

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

Krishi Bhawan, New Delh-110001

Dated: 10th August, 2021

To

The Pay & Accounts Officer,
Government of India,
Ministry of Rural Development,
Krishi Bhawan, New Delhi.

Subject – Release of 1st tranche of 1st installment of Programme Funds to State Government of Karnataka under Pradhan Mantri Gram Sadak Yojana (PMGSY) for the year 2021-22.

Sir,

I am directed to convey the sanction of the President to the payment of Grants-in-aid amounting to **Rs.195,75,00,000/-** (Rupees One Hundred Ninety Five crore and Seventy Five Lakh only) to the State Government of Karnataka as 1st tranche of 1st instalment of Central assistance for the Financial Year 2021-22.

2. The amount of **Rs. 195.75 crore** towards 1st Tranche of 1st installment is adjusted as per the details given below:-

(Rs in Crore)

Phase	Total VoP (in original)	MorD Share (after dropping)	State Share (after dropping)	Fund released till date	Present release	State Share to be released by the State against this release	Balance MorD Share left after present release
PMGSY-III, Batch-I, 2019-20	2138.98	1241.10	875.03	534.24@	195.75	138.01	511.11

@vide Sanction Order dated 12th March, 2020.

3. The State Government must transfer these funds to Karnataka Rural Road Development Agency (KRRDA) within a maximum period of 15 days from the date of receipt of these funds along with the matching State Share. In case of non-transfer beyond this period, Central Government may be constrained to stop further releases.

4. The next Tranche/Installment of funds would be released only after remittance of interest earned on grant to the respective Consolidated Funds of India and State, in terms of instructions issued vide this Ministry's letter No. P-17025/7/2018-RC-Part (1) (375956) dated 27th July, 2021.

5. Karnataka Rural Road Development Agency (KRRDA) has nominated **Shri Prabhakar D Hamigi, Chief Engineer as the Chief Operating Officer of KRRDA**. The State Government is required to endorse a copy of the release order to the Government of India at the following address:-

*Shri Lalit Kumar, Deputy Secretary (RC),
Ministry of Rural Development, Room No.463
Krishi Bhawan, New Delhi, 110001. Tel. No. 011-23382406*

6. The funds released by the State Government shall be kept in a separate **Savings Bank Account No.04362170000018 in Syndicate Bank, J-652, 1st Floor, Near Navrang Talkies, Dr. Rajkumar Road, Rajajinagar II Stage, Bangalore-560010 (IFSC Code No. SYNB000436)**, Karnataka. It shall be ensured by the Karnataka Rural Road Development Agency (KRRDA) that the Programme Implementing Units (PIUs) in the districts have access to the funds and the funds held in the specified account are allowed to be utilized only by the Executing Agency/Agencies for the purpose of approved works under the Pradhan Mantri Gram Sadak Yojana-III. The Chief Operating Officer of Karnataka Rural Road Development Agency (KRRDA) shall communicate to the bank the names of the Authorized Signatories, who will be issuing cheques on the Agency's said bank account for the purpose of this sanction.

7. The Chief Engineer as the Chief Operating Officer of KRRDA shall issue standing instructions to the bank regarding the names of authorized payees and their designated account details and the amounts admissible to each payee. He will also specify limits on monthly payments as per the agreed work programme for the respective package.

8. No Utilization Certificate is pending from **Karnataka Rural Road Development Agency (KRRDA)**.

9. Utilization Certificate should be submitted within 12 (twelve) months of the closure of the financial year which shall include interest accrued. Interest accrued should be computed based on the details of the ledger accounts for the purpose.

10. The Accounts of the grantee institution will be audited by the Comptroller and Auditor General of India and the internal Audit of the Principal Accounts Office of the Ministry in terms of Rule 236 (1) of the General Financial Rules (GFR).

11. The expenditure is debitible to the following Head of Accounts under **Demand No.86** Department of Rural Development (2021-22):-

3601	-	Grants-in-aid to State Government (Major Head).
06	-	Centrally Sponsored Schemes
101	-	Central Assistance/Share
30	-	Pradhan Mantri Gram Sadak Yojana
30.01	-	Programme Component - PMGSY
30.01.35	-	Grants for creation of Capital assets

12. The Section Officer, PMGSY, Ministry of Rural Development, New Delhi (208139) will be the Drawing & Disbursing Officer for the purpose. The amount mentioned in Para-1 above will be transferred to **State Government of Karnataka**.

13. This issues under the powers delegated to this Ministry and in consultation with the Integrated Finance Division vide their U.O. No. 479/Finance/2021-22 dated 10-08-2021

Yours faithfully,



(Lalit Kumar)

Deputy Secretary to the Government of India

Phone 011-23382406

E-mail:- lalit.kr@nic.in

Copy to:-

1. The Chief Secretary, Government of Karnataka, III Floor, Vidhana Soudha, Bengaluru - 560001.
2. The Principal Secretary, Rural Development & Panchayat Raj Department, Government of Karnataka, Karnataka Government Secretariat, M.S. Building, 3rd Floor, Gate No.3, Bengaluru-560001.
3. Accountant General, Karnataka, Park House Road, Bengaluru-560001.
4. Shri Prabhakar D Hamigi, Superintending Engineer as the Officer-in-charge of Chief Operating Officer, Karnataka Rural Road Development Agency (KRRDA), 3rd Floor, Grameenabhivruddi Bhavan, Anandrao Circle, Bengaluru-560009.
5. The Manager, Syndicate Bank, J-652, 1st Floor, Near Navrang Junction, Dr. Rajkumar Road, Rajajinagar 2nd Stage, Bengaluru-560010.
6. The Director General, Media & Communication, Press Information Bureau, Room No.101, Shastri Bhawan, New Delhi.
7. The Chief Controller of Accounts, Ministry of Rural Development.
8. The Director of Audit, Economic & Service Ministries, I.P. Estate, AGCR Building, New Delhi-110002.
9. The Director General/Director(Tech.)/Director(P.I)/Director(P.III)/Director (F&A)/NRIDA
10. Finance Division-I/Guard File/Sanction Register.



(Lalit Kumar)

Deputy Secretary to the Government of India