

No. P-17017/3/2017-RC (FMS No. 354084)

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

Krishi Bhawan, New Delhi  
Dated the 9<sup>th</sup> March, 2021

To,

The Pay & Accounts Officer,  
Ministry of Rural Development,  
Krishi Bhawan, New Delhi-110001.

**Subject: Release of Financial Incentive under Pradhan Mantri Gram Sadak Yojana to the State of Karnataka (PMGSY) for the year 2020-21.**

Sir,

**1.1** I am directed to convey the sanction of the President of India to the payment of Grants-in-aid amounting to **Rs. 47,12,00,000/- (Rupees Forty Seven Crore Twelve Lakh only)** to the State of Karnataka for **"Financial Incentive"** as Central assistance under Pradhan Mantri Gram Sadak Yojana (PMGSY) for the **Financial Year 2020-21**.

**1.2** These funds are exclusively meant for periodic maintenance of roads already constructed under Pradhan Mantri Gram Sadak Yojana.

**1.3.** The State Government shall transfer these funds along with the corresponding State Share to Karnataka Rural Roads Development Agency (KRRDA) within a maximum period of 15 days 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. 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.***

**1.4.** The funds released by the State Government shall be kept in a separate **Savings Bank Account No.04362170000037 in Canara Bank, 2<sup>nd</sup> Stage, Rajajinagar, Bangalore, (IFSC Code No. CNRB0010436)**, 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 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.

**1.5.** The State Governments are requested to credit matching State Share against the funds released vide this letter in respective SRRDA's accounts as per PMGSY guidelines and update the status on OMMAS.

**1.6.** The Empowered officer shall issue standing instructions to the Bank regarding the names of Authorised Payees and their designated account details and the amounts admissible to each payee. He will also specify limits on monthly payment as per the agreed work programme for the respective package.

1.7. Karnataka Rural Roads Development Agency (KRRDA) has nominated **Shri Prabhakar D Hamigi as the Chief Operating Officer of KRRDA.**

1.8. No Utilization Certificate is pending from **Karnataka Rural Roads Development Agency (KRRDA).**

1.9. 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).

1.10. The expenditure is debitable to the following Head of Account under **Demand No. 85** of the Department of Rural Development during the current financial year **2020-21:-**

- 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 - Program Component-PMGSY
- 30.01.35 - Grants for creation of capital assets

1.11. 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-1.1 above will be transferred to State Government of Karnataka.

1.12. This issues under the powers delegated to this Ministry and in consultation with the Integrated Finance Division vide their **U.O No.1507/Finance/2020-21 dated 09.03.2021.**

Yours faithfully,



(Lalit Kumar)

Deputy Secretary to the Government of India

Tele. No. – 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, 3<sup>rd</sup> Floor, Gate No.3, Bengaluru-560001.
3. The Chief Operating Officer, Karnataka Rural Road Development Agency (KRRDA), 3<sup>rd</sup> Floor, Grameenabhivruddi Bhavan, Anandrao Circle, Bengaluru-560009.
4. The Manager, Canara Bank, 2<sup>nd</sup> Stage, Rajajinagar, Bangalore.
5. Accountant General, Karnataka, Park House Road, Bengaluru-560001.
6. The Director of Audit, Economic and Service Ministries, AGCR Building, I.P. Estate, New Delhi-110002.
7. The Principal Director General, Media & Communication, Press Information Bureau, Room No. 101, Shastri Bhawan, New Delhi-110001.
8. Chief Controller of Accounts, Ministry of Rural Development.
9. Finance Division-I.
10. Sanction Register/All Directors NRIDA.



(Lalit Kumar)

Deputy Secretary to the Government of India

Tele. No. – 011-23382406