No. 3-1/2015-M&T(I&F)  
Government of India  
Ministry of Agriculture & Farmers Welfare  
Department of Agriculture, Cooperation & Farmers Welfare  

Dated the 29th May, 2019

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. 500,00,000 (Rupees Five Hundred Lakh Only) to the Government of HIMACHAL PRADESH as 1st Installment of Central Assistance for implementation of Component no. 3 & 6 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>Financial Assistance for Procurement of Agriculture Machinery and Equipment</td>
<td>1950.00</td>
<td>1950.00</td>
<td>1755.00</td>
<td>195.00</td>
</tr>
<tr>
<td>2</td>
<td>Promotion of Farm Mechanization in Selected Villages</td>
<td>200.00</td>
<td>200.00</td>
<td>180.00</td>
<td>20.00</td>
</tr>
<tr>
<td></td>
<td><strong>Total</strong></td>
<td><strong>2150.00</strong></td>
<td><strong>2150.00</strong></td>
<td><strong>1935.00</strong></td>
<td><strong>215.00</strong></td>
</tr>
</tbody>
</table>

(V. TALWAR)  
UNDER SECRETARY (M&T)
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. 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. State Government of HIMACHAL PRADESH will have to report on 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&TA(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>Minor Head-789</td>
<td>Special component plan for Scheduled Castes</td>
</tr>
<tr>
<td>39 Green Revolution -Krishonnati Yojana</td>
<td></td>
</tr>
<tr>
<td>06 Sub Mission on Agricultural Mechanization(CSS)</td>
<td></td>
</tr>
<tr>
<td>390631 Grants-in-aid -General</td>
<td></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, Cooperation & Farmers Welfare vide their Dy.No. 588/FTS/AS&FA 
   dated 24.05.2019. This has been noted at Serial no.12 of the Register of Grants of 2019-20 (as per GFR 
   212(4)(b) and nothing is unspent with the agency.

Yours faithfully,

(V. TALWAR)
UNDER SECRETARY (M&T)

Copy forwarded to:
1. The Additional Chief Secretary (Horticulture), Govt. of HP, Shimla.
3. Finance VII Section/B&A Section/Guard File/Budget.