To

The Pay & Accounts Officer (Sectt.),
Ministry of Agriculture,
Department of Agriculture, Cooperation & Farmers Welfare,
JEEVAN TARA BUILDING,III RD FLOOR,
New Delhi - 110011.


Sir,

I am directed to convey the sanction of the President to the payment of Rs. 90.00 lakh (RUPEES NINETY LAKH ONLY) to the Government of HIMACHAL PRADESH as 1st Installment of Central Assistance for implementation of Component no. 3 & Flexi Funds under Sub Mission on Agricultural Mechanization (SMAM) during 2019-20 for the projects sanctioned by the Executive Committee (EC).

2. The details of allocations and the amounts being released are as under:-

(Rs. ' in Lakh)

<table>
<thead>
<tr>
<th>S. No</th>
<th>Components</th>
<th>Total Project Approved</th>
<th>Concurred by IFD (B)</th>
<th>Central share (C)</th>
<th>State Share (D)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>3 Financial Assistance for Procurement of Agriculture Machinery and Equipment</td>
<td>1132.50</td>
<td>1132.50</td>
<td>1019.25</td>
<td>113.25</td>
</tr>
<tr>
<td>2</td>
<td>Flexi Funds</td>
<td>117.50</td>
<td>117.50</td>
<td>105.75</td>
<td>11.75</td>
</tr>
<tr>
<td></td>
<td><strong>Total</strong></td>
<td><strong>1250.00</strong></td>
<td><strong>1250.00</strong></td>
<td><strong>1125.00</strong></td>
<td><strong>125.00</strong></td>
</tr>
</tbody>
</table>
3. This assistance is in the form for Component No.1,2 is 100% as Central share and for Component no.3,4,5,6,7,8, Administrative Expenses and flexi funds in the form of 90% (Central Share) and 10% (State Share) as per operational guidelines of Sub Mission on Agricultural Mechanization.

4. The release of funds under SMAM is subject to the following conditions:
   a. The State Government of HIMACHAL PRADESH will be required to utilize the funds in the current year for implementation of the projects approved by Executive Committee as per the above mentioned sanction letter and related detailed project documents.
   b. The Department/Nodal Agency shall ensure that Project-wise accounts are maintained by the Implementing Agencies and are subject to the normal process of Statutory Audit. Likewise, an inventory of the assets created under the projects should be carefully preserved and assets that are no longer required should be transferred to the Nodal Department, for its use and redeployment where possible.
   c. The State Government of HIMACHAL PRADESH will have to report on the utilization of funds released and submit the physical and financial performance reports as well as utilization certificates in the prescribed proforma at the end of the financial year 2019-20.
   d. In this regard it is further requested that “The further use of Grants in Aid released by this Sanction Order, is to be done through EAT modules of PFMS. The Utilization Certificate not supported by the EAT module data is likely to be rejected and expenditure is not to be treated as regular. The agency would be forced to refund the amount received as the expenditure not appearing in EAT module data is not to be taken as expenditure incurred in accordance with the terms and condition of this Sanction Order.”
   e. Rule 86 of GFR (2017) "All grantee institutions shall submit UCs on PFMS".

5. This amount is released with reference to the Administrative Approval accorded vide letter No.5-3/2017-M&TI(Admn.) dated 01.05.2019 and should be utilized as per the Guidelines for Sub Mission on Agricultural Mechanization during 2019-20. The financial assistance/ cost norms should be as per the existing centrally sponsored/central sector/state plan schemes. Further, State Government is advised to ensure that there is no duplication or overlapping of activities/areas covered under any existing schemes of Central or State Government. The project profile should inter-alia highlight physical targets/deliverables and outcome thereof.

6. The expenditure is debitable under Demand No. 1 - Department of Agriculture and Cooperation for the year 2019-20 and may be debited to the following head of Account.

<table>
<thead>
<tr>
<th>Major Head - 3601</th>
<th>Grants-in-aid to State Government</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sub Major Head-06</td>
<td>Centrally Sponsored Scheme</td>
</tr>
<tr>
<td>796</td>
<td>Tribal Area Sub - Plan(Minor Head)</td>
</tr>
<tr>
<td>43</td>
<td>Green Revolution - Krishonnati Yojana</td>
</tr>
<tr>
<td>06</td>
<td>Sub Mission on Agricultural Mechanization(CSS)</td>
</tr>
<tr>
<td>430631</td>
<td>Grants-in-aid - General</td>
</tr>
</tbody>
</table>

7. The accounts of the State grantee institution shall be open to inspection by the sanctioning authority and audit, both by the Comptroller and Auditor General of India under the provision of CAG (DPC) Act, 1971, and internal audit by the Principal Accounts Office of the Ministry or Department, whenever the State(s) / institution is called upon to do so. The State does not have any unspent balance as on date under SMAM.

8. This sanction issues in exercise of the delegated powers in consultation with the Finance Division of the Department of Agriculture and Cooperation vide their Dy.No. 441/FTS/AS&FA dated 13.05.2019. This has been noted at Serial no.1 of the Register of Grants of 2019-20 (as per GFR 212(4)(b) and nothing is unspent with the agency.

Yours faithfully,

[Signature]
DEPUTY SECRETARY (H.P.)

Copy forwarded to:
1. The Secretary (Agriculture), Govt. of HP, Shimla.
2. The Director of Agriculture, Government of HP, Shimla.
3. Finance VII Section/B&A Section/Guard File/Budget.