



## GOVERNMENT OF KERALA

### Abstract

LSGD - Mahatma Gandhi NREGS - Cost of material component - Clarified  
- Orders issued

### LOCAL SELF GOVERNMENT(DD)DEPARTMENT

**G.O.(Rt)No. 4169/2017/LSGD**

Dated, Thiruvananthapuram, 24/12/2017

Read: Letter No.No. 2773/EGS C/I7IREGS dated 27-11-2017 of  
Mission Director(MGNREGS)

### ORDER

Para 20 of the revised Schedule I of Mahatma Gandhi NREGS Act states that, "for all works taken up at the District level, the cost of material component including the wages of the skilled and semi-skilled workers shall not exceed forty percent." Therefore Government of India disallows all claims for material expenditure beyond 40%. The Mission Director, MGNREGS as per the letter read above has submitted a proposal to Government for issuing necessary clarification in the matter as it is planning to take up many material intensive works under the scheme during the current year.

2. After having examined the matter in detail, Government are pleased to order that all Grama Panchayats should limit the cost of material component in MGNREGS including the wages of skilled and semi-skilled workers within the allowable limit of 40%. In case, if the material cost exceeds 40% it shall be the responsibility of the concerned Local Self Government Institution to compensate necessary funds for meeting the expenditure over and above the approved limit of 40%.

By order of the Governor  
**MINI MOL D**  
**DEPUTY SECRETARY**

To:- Commissioner for Rural Development  
Mission Director(MGNREGS)  
Director(Panchayaths)  
All District/Grama panchayath Presidents/Secretaries(Through  
Director of Panchayath)  
All Block Panchayath Presidents/Secretaries(Through  
Commissioner for Rural Development)  
All District Collectors  
Principal Accountant General  
Accountant General(A&E), Thiruvananthapuram  
✓ Director(Information Kerala Mission)

Forwarded/By order  
Signature valid

Digitally signed by SHAJI T R  
Date: 2017.12.27 13:56:49 IST  
Reason: Approved