

Most Immediate

No.27/10/2013-SPR-Part-III/2808-2828  
Government of India  
Ministry of Water Resources,  
River Development and Ganga Rejuvenation  
State Projects Wing

Kirshi Bhawan, New Delhi  
Dated 3<sup>rd</sup> October, 2016

To,

The Pay & Accounts Officer  
Ministry of Water Resources,  
River Development and Ganga Rejuvenation,  
Shastri Bhawan, New Delhi

Subject: Release of 'On Account' payment of **One time Special Grant** for Renuka Dam Project pending investment clearance as a special case keeping in view the observations of the Hon'ble Supreme court in order dated 14.10.2015 in SLP No19409 on 2015 under **Pradhan Manti Krishi Sinchai Yojana(Har Khet Ko Pani) PMKSY(HKKP), PMKSY(AIBP) and PMKSY(AIBP-TSP).**

Sir,

The Renuka Dam project has been declared as Project of National importance as such the cost (excluding power component) shall be borne by Govt. of India (GoI) and other beneficiary states in the ratio of 90:10.

In the budget speech of 2014-15, Honorable Finance Minister had announced that an amount of ₹ 500 crore will be allocated for addressing the water related issues of NCT, Delhi. Out of this, ₹450 crore was to be given to NCT Delhi as a grant for addressing the water related issues and ₹50 crore was kept for Renukaji Dam as initial payment.

The appraisal of the Renuka Dam is under process. Meanwhile to expedite the implementation of project, HPPCL, the agency executing the project, started land acquisition process. HPPCL has spent an amount of ₹275.27 crore on the project. Further, HPPCL, vide its letter dated 21-7-2016 intimated that ₹446.96 crore are urgently required for payment of awards already announced for land acquisition.

The matter related to delay in payment of completion to the oustees whose land has been acquired for construction of Renuka Dam Project is also under consideration of the Hon'ble Supreme Court in the matter of SLP No-19409 of 2015. A proposal for special grant of ₹450 crore for Renuka Dam project pending investment clearance as a special case was sent to Ministry of Finance in light of the observations of Hon'ble Supreme Court in its order dated 14.10.2015 in the above SLP.

*Kirshi*

Ministry of Finance, Department of Expenditure (PF-II ) Division vide its OM No.10(10)PF/2016 dated 11<sup>th</sup> August,2016 has advised to release ₹450 crore for Renuka Dam pending investment clearance as a special case.

In light of this, sanction of The President of India is hereby conveyed for release of an amount of **₹446.96 crore (Rupees Four Hundred Forty Six crore Ninety Six Lakh only)** to the State Government of Himachal Pradesh as per the following:-

Sl No	State	Project	Scheme	Amount of grant being released ( ₹ lakh)
1.	Himachal Pradesh	Renuka Dam Project	PMKSY(HKKP)	27200.00
2.			PMKSY(AIBP)	14496.00
3.			PMKSY (AIBP-Tribal)	3000.00
			Total	44696.00

2. The amount being released subject to the following conditions:

- a) Necessary sanctions/approvals/compliances including codal formalities required under the statutory or other regulatory regime as applicable would be obtained by the authority(ies) concerned with project(s).
- b) The State Government and the implementing agency shall put in place a monitoring system to ensure that the payment of the land acquisition is completed as mentioned in HPPCL's letter dated 21-7-2016. State Govt/HPPCL would ensure that NO further liability would be created on this account till investment clearance. Central Government shall not be liable for further funding of any further works taken up by HPPCL for this project unless approved by the competent authority of UoI.
- c) Provisions under GFR 2005 as also GOI directions issued from time to time in relation to Grants-in-Aid to states and utilization thereof need to be adhered to in general and those under GFR 215(2) in relation to Centrally Sponsored Scheme in particular.
- d) The release is "on account" basis, and therefore, subject to reconciliation. Any excess arrived at on the basis of audited figures or reconciliation by Ministry of Water Resources can be adjusted in future releases to the state under this project or other project of State.
- e) The State Government shall ensure proper custody of the land acquired for the project.
- f) The Central Grant must be released to the project authorities by the state governments within 15 days of its release by the Government of India, failing which the amount would be recovered from the State Government with interest for the period of default.
- g) A Utilization Certificate for Special Central Grant Assistance released for the project will be submitted by the State in prescribed format in GFR 19-A for FY 2016-17 within one month from the expiry of the current financial year 2016-17 i.e. by 30.04.2017.
- h) The Utilization Certificate must contain physical achievement and date of release of Central share to the implementing agency along with respective order number

