To,

The Pay & Account Officer (Sectt.)
Ministry of Urban Development
Nirman Bhawan, New Delhi

Subject: Release of Rs.29,92,00,000/- (Rs. Twenty Nine Crore Ninety Two Lakh) as Reform incentive to Govt. of Karnataka under Atal Mission for Rejuvenation and Urban Transformation (AMRUT) for year 2015-16.

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I am directed to convey the sanction of the Competent Authority for the release of an amount of Rs.29,92,00,000/- (Rs. Twenty Nine Crore Ninety Two Lakh only) to the Government of Karnataka. This amount is being released as incentive for achievement of Reforms milestone mandated for financial year 2015-16 as per para 4.3 of the Guidelines of Atal Mission for Rejuvenation and Urban Transformation (AMRUT).

2. The aforesaid release will be governed in terms of the following principles/conditions:

   i. The incentive fund is an additionality and no matching funds will be required to be given by the State/ULB.

   ii. The State High Power Steering Committee (SHPSC) will decide the use of the incentive amount. The incentive award will only be used in Mission cities on admissible components of the AMRUT, including new projects. The SHPSC will inform the MoUD of the use of incentive funds on projects.

   iii. The incentive cannot be used as the State share in project in the AMRUT, but can be used by the ULBs for their project funding.

   iv. Unutilised funds for Reform incentives will be transferred to Project Fund every year.

   v. This release will be governed in terms of provisions of GFR.

3. No Utilization Certificate is pending at this stage in respect of Reforms incentive.

4. The expenditure involved is debitable to the Major Head 3601-Urban Development, 04 – grants for Centrally Sponsored Plan Scheme, 315-Other Urban Development Schemes – Assistance to Local Bodies, Corporations, Urban Development Authorities, Town Improvement Boards etc, 04-Urban Rejuvenation Mission- 500 Habitations, 04.00.31-Grants-in-aid General under grant No. 95 -Ministry of Urban Development of the year 2016-17 (Plan).

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5. The amount of Rs.29,92,00,000/- 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.

6. The sanction has been entered at Sl.No.8 of the sanction register.

7. This issues with the concurrence of Integrated Finance Division vide their Dy. No. 1434/IFD/2016 dated 04.08.2016.

Yours faithfully

(Rajendra Pratap Singh)

Under Secretary to the Government of India

Copy to:-

1. Secretary, Municipal Administration & Urban Development Department, Government of Karnataka.
2. The Accountant General (A&E), Karnataka, Bangalore.
3. PAO, MoUD, Nirman Bhawan, New Delhi.
4. The Principal Director of Audit, Economic & Service Ministries, AGCR Building, I.P. Estate, New Delhi-110002.
6. Finance Division, MoUD, New Delhi.
7. Guard File of the Section.

(Rajendra Pratap Singh)

Under Secretary to the Government of India