

No. P-17017/3/2015-RC (FMS No. 341719)

Government of India
Ministry of Rural Development
Department of Rural Development
(Rural Connectivity Division)

Krishi Bhawan, New Delhi

Dated: May 7, 2021

To,

The Addl. Chief Secretaries/ Principal Secretaries/ Secretaries in charge of Pradhan Mantri Gram Sadak Yojana (PMGSY)/ RCPLWEA of all the States/UTs.

Sub: Procedure for release of funds under the Centrally Sponsored Schemes (CSS) and monitoring utilization of funds released. -reg.

Sir/Madam


I am directed to say that hitherto funds to carry out works sanctioned under PMGSY were released to States/UTs as per the provisions of the Programme Guidelines of PMGSY, according to which the funds are released in two instalments of 50% each. First installment is released after deducting the unspent balance as on 1st April of the financial year and the second installment is released after 60% expenditure is incurred out of the funds available of the previous releases.

2. Ministry of Finance, Department of Expenditure, vide their OM No.1(13) PFMS/FCD/ 2020 dated 23-03-2021, has prescribed a new procedure for release of funds under Centrally Sponsored Scheme (CSS) to the States/UTs. According to the new procedure, the Ministries/ Departments will release not more than 25% of the amount earmarked for a State/UT for a CSS for the financial year minus the unspent balance of CSS (Central and State share) available in the State treasury/ Single Nodal Account. Additional Central Share (not more than 25% at a time) will be released upon transfer of the State Share to the Single Nodal Account and utilization of at least 75% of the funds released earlier (both Central and State share).

3. Accordingly, States/UTs are requested to take the above changes into account while sending proposal for the release of fund to MoRD, Government of India.

4. This issue with the approval of competent authority.

Yours faithfully,


(K.M. Singh)

Deputy Secretary to the Govt. of India
Tel.011-23070308

Copy to:

- i The Chief Executive Officer/ Chief Engineer in charge of PMGSY/ RCPLWEA in the respective States/UTs
- ii All Directors of NRIDA