



GOVERNMENT OF KERALA

Abstract

Local Self Government Department - Resilient Kerala -Programme for Result-DLI-5-Guidelines for Performance Incentive Grant to Grama Panchayats and Urban Local Bodies -Orders issued

LOCAL SELF GOVERNMENT (PP)DEPARTMENT

G.O.(Ms)No.113/2024/LSGD Dated,Thiruvananthapuram, 29-08-2024

- Read 1 G.O(Ms) 137/2022/LSGD dated 29.06.2022
2 G.O(Ms)38/2024/LSGD dated 13.03.2024
3. G.O(Ms)12/2024/P&EA dated 27-07-2024

ORDER

As per G.O read as 1st paper above, guidelines have been issued for operating DCAT Tool (Disaster and Climate Action Tracker) to efficiently assess and provide performance incentive grants for disaster risk reduction and climate change resilience activities prepared and implemented by Grama Panchayats and Municipalities.The DCAT guidelines were developed by KILA for LSGD under the aegis of the Rebuild Kerala Initiative (Program for Results (PforR)). The PforR covers the LSGIs of Alappuzha, Idukki, Kottayam and Pathanamthitta districts of the State. Assistance from international institutions such as the World Bank, A.F.D (The French Development Agency),AIIB (Asian Infrastructure Investment Bank) is available under the programme. As per G.O read as 3rd paper above,an amount of Rs.50 crores (fifty crores only) is allocated from the budget provision of RKI for the byear 2024-25 to provide performance incentive grants for disaster risk reduction and climate change resilience activities prepared and implemented by Grama Panchayats and Municipalities in Pamba basin Districts ie,Alappuzha Idukki Kottayam and Pathanamthitta Districts.

Government are pleased to issue guidelines for Performance Incentive Grant to Grama Panchayats and Urban Local Bodies as apart of Resilient Kerala -Programme for Results Project (DLI-5) as follows:

1. Performance Incentive Grant.

The Performance Incentive Grant is allocated for the enhancement of disaster risk reduction and climate change resilience activities in Grama Panchayats and Municipalities situated in the districts of Alappuzha, Idukki, Kottayam, and Pathanamthitta. This directive is issued in adherence to the prescribed guidelines governing the utilization and allocation of the aforementioned grant.

1. This Performance Incentive Grant is applicable for the fiscal year 2024-25
2. The quantum of funds allocated to each respective local body will be ascertained through assessments conducted using the Disaster and Climate Assessment Tool (DCAT).
3. Eligible local bodies will receive grant on a lump-sum basis

3. Activities that can be carried out using the grant.

This grant is designated for activities that attain a favorable positive score in the DCAT assessment process.

4. Plan Formulation and implementation Procedures

The planning and implementation procedures currently in place for projects shall be applicable to endeavours financed through this funding. The stipulations related to sector-specific allocations do not pertain to projects conceived and executed utilizing this grant.

5. Accounting system

1. The performance incentive grants to Grama Panchayats and Urban Local Bodies will be made available to the separate treasury accounts of the respective institutions. The grant amount will be transferred from the Kerala State Consolidated Fund to the Common State Public Account. From there, funds are made available through the LSGD to the separate treasury accounts for the project (mentioned above) of each Gram Panchayat and Municipality.
2. The amount that is not spent at the end of the year from this account does not lapse. It will be carried over to the next financial year.
3. However, the unspent amount must be surrendered in the last year of the project, 2026-27

6. Utilization of funds.

Procurement required for the projects will be based on the 'Guidelines for the Procurement of Goods and Services in Local Self Governments' (GO (P) 259/2010 LSGD dated 8.11.2010). Public works will be based on the existing public works rules applicable to local bodies.

7. Conditions for receiving the grant.

1. Financial Statement for the previous years should be submitted to the Kerala State Audit Department in time.
2. Audit certificates for the last two available years before 2023-2024 in LSGIs should not be 'disclaimed' or 'adverse' certificates.
3. For the year 2024-25, LSGIs that achieve a threshold score or above, which is determined as part of the respective year's DCAT assessment of the annual plans, are eligible for this grant.
4. The total amount allocated for the current financial year is Rs.50 Cr is to be released for the current financial year based on the following formula as a single instalment.

LSG s/ category (A)	Cutoff score based category (B)	60% of the available fund (₹294,600,000/-) (C)	40% of the available fund (₹196,400,000/-)		Total Amt/LSG (E)	Total amount to be allocated for LSGs under each category (F)
			Percentage increment (D)	Increment in Rupees (D2)		
54	30 < Score <= 70 (31-70)	1,111,698.11	0	0.00	1,111,698.11	60,031,698.11
62	70 < Score <= 75 (71-75)	1,111,698.11	0.18	570,193.55	1,681,891.66	104,277,283.02
65	75 < Score <= 80 (76-80)	1,111,698.11	0.22	664,738.46	1,776,436.57	115,468,377.36
54	80 < Score <= 85 (81-85)	1,111,698.11	0.27	982,000.00	2,093,698.11	113,059,698.11
30	Score > 85	1,111,698.11	0.33	2,160,400.00	3,272,098.11	98,162,943.40
265						491,000,000.00

Total amount to be allocated is 49.1 Cr and the balance amount of 90 Lakhs will be shared among 18 Municipalities in pamba river basin that fetched DCAT scores above the 30 per cent threshold and each of them

will get Rs.5,00,000/-(Five Lakhs) in addition to their eligible incentive grant based on DCAT score .

8. Resolution for project participation.

The LSGI concerned shall pass a resolution stating that it agrees to receive the assistance and that it will comply with the conditions for carrying out the activities required to achieve the above objectives. (sample resolution is given in Appendix-1). The Grama Panchayats shall submit the proposal to the Director (Rural) and Municipalities shall submit the proposal to the Director (Urban) for making it available to the Government.

The LSGI shall take steps to comply with the provisions set out in the resolution to be passed and shall comply with the directions issued in this regard by the Government from time to time.

The approval of eligibility for the performance grant will be declared to the LSGIs on the basis of certifying compliance with the eligibility criteria.

09. Purpose for which performance grant is to be utilised

The performance grant can be utilised by the LSGI concerned for activities that further the climate resilient and disaster management interventions taken up by the LSGI as part of the DLI 4 and 5 exercise

10. Reporting.

LSGIs are required to maintain separate accounts of receipts and expenditure of performance grants (Annexure: 2). It must be presented to the auditor when requested.

The implementing officer is responsible for validating the accuracy of the reported financial results.

The LSGIs are required to submit the financial progress of the Performance Incentive Grant to the District Joint Director as an integral component of the current monthly progress reporting mechanisms

(By order of the Governor)
SARADA MURALEEDHARAN I
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ADDITIONAL CHIEF
SECRETARY

To:

Principal Director, LSGD
Director (Rural),LSGD
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Director General, KILA
Planning and Economic Affairs (RKI) Department
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Dist Planning Officers, Alappuzha,Pathanamthitta,Kottayam,Idukki
Heads of all Local Self Government Institutions in
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Directors)
Finance Department
Principal Accountant General,Kerala,Tvpm
Kerala Information &Public Relation(Web&New Media) Department
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Section Officer

