Polity & Governance · GS - II

“Effective utilisation of public funds is essential for achieving the objectives of urban development schemes.” Discuss in the context of the Atal Mission for Rejuvenation and Urban Transformation (AMRUT).

EXAM YEAR	PAPER	SUBJECT
DAILY PRACTICE 17/10/2026	GS - II	Polity & Governance

MARKS	WORD LIMIT
10	~150 words

Answer Hint

AMRUT, urban infrastructure, public expenditure, Centre–State relations, accountability, fund utilisation, urban governance, cooperative federalism.

Model Answer

Introduction

Urban development schemes play an important role in improving the quality of life in cities. The Atal Mission for Rejuvenation and Urban Transformation (AMRUT) aims to improve basic urban infrastructure and provide essential services to urban residents.

Main Body

Importance of Effective Fund Utilisation

1. Urban infrastructure: Funds support projects related to water supply, sewerage and other essential urban services.

2. Public welfare: Timely implementation improves living standards and public health.
3. Fiscal accountability: Proper utilisation ensures that public money achieves its intended objectives.

Challenges in Implementation

1. Delays in project execution and administrative inefficiency.
2. Weak monitoring and coordination between different levels of government.
3. Shortages of technical capacity and inadequate accountability mechanisms.

Way Forward

Governments should strengthen project monitoring, conduct regular audits, publish expenditure data and establish clear implementation timelines. Better coordination between the Centre, states and urban local bodies is necessary.

Conclusion

Effective fund utilisation is as important as fund allocation. Transparent financial management, administrative efficiency and cooperative federalism can help urban development schemes achieve their intended outcomes.

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