

3rd Instalment

No. 11015/4(11)/2016-Grant
Government of India
Ministry of Tribal Affairs

Shastri Bhawan, New Delhi-110115

Dated: 09.03.2017

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 Karnataka under Article 275(1) of the Constitution as 3rd instalment for Capital Assets.

Sir,

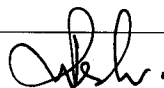
In continuation of sanction letters of even No. dated 27.06.2016 and 26.09.2016, I am directed to convey the sanction of the President of India of an amount of **Rs.6,42,22,000 (Rupees Six Crore Forty Two Lakh Twenty Two Thousand only)** as 3rd instalment of grant for creation of capital assets/non-recurring grant to the Government of Karnataka 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 20.01.2017:

(Rs. in lakh)

Sl. No.	Activities	Location	Discussions/ Decision
1	Education Sector		
	(i) Maintenance, augmentation and modernization of Hostels 22 hostels For increasing strength in hostels.	ITDP and Non-ITDP areas	PAC approved Rs. 1080.00 lakhs for modernization of 22 hostels and increasing their strength (not for repair and maintenance). However, release for 2016-17 is restricted to Rs. 776.12 lakhs . Thus an amount of Rs. 303.88 lakhs is committed for subsequent year.
	(ii) Construction of 2 Girls and 3 Boys Hostels (2 pre-matric and 3 post matric 100 seater hostels)	Sambrani (B) Chitradurga (G) Gadag (B) Belgaum (B) Haveri (G)	PAC approved Rs. 1500.00 lakhs. However, release for 2016-17 is restricted to Rs. 1100.00 lakhs . Thus an amount of Rs. 400.00 lakhs is committed for subsequent year.


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	(iii) EMRS recurring (2380 Students)	9 EMRSs	This is a committed liability. In the earlier PAC meeting, Rs. 999.60 lakhs was approved for 2016-17. This approval had already been communicated to the State Govt.
2	Health		
	(i) Motorbike Ambulances (one bike in each Distt., total 10 bikes)	In 10 district	PAC approved Rs. 10.00 lakhs.
3.	Agriculture and Livelihood		
	(i) Setting up nurseries of fruits, flowers, vegetables, including Polyhouse, greenhouse farming. 120 beneficiaries @ Rs. 10 lakhs per unit. 12 districts and 10 per district. 80 : 20 ratio fund sharing of Centre and State.	Belgavi, Chitradurga, Bellary, Davangere, Chikkabalapur, Mysore, Chamrajnagara, Chikkamangalutu, Raichur, Haveri, Bengaluru Rural, Tumkur	State Horticulture Department cost norms will be followed. PAC approved Rs. 960.00 lakhs.
	(ii) Promotion of poultry 30 beneficiaries @ 10 lakhs per beneficiary. 1200 birds per beneficiary	Raichur, Chitradurga, Bellary, Mysore, Chikkabalapur, Belgavi,	PAC approved Rs. 200.00 lakhs for this.
4.	Income Generation		
	(i) Warehousing & food processing facilities for ensuring increased life of Tribal products Rs 25.00 lakhs per society for 21 Large Multiple Cooperative Society (LAMPS) run by tribals only.	Mysore-2, Chamrajnagara-4, Chikkamangaluru-2, Uttarakannada-2, Kodagu-3, Dakshina Kannada-5, Udupi-2,	PAC approved Rs. 525.00 lakhs.
5.	(i) Strengthening of Local Tribal welfare offices with building infrastructure/ equipment & IT support)	ITDP & Non-ITDP Districts	PAC approved 2% of Article 275(1) grants amount, i.e. Rs. 93.28 lakhs.
			Total Rs. 4664.00 lakhs



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Summary of Grant:			(Rs. in Lakh)
A	Amount allocated for release		4664.00
B	Grant for creation of Capital Assets		3731.20
	1 st instalment released under the head of Creation of Capital Assets dated 27.06.2016	2600.00	
	2 nd instalment released under the head of Creation of Capital Assets dated 26.09.2016	488.98	
C	Amount already released under the head of Creation of Capital Assets		3088.98
D	Grants-in-aid General		932.80
	1 st instalment released under the head of Grants-in-aid General dated 28.06.2016	700.00	
	2 nd instalment released under the head of Grants-in-aid General dated 26.09.2016	122.25	
E	Amount already released under the head of Grants-in-aid General		822.25
F	Amount to be released as Grants-in-aid General (D-E)		110.55
	Amount to be released under the head of Creation of Capital Assets (B-C)		642.22

2. No UC is due for rendition.

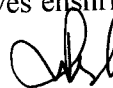
3. You are requested to advise RBI, CAS, Nagpur for crediting the above mentioned amount to the account of the Government of **Karnataka** in accordance with procedure laid down in the Ministry of Finance's OM No. 2(45)/ 76-Spl Cell dated 30.8.1976 as modified by OM of even number dated 16.9.1976.

4. The expenditure to the tune of **Rs.6,42,22,000 (Rupees Six Crore Forty Two Lakh Twenty Two Thousand only)** is debit 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.


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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.
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.8719/JS&FA/2017 dated 07.03.2017.
13. Certified that this sanction has been noted at S. No. ⁶²..... in the register of grants.

Yours faithfully,



(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

F. No. 11015/4(11)/2016-Grant

Dated: 09.03.2017

Copy forwarded for information and necessary action to:-

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



(P.K. Sahoo)

Under Secretary to the Govt. of India

Tel: 23073709

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