

No.31/3/2008-PR/PPA/SPR-I  
Government of India  
Ministry of Water Resources, RD & GR  
(State Projects Wing)

Krishi Bhawan, New Delhi  
Dated 09<sup>th</sup> July, 2015

To

The Principal Pay and Account Officer,  
Ministry of Water Resources, RD & GR  
Shastri Bhawan, New Delhi

Subject: Sanction for release of Rs 100.00 crore for the Polavaram Project Authority as Grants-in-aid for the FY 2015-16

I am directed to refer Polavaram Project Authority letter No. 3/2/PPA/2015/115 dated 27.04.2015 on the above subject and to convey the approval of competent Authority for release of Rs. 100.00 (One hundred) crore as Grants-in-aid to the Polavaram Project Authority for execution of the project.

2. The expenditure is debatable as Grants-in-aid for Polavaram Project Authority Project under Head 2700.80.190.02.00.35 of Demand No. 107 of the Ministry of Water Resources, River Development and Ganga Rejuvenation for the financial year 2015-16.


3. The approval of the Competent Authority is subject to following terms and conditions:

- (a) The project authority has to submit the details of annual plan.
- (b) The Approval of the Competent Authority / Governing Body for the proposed mechanism for operation of account would be obtained by PPA along with prescribed ceiling for drawl of funds jointly or otherwise.
- (c) Approval is subject to conformity to provisions of GFR 2005 and GOI directions issued from time to time.
- (d) The requirement of funds as projected by the Member Secretary, PPA vide their letter no 3/2/PPA/2015/115 dated 27<sup>th</sup> April 2015 shall be ratified by the Governing Body of PPA in their forthcoming meeting.
- (e) Utilisation Certificate signed by Member Secretary, PPA and Financial officer, PPA and countersigned by Chief Executive Officer, PPA shall be submitted as per extent instruction.
- (f) PPA duly identifying the eligible components will make a proposal to Governing Body for release of eligible amount based on its assessment. This may factor in the following apart from appropriate checks that PPA may consider necessary
  - (i) Release made to State Government by PPA would be 'on account' payment (i.e. subject to reconciliation subsequently and adjustable against other/subsequent release to state.

- (ii) Before making release PPA would obtain a certificate from the authority not below the level as authorised to sign UC under AIBP scheme, towards expenditure being claimed for reimbursement as having been incurred on admissible components of project under AIBP.
- (iii) PPA would ensure that prescribed documents under AIBP guidelines are provided by State, in particular, audited statements of expenditure incurred on the AIBP components of the project, and concurrent evaluation report of the project.
- (iv) PPA would ensure that the reimbursement is confined only to admissible components in terms of Cabinet Approval for PPA and AIBP guidelines and releases are commensurate to the physical targets for FY 2015-16 under AIBP for the project.
4. The accounts of Polavaram Project Authority 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, whenever the Polavaram Project Authority is called upon to do so.
5. The accounts of Polavaram Project Authority shall be audited by the Comptroller and Auditor General of India under Section 14 of the Comptroller and Auditor General of India (Duties, Powers and Conditions of Service) Act, 1971.
6. Controller of Accounts is requested to transfer the fund through NEFT in the Account of "Polavaram Project Authority" as per the following details:

Name of the Bank where the Account is held	Complete Address of the Bank	Type of Account	Bank Account Number	Name of the Authorized person
State Bank of Hyderabad	Secretariat Branch, A.P.Secretariat Campus, Hyderabad	Current	62403027139	Jointly by Member Secretary, PPA and Director(A&C), PPA

7. The Polavaram Project Authority will submit a quarterly financial progress reports made by them. The progress report should reach this Ministry not later than one month from the date of ending of each quarter.
8. This issues with the concurrence of IFD(WR,RD & GR) dated 03.06.2015 and further the sanction being vetted by them vide their Dy. No. 51/IFD/2015 dated 07/07/15.

  
(Moti Lal)  
Director (CAD)  
Ph-011-23382481

## Copy to:

1. The Member Secretary, Polavaram Project Authority, Hyderabad
2. The Controller of Accounts, Ministry of Water Resources, RD & GR, Shastri Bhawan, New Delhi.
3. Section Officer (Cash), Ministry of Water Resources (2 copies) with a request to transfer the fund to the Polavaram Project Authority by e-transfer under intimation to BM Section.
4. The Principal Director of Audit, Scientific Department, AGCR Building, ITO, New Delhi.
5. Director General of Audit (Central Receipt) New Delhi, Branch – Gwalior, Audit Bhawan, Jhansi Road, Gwalior – 474002 (MP) with reference to their letter no. CEA-I/AMG- II/D-102 dated 23.5.2013.
6. Finance Desk, Ministry of Water Resources.
7. Budget Section, Ministry of Water Resources
- ✓ 8. Director nic for uploading on the Ministry's website.
9. Hindi Section for Hindi version



(Moti Lal)  
Director (CAD)  
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