To 

The Pay & Accounts Officer, 
Ministry of Tribal Affairs, 
Shastri Bhawan, 
New Delhi-110115.

Subject: Release of funds during 2016-17 to the State Government of Telangana under Article 275(1) of the Constitution as 3rd instalment for Capital Assets.

Sir,

In continuation of sanction letters of even No. dated 27.06.2016 and 26.09.2016, I am directed to convey the sanction of the President of India for release of an amount of **Rs.2,78,58,000/- (Rupees Two Crore Seventy Eight Lakh Fifty Eight Thousand only)** as 3rd instalment of grant for creation of capital assets/non-recurring grant to the Government of [Telangana](https://en.wikipedia.org/wiki/Telangana) under Article 275 (1) of the Constitution of India for the year 2016-17 to carry out the following activities finalized/approved by the Project Appraisal Committee (PAC) in its meeting dated 01.02.2017:

(Rs. in Lakh)

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Activities</th>
<th>Location</th>
<th>Decision / Discussion</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Education:</strong></td>
<td>Recurring expenses for 7 EMRS students</td>
<td>i. Warrangal (2) ii. Mahaboob Nagar (1) iii. Karimagar(2) iv. Nizambad(1) v. Adilabad (1)</td>
<td>An amount of <strong>Rs. 1344.00</strong> lakhs for 3200 students had already been approved in last PAC and this was communicated to the State Government. This is a committed liability. Funding in each EMRS was restricted to 480 students.</td>
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P. K. SAHOO
Under Secretary
Min. of Tribal Affairs
Govt. of India, New Delhi
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</thead>
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<tr>
<td>2.</td>
<td>Additional facilities to TW Educational Institutions</td>
<td></td>
<td>PAC approved Rs. 1003.39 lakhs.</td>
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<td></td>
<td>(construction of compound wall, teaching staff quarters, dormitory blocks,</td>
<td></td>
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<td></td>
<td>toilet blocks, kitchen cum dining hall)</td>
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<td>Most of these are ashram schools, already upgraded, but lack facilities.</td>
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<td></td>
<td><strong>Health:</strong></td>
<td></td>
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<td></td>
<td>Tribal Welfare Girls Ashram Schools/Hostels)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Location- 102</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Beneficiaries - 30768</td>
<td></td>
<td></td>
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<tr>
<td></td>
<td><strong>Skill Development:</strong></td>
<td></td>
<td></td>
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<tr>
<td>1.</td>
<td>Special coaching &amp; Test for ST students on employability skills (for 10,000</td>
<td></td>
<td>These are at Youth Training Centres which are run by professional agencies. Boarding and lodging are provided. 75% placement is guaranteed.</td>
</tr>
<tr>
<td></td>
<td>students @ 12500/- each)</td>
<td></td>
<td>PAC approved Rs. 312.50 lakhs.</td>
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<tr>
<td>2.</td>
<td>Furniture</td>
<td>19 Youth Training Centres in 10 Distts</td>
<td>PAC approved Rs. 285.50 lakhs.</td>
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<tr>
<td></td>
<td>(computers, printers, K-yan, dual desk, bunker beds, teachers table and</td>
<td></td>
<td></td>
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<td></td>
<td>chair, reading tables and kitchen utensils)</td>
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**Strengthening of GCC:**

1. Building of 125 DR depots and Mini Godowns with computerization @ Rs. 16.00 lakh each

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<tr>
<th></th>
<th>-</th>
<th>These cater to remote and forest areas. It is for daily requirement of tribals. PAC approved Rs. 500.00 lakhs.</th>
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**Civil work in Tribal Museums:**

1. Civil work in Tribal Museums (Photo frames, Sculptures, laying of garden etc.)
   - i. Hyderabad
   - ii. Bhadrachalam
   - iii. Mannanur

   PAC approved Rs. 109.00 lakhs.

**Capacity Building:**

1. Marketing Dokra Metalware items (details enclosed)

   PAC approved Rs. 10 lakhs.

2. IT initiatives (eMuseums) (details enclosed)

   PAC approved Rs. 10 lakhs.

**Total Rs. 3608.05 lakhs**

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<thead>
<tr>
<th></th>
<th>Amount allocated for release</th>
<th>3608.05</th>
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<tbody>
<tr>
<td>A</td>
<td>Amount allocated for release</td>
<td>3608.05</td>
</tr>
<tr>
<td>B</td>
<td>Grant for creation of Capital Assets</td>
<td>2886.44</td>
</tr>
<tr>
<td></td>
<td>1st instalment released under the head of Creation of Capital Assets dated 27.06.2016</td>
<td>2200.00</td>
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<tr>
<td></td>
<td>2nd instalment released under the head of Creation of Capital Assets dated 26.09.2016</td>
<td>407.86</td>
</tr>
<tr>
<td>C</td>
<td>Amount already released under the head of Creation of Capital Assets</td>
<td>2607.86</td>
</tr>
<tr>
<td>D</td>
<td>Grants-in-aid General</td>
<td>721.61</td>
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<tr>
<td></td>
<td>1st instalment released under the head of Grants-in-aid General dated 28.06.2016</td>
<td>550.00</td>
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<td></td>
<td>2nd instalment released under the head of Grants-in-aid General dated 26.09.2016</td>
<td>101.96</td>
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<tr>
<td>E</td>
<td>Amount already released under the head of Grants-in-aid General</td>
<td>651.96</td>
</tr>
<tr>
<td>F</td>
<td>Amount to be released as Grants-in-aid General (D-E)</td>
<td>69.65</td>
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<td></td>
<td>Amount to be released under the head of Creation of Capital Assets (B-C)</td>
<td>278.58</td>
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2. No UC is due for rendition.

