

K-16015/16/2017-AMRUT-II/AMRUT-IB
Government of India
Ministry of Housing & Urban Affairs
AMRUT-I Division

Nirman Bhawan, New Delhi,
the 24 September, 2018.

To,

The Pay & Accounts Officer (Sectt.),
Ministry of Housing & Urban Affairs,
Nirman Bhawan,
New Delhi.

Sub: **Release of part payment of Rs. 205,95,00,000/- to Government of Chhattisgarh against the second instalment of Central Assistance (CA) (40% of the eligible Central Assistance for Chhattisgarh) against SAAPs - I, II & III for the entire Mission period, i.e., 2015-2020 under Atal Mission for Rejuvenation and Urban Transformation (AMRUT) - Reg.**

Sir,

I am directed to convey the sanction of the competent authority for the release of an amount of Rs. 205,95,00,000/- (Rupees Two Hundred Five crore and Ninety-Five lakh only) to Government of Chhattisgarh. This amount is being released as part payment towards the 2nd instalment being 40% of the eligible Central Assistance (CA) for the entire Mission period under Atal Mission for Rejuvenation and Urban Transformation (AMRUT) as project funds for implementation of projects related to Water Supply, Sewerage & Septage Management and Parks/Green spaces approved for the entire Mission in State Annual Action Plan (SAAPs) I, II & III.

2. The approved SAAP size of Chhattisgarh is Rs. 2,192.76 crore and the maximum commitment of Government of India to Chhattisgarh is Rs. 1,009.74 crore for the entire Mission period, i.e., 2015-2020. The 1st instalment of 20% of committed CA against individual SAAPs totalling to Rs. 201.95 crore was released on the basis of estimated project cost.

3. As per Para 9.4 of the Mission guidelines, any excess or shortfall in the 1st instalment of 20% CA released on the basis of estimated cost shall be adjusted while releasing the 2nd instalment of CA which will be based on approved cost. **The approved cost is the appraised cost or tendered cost of the project (whichever is less) and has to be taken into account by the State High Power Steering Committee (SHPSC).**

4. As per the details of cost of projects provided by the State Government vide letter No. SUDA/AMRUT/09/2018/3686 dated 14.8.2018 (copy enclosed), the “**approved cost**” of projects under AMRUT for which tenders have been awarded by the Government of Chhattisgarh amounts to Rs. 1,789.13 crore, their DPR appraised cost being Rs. 2,052.71 crore. Accordingly, the eligible CA against such projects amounts to Rs. 829.32 crore for the entire Mission period considering the approved cost of these projects and the funding pattern for projects given in Para 5.1 of the Mission guidelines.

5. Therefore, based on the revised eligible Central Assistance as described in Para 4 above, the eligible 2nd instalment (40%) amounts to Rs. 331.728 crore. The amount of Rs. 205,95,00,000/- being released currently as part payment against 2nd instalment of CA may therefore be read as under:

All amounts in Rupees

2 nd instalment (40%) of eligible CA as per para 4 & 5 above	Penal amount to be deducted due to delay in transfer of funds	Interest earned/ accrued up to 31.7.2018 on CA released to be deducted	Eligible amount for release as 2 nd instalment of committed CA	Part-payment (75%) of the eligible amount (d)	Excess amount released in 1 st Instalment of all 3 SAAPs, over and above the approved cost, to be adjusted.	Part Payment being released at present against eligible 2 nd instalment
(a)	(b)	(c)	(d) = (a) – (b) – (c)	(e)	(f)	(e) – (f)
331,72,80,000	2,51,48,280	6,49,00,000	322,72,31,720	242,04,23,000	36,09,00,000	205,95,00,000

6. The remaining 25% of the eligible amount of 2nd instalment (40%) will be released to the State Government on receipt of the report of Independent Review and Monitoring Agency (IRMA) which will be selected for Chhattisgarh by this Ministry and compliance of the observations of IRMA by the State Government.

