

F.No.DNER/NLP/AP/S05/2007
Government of India
Ministry of Development of North Eastern Region
Vigyan Bhawan Annexe, Maulana Azad Road, New Delhi - 110 011

Dated: 26.03.2008

To

Shri Prashant Lokhande,
 Secretary (Planning),
 Government of Arunachal Pradesh,
 Itanagar - 791111,
 Fax: 0360-2215719, 2 212161

Subject: Administrative and financial approval for Central financial assistance under Non-lapsable Central Pool of Resources (NLCPR) towards the project, namely, "Satnaguri to Longding road via Kanubari, Banfera, Wanu and Zedua (Phase-I) - (15.50 Km)" in Arunachal Pradesh.

Sir,

I am directed to convey the administrative and financial approval of Government of India to the amount of Rs.509.17 lac (90%) for the above project estimated at a cost of Rs.565.75 lac as per detailed break up given below.

(Rs. in lakh)

Sl. No.	Components of Work	Approved Cost	90% Grant of Approved Cost
1	Earth Work		
	a) Jungle clearance (16.975 Km)	7.37	6.64
	b) Formation cutting (16.490 Km)	380.42	342.38
	c) Embankment (0.440 Km)	36.35	32.72
2.	RCC slab culvert and Carpeting & Seal Coat	76.99	69.29
	a) 2.00 mtr span (9 nos.)		
	b) 6.00 mtr span (1 nos.)		
	c) Premix Carpeting and Seal Coat 2.250 Km)		
3.	Pavement		
	a) WBM (Grd – I) (2.259 Km)	25.07	22.56
	b) WBM (Grd – II) (2.250 Km)	16.46	14.81
4.	Unline surface drain (21803 mtr)	11.99	10.79
	Subtotal	554.66	499.19
5.	2% for contingencies	11.09	9.98
	Total	565.75	509.17

2. The approval of Ministry of Development of North Eastern Region (M/o DoNER) is subject to the following conditions:

- a. The 2% contingency charges amounting to Rs.11.09 lac may be reimbursed against the actual contingent expenditure on production of documentary evidence but: shall not include expenditure on Work Charge Establishment.
- b. As suggested by DoRTH, the State Government should recast the detailed estimate for execution within the approved amount for WBM by considering pipe culverts in some of the locations.
- c. **Since there is multiplicity of funding the road construction programme, the State Government should ensure that there is no overlapping of funds from one scheme to the other, while implementing the instant project.**
- d. **The PWD, Government of Arunachal Pradesh should follow all codal formalities while executing the project.**
- e. **Codal formalities include tenders being called on competitive basis by giving wide publicity in Paper, Trade Journal and website.**
- f. M/o DoNER will release only 90% of the project cost as Grant in installments to the State Government for implementation/ execution of the project. Balance 10% being loan component, would be authorized by the Ministry of Finance (Plan Finance Division I) to be raised by the State in consultation with Reserve Bank of India. In the case of the State being fiscally weak and not able to raise loan component from the market, Ministry of Finance would make appropriate arrangement to raise the same and lend to the State.
- g. **The time frame for completion of the project is 24 months.** The date of this sanction letter would be reckoned as the date of start of the project. Target date of completion of the project would be March 2010. Time frame is to be followed strictly.
- h. **Immediately on receipt of this sanction letter, the State Government, keeping in view the target date, would firm up the quarterly physical and financial targets and convey them within one month to this Ministry. Thereafter, quarterly report on the physical and financial progress of the project shall be furnished to the M/o DoNER within two weeks of close of the quarter.**
- i. **The project shall be implemented strictly in time and with the help of PERT and CPM.**
- j. The funds shall be utilized within specified time and strictly For the purpose for which they are being sanctioned. No diversion of fund is allowed.
- k. Any escalation towards cost of the project has to be borne by the State Government from their own resources.
- l. If the project is unduly delayed without sufficient valid reasons, it would remain open to M/o DoNER to adjust the entire amount so released against some other sanctioned project under NLCPR and close this project under NLCPR scheme.
- m. The State Finance Department/Planning Department shall ensure transmission of the released amount to the Department / Implementing Agency concerned within 30 days from the date of release by the Government of India and submit certificate in this behalf within the prescribed time limit to Ministry of Development of North Eastern Region.

- n. The State Government shall properly utilize funds and submit utilization certificate on prescribed proforma to Joint Secretary, Ministry of Development of North Eastern Region, Vigyan Bhawan Annexe, Maulana Azad Road, New Delhi-110011 within a period of nine months from the date of release. In case the funds are not utilized within the stipulated time, the Planning Department of the State Government should approach the Ministry of Development of North Eastern Region with sound reasoning for revalidation.
- o. The State Government shall nominate a nodal officer for the project who would be responsible for timely implementation of the sanctioned works, within the approved costs. The name and designation of the Nodal Officer with full address along with his contact telephone number would be communicated to this Ministry.
- p. **The State Government shall get the projects inspected on ground at least once in a quarter and submit physical progress report in prescribed proforma within two weeks after the close of the quarter of the year to Joint Secretary, Ministry of Development of North Eastern Region, Vigyan Bhawan Annexe, Maulana Azad Road, New Delhi-110011.**
3. **It is requested that the State Government may send us the requirement of funds along with work plan during the financial year 2007-2008 to enable this Ministry to consider release of first installment for the project. The release of next and subsequent installments for the project would be governed by the specific clause mentioned in the NLCPR Guidelines dated 07.07.2004.**
4. This sanction issues with the concurrence of the Integrated Finance Division vide their D.No. 272/3D(KG) dated 25.03.2008.

Yours faithfully,


(P.R. Meshram)
Director
Phone: 011-23015184
Fax: 011-23015360, 23022024

Copy to:

1. Chief Secretary, Government of Arunachal Pradesh, Itanagar.
2. Finance Secretary. Government of Arunachal Pradesh, Itanagar.
3. Secretary, PWD, Government of Arunachal Pradesh, Itanagar.
4. Integrated Finance Division, Ministry of DoNER.


(P.R. Meshram)
Director