

**F.No.1-86/2011-Sch.1**

Government of India

Ministry of Human Resource Development  
Department of School Education and Literacy  
Sch.1 (RMSA-1)

Dated: 29<sup>th</sup> February, 2012

To  
Education Secretaries and SPDs of all States and UTs

**Subject:** Clarification regarding utilization of MMER and adjustment of interest accrued / other receipts during the Financial Year.

Sir/Madam,

The undersigned is directed to refer to the discussions on RMSA held during the meeting of Educational Secretaries on 4<sup>th</sup>-6<sup>th</sup> January, 2012, in which, among other things, the States/UTs wanted to have clarifications as to utilization of MMER and adjustment of interest accrued / other receipts under the scheme during the Financial Year. The issues have been examined in the Ministry and the position with regard to them are as under:-

- (i) **MMER** – The State/UT Governments have the liberty to incur expenditure on MMER @ 2% on the total recurring outlay of various interventions approved by PAB during 2011-12 irrespective of funds actually released during the Financial Year.
- (ii) **Interest accrued / other receipts** – Funds accrued through bank interest / other receipts should be added to the recurring grants (grant-in-aid general) and bifurcation between the centre and state share should be made as per funding pattern i.e. 75:25 or 90:10 as the case may be. The funds accrued through interest and other receipts can be utilized for recurring nature of interventions approved under the annual plan.

2. This issues with the approval of Secretary (SE&L).



(Sanjay Gupta)

Under Secretary (RMSA-1)

Tel:-011-23071096

Copy to:

- (i) EC to Secretary for secretary's information
- (ii) PPS to JS (SE-1).
- (iii) PM (TSG-RMSA) and All Consultants (TSG-RMSA)
- (iv) NIC with a request to upload this circular on the Ministry's website.

No.F.1-86/2011-Sch.1  
Government of India  
Ministry of Human Resource Development  
Department of School Education & Literacy

New Delhi, 22<sup>nd</sup> March 2012

To,

Education Secretaries and SPDs of all States and UTs.

Subject:- Clarification regarding utilization of preparatory grant and School annual grant, minor repair grant.

Sir/Madam,

In continuation of Ministry's letter of even no. dated 29<sup>th</sup> February, 2012 (copy enclosed), I am directed to refer on the subject mentioned above and to clarify the position in respect of the following:

**(i) Utilization of fund available under Preparatory Grant:-**

Preparatory grants were released for (a) Strengthening of offices at district and State level (b) Strengthening of human resource (salary component) and (c) Training, survey, seminar etc. Since fund under MMER is available for (b)&(c), the expenditure towards (a) i.e. strengthening of offices at district and state level could be met by preparatory fund in the current year by the States/UTs, where this activity has not yet been completed.

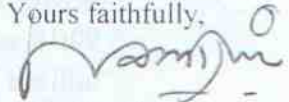
**(ii) School Annual Grant and Minor Repair Grant:-**

In some States/UTs, school annual grant and minor repair grant for the preceding year and subsequent year is released to the schools in the subsequent year. The maximum permissible grant for a particular year for school annual grant and minor repair grant is Rs.50,000/- and Rs.25000/- per school respectively.

The schools where expenditure incurred towards school annual grant and minor repair exceeds Rs. 50000/- and Rs.25000/- respectively, the State Governments will have to work out the committed expenditure for the preceding year and to submit before the Project Approval Board (PAB) for consideration and approval.

2. This issues with the concurrence of IFD vide their Dy.No.1049 dated 07.03.2012.

Yours faithfully,



(Sanjay Gupta)

Under Secretary to the Government of India  
Ph.No.2307 1096

Copy to:-

(i) EC to Secretary (SE&L)

(ii) JS & FA

(iii) JS (SE-1)

(iv) Consultants, TSG, RMSA for compliance

(v)  NIC with a request to upload this circular on the Ministry's website under RMSA caption.