7. Further, at present, funds are being released only against projects for which contracts have been awarded by the State Government (refer para 4 above). For projects against which contracts are yet to be awarded by the State Government, the second instalment of eligible CA will be released as given below:

- (i) All such projects for which contracts are yet to be awarded by the State Government will be grouped together. Second instalment of CA against these projects will be released **only when contracts for all these projects** have been awarded. The excess funds released to the State, if any, against part second instalment already released (by then), will be adjusted while releasing this part of the second instalment of CA against the projects of this group (as calculation of **approved cost** for the entire Mission period as per Mission guidelines will be feasible then).



- (ii) **CA will not be released project-by-project in any case** for this group of projects, but in a single consolidated assemblage and State shall submit their claim against such projects (of this group) in a consolidated manner only. No project-by-project claims will be entertained by the Ministry.
- (iii) The third instalment of CA will be released **only on the basis of approved cost** and for the projects for which contracts have already been awarded by the State by then.

8. Diversion of Central Grants for purposes other than the Mission projects is not allowed and shall entail levy of penal interest on the amount and any other action by the Apex Committee and may include adverse effect on release of grants.

9. As per the provision of the Mission's Guidelines, State Government is required to release the Central Assistance funds along with State share to the nodal account of the State Mission Director within one month of release of Central share by the Ministry otherwise interest at the rate specified by the Ministry of Finance shall be levied on the State for delay and appropriate deductions made from future instalments.

10. This release will be governed in terms of provisions of GFR. The amount of Central Assistance should be kept in separate account and be open to inspection/Audit as per provisions.

11. State Government may take necessary action in respect of observations/ comments made by Apex Committee and recorded in the minutes of 3rd, 10th, 17th and 19th meetings of Apex Committee.

12. As per the provision of the Mission Guidelines, State will become eligible for release of second instalment after utilizing at least 75% of the Central Assistance already released to it along with at least 75% of the matching State plus ULB share. State Government, vide UCs dated 14.8.2018, has submitted that Rs. 196.89 crore, i.e., 97.49% of Rs. 201.95 crore released as 1st instalment of committed CA against all 3 SAAPs has been utilized by it. Further, Rs. 209.096 crore, i.e., 88.38% of the matching State plus ULB share of Rs. 236.592 crore against all 3 SAAPs has also been utilized by the State as per UCs dated 14.8.2018.

13. State Government will be required to submit the certification report by the IRMA that the service level benchmarks, as assured in the roadmap contained in the SAAPs, have been achieved. State Government will also be required to submit the compliance report on the observations of IRMA against individual projects in consolidated manner. The agency selected as IRMA for Chhattisgarh by this Ministry will be informed to the State upon finalization.

14. The sanction has been entered at Sl. No. 07 of the appropriate head of the sanction register maintained in AMRUT-1B section for the Financial Year 2018-19.



15. The expenditure involved is debitable to the Budget Head 3601.06.101.24.01.35 under Grant No. 56 - Ministry of Housing & Urban Affairs for the year 2018-19 (Plan).

16. The amount of Rs. 205,95,00,000/- will be credited to the State Government's account to RBI as per procedure laid down by Ministry of Finance, Department Expenditure vide OM No. F-II (45/76/SC) dated 22.02.1977.

17. This issues with the concurrence of Integrated Finance Division vide Electronic File No. E-3130240 dated 06.9.2018 and approval of competent authority.

Yours faithfully



(Rajesh Kumar)

Under Secretary to the Govt. of India

Tel: 011-23061407

राजेश कुमार/RAJESH KUMAR
अवर सचिव/Under Secretary
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भारत सरकार/Govt. of India
निर्माण भवन, नई दिल्ली-110011
Ministry of Housing and Urban Affairs, New Delhi-110011

Copy to: -

1. Secretary, Urban Development Department, Government of Chhattisgarh, Raipur. The amount released should be utilized for the purpose for which it has been sanctioned and **Utilization Certificate may be furnished within six months.**
2. The Accountant General (A&E), Chhattisgarh, Raipur.
3. Budget and Account Section, Ministry of Housing & Urban Affairs.
4. The Principal Director of Audit, Economic & Service Ministries, AGCR Building, I.P. Estate, New Delhi-110002.
5. Integrated Finance Division, MoHUA.
6. Guard file of the Section.



(Rajesh Kumar)

Under Secretary to the Govt. of India

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अवर सचिव/Under Secretary
आवासन और शहरी कार्य मंत्रालय
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