

K-16015/3/2017-AMRUT-IB
Government of India
Ministry of Housing & Urban Affairs
AMRUT-I Division

Nirman Bhawan, New Delhi,
the 04 Jan., 2019

To,

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

Sub: Release of part payment of second instalment of Central Assistance (CA) (40% of the eligible Central Assistance) of Rs.42,73,60,721/- to the Govt. of Uttarakhand against SAAPs - I & II 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. 42,73,60,721/- (Rupees Forty Two Crore Seventy Three Lakh Sixty Thousand Seven Hundred Twenty One only) to the Govt. of Uttarakhand. This amount is being released 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.

2. The approved SAAP size of Uttarakhand is Rs.593.02 crore and the maximum commitment of Government of India to Uttarakhand is Rs. 533.72 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.106.75 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 (SHSPSC).**

4. As per the details of cost of projects provided by the State Government vide letter dated 03.12.2018 (copy enclosed), the **“approved cost”** of projects under AMRUT for which tenders have been awarded by the Govt. of Uttarakhand is 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 contract awarded project- as per Mission guideline and submission of State Govt.	Revised eligible CA against (c) as per approved cost of contract awarded projects	Eligible 2 nd instalment (40%) of CA calculated against (d) for contract awarded projects only
		(a)	(b)	(c)	(d)	
SAAP I	148.53	133.68	26.74	108.50	97.65	39.06
SAAP II	197.33	177.60	35.52	129.51	116.56	46.62
Total	345.86	311.28	62.26	238.01	214.21	85.68



5. Therefore, based on the revised eligible Central Assistance as described in Para 4 above, the eligible 2nd instalment (40%) for contract awarded projects under SAAP-I and SAAP-II amounts to Rs. 85.68 crore. The amount of Rs.42,73,60,721/- being released currently as part payment against 2nd instalment of CA may therefore be read as under:

(All amounts in Rupees)

2 nd instalment of CA as per approved cost of projects in SAAP-I & II as per para 4 above	75% of the eligible CA against (a) due to non submission of IRMA reports/ ATR	Interest earned/ accrued up to 31.03.2018 on CA released to be deducted	Penal interest to be levied due to delay in transfer of CA funds to the nodal account of State Mission Dir.	Eligible 2 nd instalment of CA against contract awarded projects of SAAP-I & SAAP-II	Amount to be deducted on account of excess release of 1 st instalment of CA in SAAP-I & II	Eligible 2 nd instalment of CA against contract awarded projects
(a)	(b)	(c)	(d)	(e) = [b-(c+d)]	(f)	(g)
85,68,00,000	64,26,00,000	1,44,00,000	66,39,279	62,15,60,721	19,42,00,000	42,73,60,721

6. The remaining amount of 25% (approx.) of the eligibility of Rs.85,68,00,000/- (refer para 4 & 5 above) will be released to the State Government on receipt of the report of Independent Review and Monitoring Agency (IRMA) which has been selected for Uttarakhand by this Ministry and compliance of the observations of IRMA by the State Government.

7. Further, at present, funds are being released only against such 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.

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.