

No.M-13011/07/2013-RH
Government of India
Ministry of Rural Development
Department of Rural Development

Krishi Bhawan, New Delhi,
Dated : 13th November, 2014.

1. The Secretary/Principal Secretary,
Rural Development Department,
All State Govts/UTs.
2. All DRDAs.

Subject: Amendment of Para 4.12 of IAY Guidelines – regarding.

Sir,

I am directed to say that the requests received from different States regarding flexibility in deciding the number of instalments and quantum of release of IAY assistance have been considered by the Empowered Committee (EC) in its Meeting held on 04.08.2014. It has been decided by the EC that the relevant provisions in the guidelines have to be amended to provide flexibility to the States to decide the quantum and the number of instalments. Accordingly the following amendments have been made in the IAY Guidelines with the approval of the competent authority:

Existing Provision	Revised Provision
<p>4.12 Stages of construction and release of instalments</p> <p>The number of instalments given to beneficiaries should be fixed at three. The release of instalments should be linked to the level of construction reached.</p> <p>(i) The first instalment should be given on the Awaas Divas along with the sanction order. It should not be more than 25% of the unit cost.</p> <p>(ii) The 2nd instalment should be released on reaching the level lintel. It should not be less than 60% of the unit cost.</p> <p>(iii) The 3rd instalment should be given only after the house including the sanitary latrine is constructed and the beneficiary starts living in the house. But floor finish, fixing of shutters to doors and windows, plastering</p>	<p>4.12 Stages of construction and release of instalments</p> <p>(i) The States may decide the number of instalments and quantum (or) proportion of such instalments to be given to IAY beneficiaries, subject to maximum of 4 instalments.</p> <p>(ii) The number of instalments and proportion should be fixed by the States at the beginning of the financial year and is not changeable in the middle of the financial year.</p> <p>(iii) Instalments should be linked to the definitive stages of the progression of construction of house, and lintel level and completion being among the stages. Completion stage should include toilet as well.</p>