P. K. SAHOO  
Under Secretary  
Min. of Tribal Affairs  
Govt. of India, New Delhi
3. You are requested to advise RBI, CAS, Nagpur for crediting the above mentioned amount to the account of the Government of Telangana in accordance with procedure laid down in the Ministry of Finance’s OM No.2(45)/ 76-Spl Cell dated 30.8.1976 as modified by OM of even number dated 16.9.1976.

4. The expenditure to the tune of **Rs.2,78,58,000/- (Rupees Two Crore Seventy Eight Lakh Fifty Eight Thousand only)** is debitable to the :

   - **Major Head ‘3601’** - Grants-in-aid to State Governments
   - **Sub-major Head 02** - Grants for State Plan Schemes
   - **Minor Head 796** - Tribal Area Sub-Plan
     - **02** - Welfare of Scheduled Tribes – Grants under Proviso to Article 275 (1) of the Constitution.
     - **02** - Scheme under Proviso to Article 275(1) of the Constitution (Voted)
   - **02.02.35** - Grants for creation of Capital Assets (Voted)
   - **Demand No.** - 89 for 2016-17 of the Ministry of Tribal Affairs

5. The State Government will implement the projects within the amount released by the Ministry during 2016-17 and keeping in view the spirit of the provisions contained under Operational Guidelines for Inter-State allocation of funds and implementation of Programmes / Activities under Proviso to Article 275(1) of Constitution of India, issued by Ministry of Tribal Affairs vide this Ministry’s letter No. 11015/01/2016-SG-I dated 20.6.2016 and other relevant instructions issued from time to time.

6. Article 275(1) Grants is an additive to State Plan funds and efforts for Tribal Development. Funds under Article 275(1) Grants must be utilized for raising socio-economic level of Schedule Tribes commensurate with objectives enshrined in para 2.2 read with para 3.2 of revised guidelines dated 20.06.2016.

7. Article 275(1) Grants shall be utilized primarily for activities of non-recurring nature (including infrastructure and equipment with at least three years life time). Fund for recurring component of such programmes / Schemes shall be borne by State funds / TSP allocation. Priority shall be accorded in accordance with the provision contained in para 6 of revised guidelines dated 20.06.2016. Major infrastructure sector, like road connectivity, electricity, drinking water, major irrigation projects, housing would not be funded under Article 275(1) Grants, as substantive part of State Plan funds go into these programmes.

8. Fund allocation for the programmes of ITDPs / ITDAs / MADA packets / Clusters / Dispersed tribals and Particularly Vulnerable Tribal Groups (PVTGs) shall be done in accordance with provisions contained in para 5 of revised guidelines dated 20.06.2016.

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P. K. SAHOO
Under Secretary
Min. of Tribal Affairs
Govt. of India, New Delhi
9. The State Government shall ensure that concerned Panchayati Raj Institutions (PRIs) should be duly informed about the projects / Programmes relating to Tribal Development to be implemented in the area of jurisdiction.

10. The State Government has to ensure that grant-in-aid is used for the purpose for which it is sanctioned after following due procedure in a transparent manner and after obtaining all necessary clearances as required under the various Central/State Acts, Rules, regulations, etc. In case of construction of infrastructure facilities, norms and Schedule of Rates (SOR) fixed by the State Government should be followed.

11. State Government shall ensure immediate transfer of funds to respective implementing agencies for implementation of activities approved by MoTA PAC. Progress Reports of the grants under Article 275(1) of the Constitution may be furnished in the format prescribed by MoTA. A Certificate of actual utilization of the grants received for the purpose, for which it has been sanctioned, is to be furnished to the Ministry as per provisions of General Financial Rules (GFR), 212(1) of 2005 amended from time to time.

12. This sanction issues in exercise of the delegated powers in consultation with Integrated Finance of the Ministry of Tribal Affairs vide their FTS No.8774/JS&FA/2017 dated 23.02.2017.

13. Certified that this sanction has been noted at S. No. ............ in the register of grants.

Yours faithfully,

(P.K. Sahoo)
Under Secretary to the Govt. of India
Tel: 23073709

Copy forwarded for information and necessary action to:-
1) Director of Audit, Central Revenues, AGCR Building, ITO, New Delhi.
2) Accountant General, Telangana, Hyderabad.
3) Principal Secretary, Social Welfare Department, Government of Telangana, Hyderabad.
4) Principal Secretary, Finance Department, Government of Telangana, Hyderabad.
5) Principal Secretary, Planning Department, Government of Telangana, Hyderabad.
6) Commissioner, Tribal Development Department, Government of Principal Resident Commissioner, Government of Telangana, Telangana Bhawan, New Delhi.
7) NITI Aayog, Plan Coordination Division, Yojana Bhavan, New Delhi.
8) NITI Aayog, BC Division, Yojana Bhavan, New Delhi.
9) NITI Aayog, SP Division, Yojana Bhavan, New Delhi.
10) Director, PF-I Division, Ministry of Finance (Deptt. of Expenditure), North Block, New Delhi.
11) The Secretary, National Commission for STs, Lok Nayak Bhawan, New Delhi.
12) JS(PPP)/ Director (IFD)/ Hindi Section / Sanction Folder/ NIC.

(P.K. Sahoo)
Under Secretary to the Govt. of India
Tel: 23073709

P. K. SAHOO
Under Secretary
Min. of Tribal Affairs
Govt. of India, New Delhi