

Kind attention : Sh. S.S. Garapat  
Adviser, (P&MB), Planning Commission.

24/35/PFII/2012  
Ministry of Finance  
Department of Expenditure  
PFII Division

OFFICE MEMORANDUM

**Subject : Guidelines for formulation, Appraisal and Approval of Government Plan funded Projects/ Schemes related to Ministry of Road Transport and Highways**

This is in continuation of OM No 1(3)/PF.II/2001 dated 15<sup>th</sup> November, 2007 and in partial modification of OM No. F No 1(3)/PF.II/2001 dated 1<sup>st</sup> April, 2010 conveying Guidelines for formulation, Appraisal and Approval of Government Plan funded Projects/ Schemes. In order to address the need for simplification and clarity in the overall procedure, the delegation of powers in respect of Ministry of Road Transport and Highways has been revised as follows.

## 2. FOR ORIGINAL COST ESTIMATES

Appraisal and Approval of Public Funded (Non PPP) Plan schemes/projects as per the revised delegation are as per table shown below:

| Project Appraisal   |  | Project Approval    |                 |
|---------------------|--|---------------------|-----------------|
| Cost<br>(Rs. crore) | Appraisal by   | Cost<br>(Rs. crore) | Approval by     |
| ≤25                 | MoRTH  | ≤25                 | Secretary (RTH) |
| >25<br><500         | SFC/EFC Chaired by<br>Secretary (RTH)<br>(with participation of Planning<br>Commission and Ministry of<br>Finance for projects above<br>Rs. 100 crore) | >25<br><500         | Minister (RTH)  |
| ≥500                | EFC/PIB chaired by<br>Secretary (Expenditure)  | ≥500                | CCEA/CCI        |

## 3. FOR REVISED COST ESTIMATES (RCEs) AND PRE-INVESTMENT ACTIVITY

The existing delegation for RCEs and for sanctioning pre-investment activity issued by OM No. 1(3)/PF.II/2001 dated 1<sup>st</sup> April, 2010 will continue to be applicable.

4. The delegation of financial powers contained in this OM will be exercised only where necessary/requisite funds are available in the Annual Plan and the Five Year Plan outlay as per the Phasing of the Project/Scheme. The powers will continue to be governed by procedural and other instructions issued by Government from time to time, e.g., General Economy Instructions.

5. This OM will come into effect from its date of issue.

6. The OM issues with approval of Finance Minister.

*Yashashri Shukla*  
(Yashashri Shukla)  
Director (PPD)

 Secretary, Ministry of Road Transport and Highways  
Financial Advisor, Ministry of Road Transport and Highways

Copy to:

1. Secretary, Department of Economic Affairs;
2. Advisor (PAMD), Planning Commission;
3. Cabinet Secretariat (Shri. L.C. Goyal, Special Secretary);
4. Prime Minister's Office (Shri. B.V.R. Subramanyam, Joint Secretary).