

No. F.1-7/2010- Sch.1
Government of India
Ministry of Human Resource Development
Department of School Education and Literacy
(School-5 Section)

New Delhi, Dated: 17/09/2014

To

Mr. Toby Linden,
Lead Education Specialist
World Bank, New Delhi Office
70 Lodhi Estate,
New Delhi.

Mr. Colin Bangay,
Senior Education Adviser,
DFID India, B28, Tara Crescent,
Qutab Institutional Area, New Delhi

Subject: - Amendment to the Manual on Financial Management and Procurement-reg.

As per agreement paragraph C.2 of Section I of Schedule 2 of the financial agreement signed between the GoI and World Bank/DFID, the Recipient, through MHRD, shall promptly inform the Association of any amendment, waiver, suspension or abrogation of any provision of the RMSA Framework, the Financial Management and Procurement Manual, the Planning and Appraisal manual and the Innovation Guidelines. So the effect, in intimation of this Ministry Order No. F. 1-122/2011.RMSA-III dated 22/07/2014 through which MHRD (GoI) has amended to the Chapter 4 of RMSA manual on Financial Management and Procurement dealing with Fund Flow, Financial Management & Reporting; which are tabulated below. Therefore, it is to inform that the para mentioned in column 2 of the table may be read as given in column 3:-

S. No.	Para	May be Read as
(1)	(2)	(3)
1	Para 4.3.2 (a) Major Civil works beyond Rs. 10 lakhs or limit specified in GFR, whichever is lower through an external agency (which could be PWD or a State level agency or single or multiple contractors at state level through competitive bidding). GOI → SIS → DPO → External Agency* Or GOI → SIS → External Agency Subject to written feedback about progress of work from SMDC	Para 4.3.2 (a) Major Civil works beyond Rs. 30 lakhs through an external agency (which could be PWD or a State level agency or single or multiple contractors at state level through competitive bidding). GOI → SIS → DPO → External Agency* Or GOI → SIS → External Agency Subject to written feedback about progress of work from SMDC
2	Para 4.3.2 (b) SMDC civil Works amounting upto Rs. 10 lakhs or limit specified in GFR whichever is lower and Other Grants (School grant, minor repair, community training, furniture, lab equipments, etc).....	Para 4.3.2 (b) SMDC civil Works amounting upto Rs. 30 lakhs and Other Grants (School grant, minor repair, community training, furniture, lab equipments, etc).....

3	<p>Para 8.2.2.1 School / community level:- (a) Wherever the procurement is at the school level, funds to be used for construction/ Civil works, up-gradation, repair and maintenance of schools, school grant, and local management should be transferred to school management committees/SMDCs up to Rs. 10 lakhs for each activity as specified in Annexure XXV for the items listed in Para 8.2.2.2. The village/school-based body that is SMDC may make a resolution regarding the best way of procurement within the procedures prescribed in this manual. The involvement of community through SMDC in the procurement process not only creates a sense of ownership among the stakeholders but also achieves transparency in procurement.</p>	<p>Para 8.2.2.1 School / community level:- (a) Wherever the procurement is at the school level, funds to be used for construction/ Civil works, up-gradation, repair and maintenance of schools, school grant, and local management should be transferred to school management committees/SMDCs up to Rs. 30 lakhs for construction activity as specified in Annexure XXV for the items listed in Para 8.2.2.2. The village/school-based body that is SMDC may make a resolution regarding the best way of procurement within the procedures prescribed in this manual. The involvement of community through SMDC in the procurement process not only creates a sense of ownership among the stakeholders but also achieves transparency in procurement.</p>
4	<p>Para 8.11.2 In RMSA, it is mandatory to carry out construction of all civil works through community participation. In places where the community is in a position to undertake construction work, within the financial limit of Rs. 10 Lakhs, the same can be entrusted to the community. School Management and Development Committee (SMDC) shall arrange to carry out the civil works through a transparent way and maintain system of Account Keeping.</p>	<p>Para 8.11.2 In RMSA, it is mandatory to carry out construction of all civil works through community participation. In places where the community is in a position to undertake construction work, within the financial limit of Rs. 30 Lakhs, the same can be entrusted to the community. School Management and Development Committee (SMDC) shall arrange to carry out the civil works through a transparent way and maintain system of Account Keeping.</p>

For your information.

Yours sincerely,

(Caralyn Khongwar Deshmukh)

Director (RMSA-1)

Tel: 23387948

Email: carakhongwar@hotmail.com

carakhongwar.edu@nic.in

Copy to :-

1. JS and FA (MHRD)
2. DS (F)
3. TSG (Finance, Civil, Access Teacher Unit)
- ✓ 4. NIC Cell for uploading on the RMSA Page.

(Caralyn Khongwar Deshmukh)