

K-16015/14/2017-AMRUT-II/AMRUT-IB
Government of India
Ministry of Housing & Urban Affairs
AMRUT-I Division

Nirman Bhawan, New Delhi,
the 18th February, 2019.

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

Sub: Release of part-payment of Rs. 500,00,00,000/- to the Govt. of Maharashtra against the second instalment of Central Assistance (CA) towards SAAPs - I & II for the entire Mission period (2015-20) 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. 500,00,00,000/- (Rupees Five Hundred Crore only) to the Government of Maharashtra, towards the part-payment of 2nd instalment of the Central Assistance (CA), which is 40% of the eligible Central Assistance under SAAP-I and SAAP-II, 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/taken up for the entire Mission in SAAPs-I & II only.

2. The approved SAAP size of Maharashtra is Rs. 7,759.32 crore and the maximum commitment of Government of India to Maharashtra is Rs. 3,534.08 crore for the entire Mission period, i.e., 2015-2020 for all three SAAPs. The 1st instalment of 20% of committed CA against all the three SAAPs totalling Rs. 706.81 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.AMRUT-2018/C.R.11/UD-33 dated 22.01.2019 (copy enclosed), the **“approved cost”** of projects under AMRUT for which tenders have been awarded by the Govt. of Maharashtra, and accordingly the release of Rs. 500.00 crore at present may be read as given below:

(Rupees in crore)

SAAP	Estimated cost of projects as per approved SAAPs for the entire Mission period	Committed CA as per approved SAAPs for the entire Mission period	1 st instalment (20% of CA) already released to State Govt. against (a)	Approved cost of tendered project- as per Mission guide-lines & submission of State Govt.	Revised eligible CA against (c) as per approved cost of tendered projects	Eligible 2 nd Instalment (40%) of CA calculated against (d) for tendered projects only	Part payment currently being released against (e)
		(a)	(b)	(c)	(d)	(e)	
SAAP I	1989.41	914.92	182.98	2030.81	901.47	360.59	500.00
SAAP II	2489.91	1176.00	235.20	2480.91	1162.81	465.12	
Total	4479.32	2090.92	418.18	4511.72	2064.28	825.71	



5. State Govt. has also submitted that no interest has been earned by them on the Central Assistance funds released for AMRUT. Accordingly, no adjustments are being made against it.

6. Further, at present, the instant part-payment of Rs. 500.00 crore against the eligibility of Rs. 825.71 crore is being released only for those projects for SAAPs I & II 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 in SAAP I & SAAP II 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 that 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.

7. 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.

8. 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.

9. 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.

10. State Government may take necessary action in respect of observations/comments made by Apex Committee and recorded in the minutes of 4th, 11th, 17th and 19th meetings of Apex Committee.

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

12. The expenditure involved is debit 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).

13. The amount of Rs. 500,00,00,000/- 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.