 - All the Participating cities will be evaluated on **15 indicators across three key municipal finance assessment parameters, namely:**
 - Resource Mobilization
 - Expenditure Performance
 - Fiscal Governance.
 - The cities will be ranked at the national level based on their scores under any one of the following four population categories:
 - Above 4 million
 - Between 1-4 million
 - 100,000 to 1 million
 - Less than 100,000
 - The top 3 cities in each population category **will be recognized and rewarded at the national level as well as within each state/state cluster.**
- **Significance:**
 - It will help **identify** areas in the financial performance of the cities **where they can make further improvements.**
 - It will motivate city/state officials and decision-makers, to implement municipal finance reforms.
 - It will enable them to **deliver quality infrastructure and services, and hence a good quality of life to citizens.**
 - At a state- and national level, the rankings will **highlight the outcomes achieved by municipalities and provide critical insights** to key policymakers into the state of finances of urban local bodies.

[Source: TH](#)