

Framework for Implementation of ROP (FY 2021 -22)

1. MOHFW has been moving towards simplification of NHM budget process but given the complexity, the same was decided to be carried out in phases. While it is desirable to have a simplified budget process, for monitoring the outcome/deliverables it should contain some level of requisite details to facilitate implementation and review of the programmes. It is envisaged that over next few years, the planning process will be simplified and yet comprehensive and responsive to individual state's requirements rather than adopting programmatic approach.
2. States are encouraged to adopt decentralised planning based on local requirement using the 18 budget heads which can result in reduction of superfluous activities and the corresponding budget lines in the state PIPs.
3. Attempt has been made in FY 21-22 to simplify the PIP Budget sheet in order to reduce the budget lines and integrate components under the following Budget Heads - Communityinterventions, Procurement, IEC, Training and Printing. This would enable more flexibility and better monitoring of funds available under a specific budget head.
4. The 18 budget heads have been categorized under Health Systems Building Blocks namely Service Delivery, Financing, Medicines and Equipment, Health workforce, Leadership/ Governance, Health Information Systems and Innovation.
5. Any reallocation to be conducted by state is to be Approved the Executive Committee and the Governing body of the State Health Society subject to the following conditions:
 - 5.1. Maximum budget available for states to reallocate fund is 10% of the total approved budget.
 - 5.2. However, if the State/UT so desires, an Inter pool transfer of funds can be done purely on loan basis.
 - 5.3. The maximum amount that can be reallocated/ taken out from any of the budget heads should not exceed 20% of budget approved under respective budget heads.
 - 5.4. Upon reallocation of fund to any budget head, state may increase the quantity of the approved activities; no changes can be made in the unit cost approved by GoI. For instance, if 4 batches of training have been approved @ unit cost of Rs 50,000 per batch, states may increase the number of batches to be trained based on requirement. However, the training cost per batch should not exceed Rs 50,000.
 - 5.5. The unit costs/ rates approved for procurement etc. are estimations. The actuals would be as per the 'discovered price' arrived at through a transparent and open bidding process as per relevant and extant purchase rules.
 - 5.6. States to intimate FMG, MoHFW regarding reallocation of fund on quarterly basis along with the 'Financial Management Reports' in the following format:

FMR	Budget Head	Total amount approved in FY 2021-22	Fund allocated from Budget Head/ FMR	Fund allocated to Budget Head/ FMR	Quantity & unit cost approved in PIP for undertaking the activity	Number of quantity increased	Remarks