

File No.J-12022/1/2012-RC(FMS No.341866)

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

Krishi Bhawan, New Delh-110001

Dated: 18th November, 2016

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

Subject –Release of Grants-in-aid to State Government of Karnataka under Pradhan Mantri Gram Sadak Yojana-II (PMGSY-II) for the year 2016-17.

Sir,

I am directed to convey the sanction of the President to the payment of Grants-in-aid amounting to **Rs.97,75,00,000/-**(Rupees Ninety Seven crore and Seventy Five Lakh only) to the State Government of Karnataka as Central assistance under Pradhan Mantri Gram Sadak Yojana-II (PMGSY-II) for the Financial Year 2016-17.

1.2 The amount of **Rs.97.75 crore** is towards part payment of 2nd instalment under PMGSY-II as per the details given below:

Original Value of Projects (VoP) cleared by the Ministry	Revised VoP after dropping of 1 Long Span Bridge#	1 st install (50% of revised VoP of MoRD share)	Funds released earlier	Present Release	Balance left to be released [Col.2-(4)+(5)]
(1)	(2)	(3)	(4)	(5)	(6)
1044.59	1044.09	407.615	477.2181*	97.75	240.2619
MoRD share- Rs.815.50 cr. State share- Rs.229.09 cr.	MoRD share- Rs.815.23 cr. State share- Rs.228.86 cr.				

*Rs.200.00 cr. released vide S.O. dated 16.04.2014
Rs.38.00 cr. released vide S.O. dated 23.04.2015
Rs.40.1398 cr. – interest accrued upto 2013-14 adjusted vide S.O dated 4.3.2015
Rs.25.78 crore released vide S.O dated 21.7.2015.
#vide letter No.P-17024/12/2013-RC dated 18.9.2015

Rs.61.34 cr. released vide S.O dated 2.2.2016
Rs.14.2083 cr. released vide S.O 18.3.2016
Rs.38.32 crore released under Vote on Account vide S.O dated 22.4.2016
Rs.59.43 crore released vide S.O 22.7.2016

2. The State Government must transfer these funds to Karnataka Rural Road Development Agency within 3 working days positively from the date of receipt of these funds. In case of non-transfer beyond this period, Central Government may be constrained to stop further releases. Besides, the State Government would be liable to pay interest @ 12% for the period of delay beyond the specified period.

3. Karnataka Rural Road Development Agency (KRRDA) has nominated **Shri K. Jaiprakash** 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 P. Manoj Kumar, Director (RC),
Ministry of Rural Development, Room No.278,
Krishi Bhawan, New Delhi, 110001. Tel. No. 011-23074307*

4. 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 Junction, Dr. Rajkumar Road, Rajajinagar 2nd Stage, Bangalore-560010 (IFSC Code No. SYNB0000436), 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-II. The Chief Operating Officer of Karnataka Rural

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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.

5. The Chief Operating Officer 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.

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

7. The Utilization Certificate should be submitted within 12 (Twelve) months of the closure of Financial Year which shall include interest accrued. Interest accrued should be computed based on the details of the Ledger Account maintained for the purpose.

8. The accounts of the grantee institutions will be audited by the Comptroller and Auditor General of India and the Internal Audit of the O/o the CCA of the Ministry of Rural Development in terms of Rule 211 (1) of the General Financial Rules.

9. The expenditure is debitable to the following Head of Accounts under **Demand No.75** Department of Rural Development (2016-2017).

3601	-	Grants-in-aid to State Government (Major Head).
02	-	Grants for State Plan Schemes (Sub-Minor Head)
420	-	Districts & Other Roads- Pradhan Mantri Gram Sadak Yojana (Minor Head)
01	-	Pradhan Mantri Gram Sadak Yojana – Programme Component
01.00.35	-	Grants for creation of Capital Assets

10. The Pay & Accounts Officer, Ministry of Rural Development will be the Drawing & Disbursing Officer for the purpose. The amount mentioned in Para-1 above will be transferred to State Government of Karnataka.

11. This issues under the powers delegated to this Ministry and in consultation with the Integrated Finance Division vide their U.O. No.734/Finance/2016-17 dated 18.11.2016.

Yours faithfully,

(P. Manoj Kumar)
Director (RC)

Phone No. 011-23074307

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. Shri K. Jaiprakash, Chief Operating Officer, Karnataka Rural Road Development Agency (KRRDA), 3rd Floor, Grameenabhivruddi Bhavan, Anandrao Circle, Bengaluru-560009.
4. The *Manager*, Syndicate Bank, J-652, 1st Floor, Near Navrang Junction, Dr. Rajkumar Road, Rajajinagar 2nd Stage, Bengaluru-560010.
5. *Accountant General*, Karnataka, Park House Road, Bengaluru-560001.
6. The *Director General*, Media & Communcation, 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.
10. The *Director General/Director(Tech.)/Director(P.I)/Director(P.III)/Director (F&A)/NRRDA*
11. *Finance Division-I/Guard File/Sanction Register.*

(P. Manoj Kumar)
Director (RC)