



MPLAD Scheme

Why in News

Recently, funds from **Members of Parliament Local Area Development Scheme (MPLADS)** were disbursed to the village panchayats of Goa.

- Due to Covid-19 pandemic **MPLAD Funds Scheme is currently suspended** and the disbursed funds were allocated earlier.

Key Points

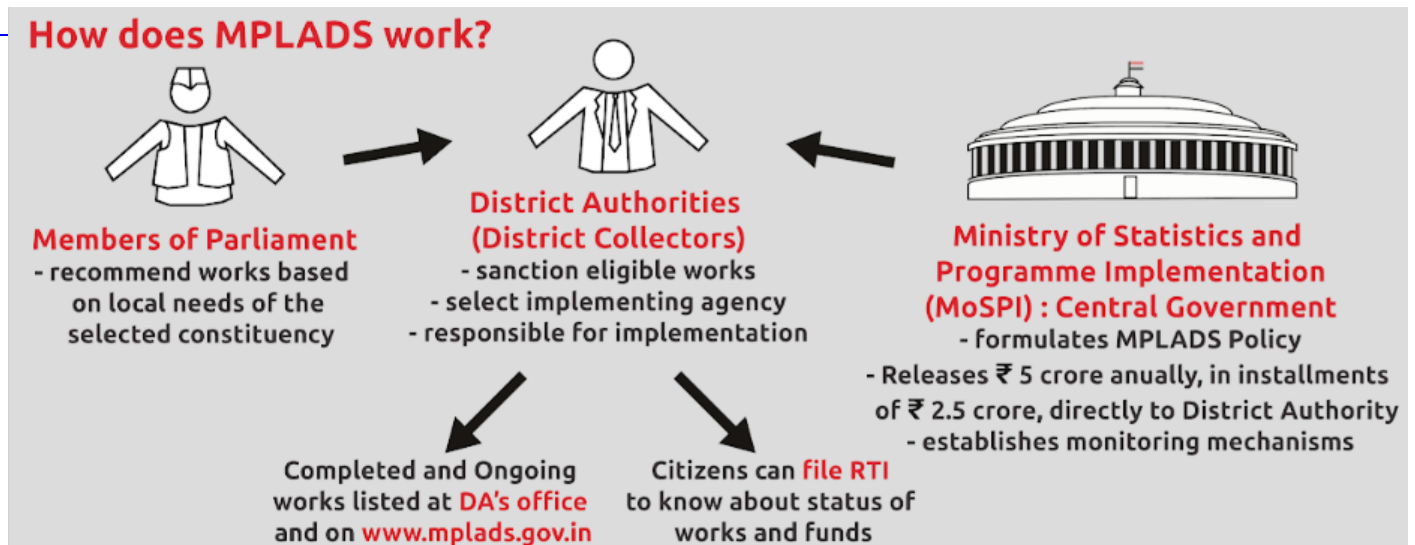
▪ About:

- MPLAD is a **Central Sector Scheme** which was announced in December 1993.
- Initially, it came under the control of the Ministry of Rural Development. Later, in October 1994, it was transferred to the **Ministry of Statistics and Programme Implementation**.

▪ Functioning:

- Each year, MPs receive **Rs. 5 crore in two instalments of Rs. 2.5 crore each**. Funds under MPLADS are **non-lapsable**.
- Lok Sabha MPs have to **recommend the district authorities** projects in their Lok Sabha constituencies, while **Rajya Sabha MPs** have to spend it in the **state that has elected** them to the House.
- Nominated Members of both the Rajya Sabha and Lok Sabha can **recommend works anywhere in the country**.

// How does MPLADS work?



▪ Priority Projects:

- The projects include assets building such as drinking water facilities, primary education, public health sanitation and roads.
- Since June 2016, the MPLAD funds can also be used for implementation of the schemes such as [Swachh Bharat Abhiyan](#), [Accessible India Campaign \(Sugamya Bharat Abhiyan\)](#), conservation of water through rain water harvesting and [Sansad Aadarsh Gram Yojana](#), etc.

▪ **Criticism:**

- **Implementation Lapses:** The [Comptroller and Auditor-General of India \(CAG\)](#) has flagged instances of financial mismanagement and artificial inflation of amounts spent.
- **No Statutory Backing:** The scheme is not governed by any statutory law and is subject to the whims and fancies of the government of the day.
- **Monitoring and Regulation:** The scheme was launched for promoting participatory development but there is no indicator available to measure level of participation.
- **Breach of Federalism:** MPLADS encroaches upon the domain of local self governing institutions and thereby **violates Part IX and IX-A of the Constitution.**
- **Conflict with Doctrine of Separation of Powers:** MPs are getting involved in executive functions.

▪ **Debate over Constitutionality:**

- **National Commission to Review the Working of the Constitution, 2002:** Recommended immediate discontinuation of the MPLAD scheme on the ground that it was inconsistent with the **spirit of federalism and distribution of powers** between the centre and the state.
- **2nd Administrative Reforms Commission's report on "Ethics in Governance", 2005:** Opined that it seriously erodes the notion of separation of powers, as the legislator directly becomes the executive.
- **Supreme Court Judgement, 2010:** A five-judge bench of the Supreme Court ruled that there was **no violation of the concept of separation of powers** because the role of an MP in this case is recommendatory and the **actual work is carried out by the Panchayats and Municipalities** which belong to the executive organ.

[Source: PIB](#)