To
The Pay & Accounts Officer,
Government of India,
Ministry of Rural Development,
Krishi Bhawan, New Delhi.

Subject- Mahatma Gandhi National Rural Employment Guarantee Act (MGNREGA) –
on account payment of 2nd instalment of 2nd tranche of Central Assistance
for financial year 2018-19 to the State Government of Himachal Pradesh.

Sirs/Madams,

I am directed to convey the sanction of the President of India to the payment
of Grants-in-aid amounting to Rs. 10,26,00,000/- (Rupees Ten Crore Twenty Six Lakh
only) towards material and admin component to the State Government of Himachal
Pradesh as Central assistance towards material and admin. cost only for implementation
of the MGNREGA for the financial year 2018-19.

2. The State Government must transfer these funds along with the State share to the
State Employment Guarantee Fund for programme implementation within 3 days positively
from the date of receipt of these funds. In case of non transfer beyond this period, Central
Government may be constrained to stop further releases. Besides, the State Government
would be liable to pay interest @ 12% for the period of delay beyond the specified period.
The State Government is requested to endorse the copy of the release order to the Central
Government addressed as under:

Shri Raghvendra Pratap Singh, Director (MGNREGA)
Ministry of Rural Development, Krishi Bhawan,
New Delhi, 110001. Tel. No. 011-23384399

4. Further the following conditions shall be fulfilled in utilisation of these funds:

(a) Adherence to the time line indicated in the LB minutes of FY 2018-19 against various
key activities.

(b) In all Electronic Fund Management system (eFMS) ‘implemented’ areas, the funds
shall be maintained at the State level; and there shall be no intermediary accounts.
All payments in these areas shall move directly from the State fund to the destination
accounts based on the pay order generated at the Block/Gram Panchayat level.

(c) Where eFMS is not yet implemented, steps shall be taken to implement the same at
the earliest.

(d) The detailed voucher-based data shall be available in the NREGASoft for all the
expenditure done.

(e) The material component including wages of skilled and semi-skilled labour shall not
exceed 40% at district level.

(f) The Expenditure of material component including wages of skilled and semi-skilled
labour will be shared between Centre and State Government in the ratio of 75:25.

(g) This grant is towards plan expenditure and shall be utilized for approved items of
works subject to the conditions laid down in the MGNREGA Guidelines. No deviation
from the provisions of the Guidelines is permissible.

(h) The Utilization Certificate should be submitted within 12 (Twelve) months of the
closure of financial year which shall include interest accrued. Interest accrued should
be computed based on the details of ledger account maintained for the purpose.

4. No Utilization Certificate is pending against the Recipient Organization under the
Scheme.
5. Funds being sanctioned for Administrative contingency will not be utilized for Material component.

6. The accounts of the grantee institutions will be audited by the Comptroller and Auditor General of India and the Internal Audit of the Principal Accounts Office of the Ministry in terms of Rule 211 (1) of the General Financial Rules.

7. The expenditure is debit to the following Head of Accounts under Demand No. 82 Department of Rural Development (2018-19).

<table>
<thead>
<tr>
<th>Code</th>
<th>Description</th>
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<tbody>
<tr>
<td>3601</td>
<td>Grants-in-aid to State Governments (Major Head)</td>
</tr>
<tr>
<td>06</td>
<td>Centrally Sponsored Schemes</td>
</tr>
<tr>
<td>101</td>
<td>Central Assistance/Share</td>
</tr>
<tr>
<td>28</td>
<td>Mahatma Gandhi National Rural Employment</td>
</tr>
<tr>
<td>28.01</td>
<td>Programme Component-MGNREGA</td>
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<tr>
<td>28.01.35</td>
<td>Grants for creation of Capital Assets.</td>
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</tbody>
</table>

8. Director, MGNREGA(207172), M/o Rural Development, New Delhi will be the Drawing & Disbursing Officer for the purpose. The amount mentioned in Para -1 above will be transferred to the State Government of Himachal Pradesh.

9. Performance of the State on the following parameters may also be kept in view by this Ministry while making further releases:

a) Timely payment of wage to workers.

b) Staffing of Social Audit Directorate in pursuance of Ministry's Letter No M-13015/2/2012-MGNREGA-VII (Pt) dated 11th August 2014 and subsequent instructions and the appointment of Ombudsmen in various districts.

c) Status of implementation of Mission Water Conservation in the State.

d) Settling of claims for compensation for delay in the payment of wages.

e) Operation of the provision of unemployment allowance as per Section 7 of MGNREGA.

10. Conditions mentioned in the minutes of the LB meeting 2018-19 must be complied with before release of next instalment. The clarifications/replies sought from the State from time to time must be furnished without fail.

11. This issues under the powers delegated to this Ministry and in consultation with the Integrated Finance Division vide their U.O. No.894 /Finance/2018-19 dated 24.12.2018.

Yours faithfully,

(Raghvendra Pratap Singh)
Director (MGNREGA)

Copy to:
1. Principal Account Officer, (P&AO), M/o Rural Development, Krishi Bhawan, New Delhi
2. The Principal Secretary, Finance Department, Govt. of Himachal Pradesh
3. The Principal Secretary, Rural Development Department, Govt. of Himachal Pradesh
4. The Accountant General, Govt. of Himachal Pradesh
5. The Director of Audit, E & S Ministries, IP Estate, AGCR Building, New Delhi -110001.
6. The Resident Commissioner, Govt. of Himachal Pradesh, Delhi for taking necessary action under intimation to this Ministry.
7. E.O. RE -V Section, MGNREGA.
8. Economic Officer (Fin-I)
PROPOSAL NO. :3463

PROPOSAL : Release of funds under Scheme NREGA From Head : 360106101280135-Grants to States-Creation of Capital Assets (State Plan) to 1 (No.) state of HIMACHAL PRADESH (State) during the year 2018-2019

As per statement following state of HIMACHAL PRADESH (State) have become eligible for release of funds under NREGA during 2018-2019

(Rs.in Lakhs)

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<tbody>
<tr>
<td>1</td>
<td>DIRECT TO STATE State Fund</td>
<td>INST2 RESTO 2</td>
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<td>0.00000 1,026.00000</td>
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TFD is requested to kindly concur in the release of