

GOVERNMENT OF ARUNACHAL PRADESH
PLANNING DEPARTMENT
ITANAGAR

No. PD(P)-9/2006(Pt)

Dated Itanagar, the 19th July, 2007

To

All Commissioners/Secretaries
All Heads of Departments
Government of Arunachal Pradesh
Itanagar/Naharlagun/Nirjuli

Subject: Forwarding of proposals under Central/Centrally Sponsored Schemes – directive thereon.

Sir,

I am to state that time and again the issue of accumulation of huge carried over liabilities and outstanding State's matching share towards Centrally Sponsored Schemes and Central sector schemes of NEC, Non-lapsable Central Pool of Resource and projects under 10% lump sum provision for the benefit of the North Eastern States including Sikkim of certain departments has been discussed in various forum. The Central/Centrally Sponsored Schemes generally require the State Government to provide a contribution varying from 10% to 50% of the project cost. It is observed that much needed poverty alleviation programmes, NEC, NLCPR and projects under 10% provision for the benefit of the North Eastern States including Sikkim of Urban Development etc. remain under-implemented and concerned departments are reeling under burden of carried over liabilities and matching share leading to uncertainty of further resources for completion of on-going projects. This has necessitated streamlining of the process of submission of plan proposals to the concerned nodal Ministries for availing Central Share of various Centrally Sponsored Schemes and Central sector schemes of NEC, Non-lapsable Central Pool of Resources and projects under 10% lump sum provision for the benefit of the North Eastern States including Sikkim.

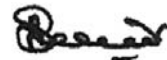
2. The Special Category State like Arunachal Pradesh is dependent on the central transfers for finances. In such a situation, it is more or less impossible to provide matching contributions. The other contributory factors responsible for tardy implementation and accumulation of outstanding committed liabilities of Central/Centrally Sponsored Schemes are (a) submission of a large number of projects/schemes to the nodal Ministries without ascertaining the availability of corresponding State's contribution from the Planning department, (b) high dose of Central share provided unilaterally to the State by the nodal Ministries towards various schemes under Central/Centrally Sponsored Schemes without assessing the absorbing capacity of the departments, and (c) availing of high quantum of Central share by the departments concern without any correlation to the amount of the State share they can afford.

3. The issue was apprised to the Hon'ble Chief Minister during a review meeting taken by him on 12th June 2007 in his office chamber with the Parliamentary Secretary (Planning) and the Secretary (Planning). In course of discussions, the Hon'ble Chief Minister expressed his deep concern and unhappiness about huge carried over committed liabilities and unabated accumulation of States share of Central/Centrally

Sponsored Schemes and directed following course of actions to be strictly adhered to by the all departments henceforth for successful implementation of Central/Centrally Sponsored Schemes and directed following course of actions to be strictly adhered to by the all departments henceforth for successful implementation of Central/Centrally Sponsored Schemes as well as to lessen the burden of the committed liabilities in future:

- (a) The departments, which are reeling under burden of carried over liability and matching share for CSSs and Central Sector schemes such as NEC, NLCPR and Projects under 10% lump sum provision for the benefit of the North Eastern States including Sikkim shall adopt a pragmatic approach in selection of schemes/projects.
- (b) To minimize the committed liabilities unviable and un-economical projects should be eliminated and reprioritization of projects is utmost necessary in consonance with the availability of the resources for realization of envisaged physical and financial targets.
- (c) The concerned departments will avail the Central/Central share of CSSs as per their absorbing capacity and it should be based on realistic assessment of resources.
- (d) Wherever State share is involved, it will be mandatory on the part of departments concern to ascertain availability of corresponding State matching share from Planning Department. The projects shall be forwarded to the concerned nodal Ministries with the concurrence of the Planning department invariably so that the State share is assured, or at least taken care of.
- (e) The Centrally Sponsored Schemes, which require high dose of State matching share, should be discouraged. Further, equitable distribution of Central/CSSs should be ensured for balanced economic development of the State.

Yours faithfully,



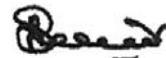
(Prasant S. Lokhande)
Secretary (Planning)

Dated Itanagar, the 19th July, 2007

Memo No. PD(P)-9/2006 (Pt)

Copy to:

1. The PPS to the Hon'ble Chief Minister, Government of Arunachal Pradesh, Itanagar.
2. The PS to the Parliamentary Secretary (Planning), Government of Arunachal Pradesh, Itanagar.
3. The PS to the Chief Secretary, Government of Arunachal Pradesh, Itanagar.



(Prasant S. Lokhande)
Secretary (Planning)