and date. The special grant should be exclusively used for the purpose as indicated in the HPPCL's letter dated 27.7.2016 wherein component wise breakup of cost of compensation of ₹ 446.96 crore has been indicated.

- i) The States would be required to submit audited statements of expenditure incurred on the components of the project within 18 months of the completion of the financial year in which the Central Assistance is released.
- j) If the State Government fails to achieve the targeted physical progress, the grant component released will be treated as loan and recovered as per usual terms of recovery of the Central Loan.
- k) No cost overrun will be allowed without the appraisal and approval of competent authority.
- l) The release are subject to any post adjustment arising out of land requirement finalised after appraisal of the project is complete.
- m) HPPCL/Govt of HP shall expedite clearances of the project required for investment clearance of the projects

3. The grant to the State Government of Himachal Pradesh may be released through Central Accounts Section (CAS), Nagpur in accordance with the latest instructions of the Ministry of Finance on this subject.

4. The payment is adjustable in the account of the Central Government in the books under the sub-heads indicated as under:-

SI No.	Grant	Functional Head	Object Head	Amount (in Lakh)
1	096 - Ministry of Water Resources, River Dev. & Ganga Rejuvenation	3601021015200- Pradhan Mantri Krishi Sinchai Yojana	35- Grants for Creation of Capital Assets	27200.00
2		3601021015101- AIBP & National Projects		14496.00
3		3601027962601- AIBP & National Projects		3000.00

5. This issues in consultation with Integrated Finance Division, Ministry of Water Resources vide their Dy.No.20/PMKSY/2016-17 dated 28.9.2016.

Yours faithfully




(Ravi Sinha)  
Director (CADWM)  
Ph-23382481

Copy to :


1. Controller of Accounts, MoWR,RD&GR, Shastri Bhawan, New Delhi. (ink signed copy)
2. Cash Section, MoWR,RD&GR, Shastri Bhawan, New Delhi (2 copies).
3. Finance Secretary/Planning Secretary State Government of Himachal Pradesh, Shimla
4. CMD, HPPCL, Shimla

5. Accountant General (A&E), State Government of Himachal Pradesh, Shimla
6. Dept. of Economic Affairs, Budget Division(States), North Block, New Delhi with the request to recoup amount of ₹ 446.96 crore in the scheme of PMKSY(HKGP), PMKSY(AIBP) & PMKSY(AIBP-TSP) in the second supplementary demand as assured in Ministry of Finance, Department of Expenditure (PF-II) Division OM No.10(10)PF/2016 dated 11<sup>th</sup> August,2016.
7. Principal Director of Audit, Scientific Deptt., AGCR Building,ITO, New Delhi
8. Dept. of Expenditure(Plan Finance-I Division), North Block, New Delhi
9. Dept. of Expenditure(Plan Finance-II Division), North Block, New Delhi
10. Niti Aayog, SP Division/FR Division. New Delhi
11. Secretary, RBI, Central office Mumbai
12. Manager, RBI CAS Nagpur
13. Resident Commissioners, State Government of HP, New Delhi.
14. Hindi Section for Hindi version

  
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Copy also to :

1. Sr. PPS to Secretary (MoWR,RD&GR), MoWR,RD&GR, New Delhi.
2. PS to OSD (MoWR,RD&GR), New Delhi
3. PS to JS&FA, MoWR,RD&GR, New Delhi
4. PS to Commissioner (SP), MoWR,RD&GR, New Delhi
5. Director (Finance), MoWR,RD&GR, New Delhi
6. Under Secretary (Finance I), MoWR,RD&GR, New Delhi

  
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