F. No. L-11/012/2009-MPLADS

To

(1) The Commissioners,
Corporations of Kolkata / Chennai / Delhi
(2) All District Collectors/District Magistrates/ Deputy Commissioners

Subject: Inclusion of Gramin Banks / Regional Rural Banks in the Guidelines on MPLADS - regarding.

Sir/Madam,

Department of Financial Services, Ministry of Finance in consultation with the Reserve Bank of India has informed that Regional Rural Banks (RRBs) are Scheduled Banks and majority share holding in RRBs is with the Central Government. Further, most of the RRBs are Core Banking Solution Compliant (CBC) and some of them provide National Electronic Fund Transfer (NEFT) and Mobile Banking Services to their customers. Keeping this in view, it has been decided to include RRBs along with Nationalized Banks in para 4.14 of the Guidelines on MPLADS which may be read as follows:

"The District Authority shall maintain a separate bank account in nationalized bank (including IDBI Bank) / Regional Rural Banks (Gramin Banks) which are on Core Banking Platform with the Nationalized Bank as their sponsor, for each MP for the purpose of MPLAD Scheme. The Bank account will not be changed without the approval of MoSPI. The details of the bank account shall be intimated to MoSPI for release of funds as per format at Annexure XII. Physical and Financial Progress for each MP (sitting and former) will be sent by the District Authorities, separately as per Annexure VI every month (called MPR) which will also show the balance funds available with the Nodal Authority in the bank account."

2. Similarly, wherever, the words ‘Nationalized Banks’ figure in the Guidelines on MPLADS, it may be read as ‘Nationalized Banks (including IDBI Bank / Regional Rural Banks (Gramin Banks)).’

3. This issues with the approval of the Competent Authority.

Yours faithfully,

(D. Sai Baba)

Director (MPLADS)
Copy to:

1. All Hon’ble Members of Parliament (Lok Sabha/Rajya Sabha).
2. The Nodal Secretaries / Chief Secretaries of all States/UTs.
3. Rajya Sabha Committee on MPLADS, Rajya Sabha Sectt., New Delhi.
4. Lok Sabha Committee on MPLADS, Lok Sabha Sectt., New Delhi.
5. To all concerned in MPLADS Division.
6. NIC for uploading on the MPLADS website.

Copy also to: Department of Financial Services w.r.t. their O.M. No.6/7/2016-RRB dated 16.08.2016.