To

The Pay & Accounts Officer,
Ministry of Tribal Affairs,
Shastri Bhawan,
New Delhi-110115.

Subject: Grants under Proviso to Article 275(1) of Constitution during 2017-18 to the State of Andhra Pradesh as 3rd installment (Capital-Non-Recurring).

Sir,

In continuation of this Ministry’s sanction letter dated 30.05.2017, I am directed to convey the sanction of the President of India for release of an amount of Rs. 8,00,00,000/- (Rupees Eight Crore Only), as 3rd installment to the Government of Andhra Pradesh towards Creation of Capital Assets for Grants under Article 275(1) of the Constitution for the year 2017-18 to carry out the following activities approved/finalized by PAC in its meeting dated 22.05.2017 is as under:

<table>
<thead>
<tr>
<th>S. No.</th>
<th>Activities/Projects</th>
<th>Amount approved for 2017-18</th>
<th>Already released 2017-18</th>
<th>Amount to be released for 2017-18</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Solar Grid to newly converted residential Schools 80 newly connected residential schools 30 Ashram Schools in Scheduled Areas</td>
<td>800.00</td>
<td>--</td>
<td>800.00</td>
</tr>
<tr>
<td></td>
<td>Total amount to be released under the head of Creation of Capital Assets</td>
<td>800.00</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

2. You may please transfer the amount immediately to the Government of Andhra Pradesh and advise RBI, CAS, Nagpur for crediting the above mentioned amount to the accounts of the State Government of Andhra Pradesh in accordance with the procedure laid down in the Ministry of Finance’s OM No. 2(45)/76-Spl. dated 30.8.1976 as modified by OM of even number dated 16.9.1976 under intimation to Programme Division of the Ministry.

3. No UC is due for rendition.
4. The expenditure to the tune of **Rs. 8,00,00,000/- (Rupees Eight Crore Only)**, is debitable to the:

<table>
<thead>
<tr>
<th>Major Head ‘3601’</th>
<th>Grants-in-aid to State Governments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sub-major Head 08</td>
<td>Other Transfer/Grants to States</td>
</tr>
<tr>
<td>Minor Head 796</td>
<td>Tribal Area Sub-Plan</td>
</tr>
<tr>
<td>05</td>
<td>Welfare of Scheduled Tribes – Grants under Proviso to Article 275 (1) of the Constitution.</td>
</tr>
<tr>
<td>01</td>
<td>Grants under Proviso to Article 275(1) of the Constitution (Charged)</td>
</tr>
<tr>
<td>05.01.35</td>
<td>Grants for creation of capital assets (Charged)</td>
</tr>
<tr>
<td>Demand No.</td>
<td>96 for 2017-18 of the Ministry of Tribal Affairs</td>
</tr>
</tbody>
</table>

5. The State Government will implement the projects within the amount released by the Ministry during 2017-18 and keeping in view the spirit of the provisions contained under Operational Guidelines for Inter-State allocation of funds and implementation of Programmes / Activities under Proviso to Article 275(1) of Constitution of India, issued by Ministry of Tribal Affairs vide this Ministry’s letter NO. 11015/01/2016-SG-I dated 20.6.2016 and other relevant instructions issued from time to time.

6. Article 275(1) Grants is an additive to State Plan funds and efforts for Tribal Development. Funds under Article 275(1) Grants must be utilized for raising socio-economic level of Schedule Tribes commensurate with objectives enshrined in para 2.2 read with para 3.2 of revised guidelines dated 20.06.2016.

7. Article 275(1) Grants shall be utilized primarily for activities of non-recurring nature (including infrastructure and equipment with at least three years life time). Fund for recurring component of such programmes / Schemes shall be borne by State funds / TSP allocation. Priority shall be accorded in accordance with the provision contained in para 6 of revised guidelines dated 20.06.2016. Major infrastructure sector, like road connectivity, electricity, drinking water, major irrigation projects, housing would not be funded under Article 275(1) Grants, as substantive part of State Plan funds go into these programmes.

8. Fund allocation for the programmes of ITDPs / ITDAs / MADA packets / Clusters / Dispersed tribals and Particularly Vulnerable Tribal Groups (PVTGs) shall be done in accordance with provisions contained in para 5 of revised guidelines dated 20.06.2016.

9. The State Government shall ensure that concerned Panchayati Raj Institutions (PRIs) should be duly informed about the projects / Programmes relating to Tribal Development to be implemented in the area of jurisdiction.

10. The State Government has to ensure that grant-in-aid is used for the purpose for which it is sanctioned after following due procedure in a transparent manner and after obtaining all
10. The State Government has to ensure that grant-in-aid is used for the purpose for which it is sanctioned after following due procedure in a transparent manner and after obtaining all necessary clearances as required under the various Central/State Acts, Rules, regulations, etc. In case of construction of infrastructure facilities, norms and Schedule of Rates (SOR) fixed by the State Government should be followed.

11. The progress reports of every quarter should be furnished indicating the physical and financial progress as per prescribed format already circulated and revised from time to time. A Certificate of actual utilization of the grants received for the purpose for which it was received, may be furnished to the Ministry within 12 months of the closure of the financial year by the State Government.

12. This sanction issues in exercise of the delegated powers in consultation with Integrated Finance of the Ministry of Tribal Affairs vide their FTS No. 9216/JS&FA/2017 dated 08.06.2017.

13. Certified that this sanction has been noted at S. No. 07 in the register of grants.

Yours faithfully,

(P.K. Sahoo)
Under Secretary to the Govt. of India
Tel: 23073709
No. 11015/05(01)/2017-Grant dated: 08.06.2017

Copy forwarded for information and necessary action to:-

1. Director of Audit, Central Revenues, AGCR Building, ITO, New Delhi.
2. Accountant General, Andhra Pradesh, Hyderabad.
3. The Principal Secretary, Tribal & Social Welfare Department, Government of Andhra Pradesh, Hyderabad.
4. The Principal Secretary, Finance Department, Government of Andhra Pradesh, Hyderabad.
5. The Principal Secretary, Planning Department, Government of Andhra Pradesh, Hyderabad.
6. The Principal Resident Commissioner, Government of Andhra Pradesh, Andhra Pradesh Bhawan, New Delhi.
7. Niti Aayog, Plan Coordination, Niti Bhawan, New Delhi.
8. Niti Aayog, BC Division, Niti Bhawan, New Delhi.
9. Niti Aayog, SP Division, Niti Bhawan, New Delhi.
10. Director, PF-I Section, Ministry of Finance (Deptt. of Expenditure), North Block, New Delhi.
11. The Secretary, National Commission for STs, Lok Nayak Bhawan, New Delhi.
12. JS(A)/ Dir (IFD)/ Hindi Section / Sanction Folder/ NIC.

(P.K. Sahoo)
Under Secretary to the Govt. of India
Tel: 23073709