

**F. No.DNER/NLP/AP/100/2007**

**Government of India**

**Ministry of Development of North Eastern Region  
Vigyan Bhawan Annexe, Maulana Azad Road, New Delhi - 110 011**

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Dated: 07/10/2008

To

**Shri Prashant Lokhande,**  
Secretary (Planning),  
Government of Arunachal Pradesh,  
Itanagar - 791111.  
Fax: 0360-2215719, 2212161

**Subject: Administrative and financial approval for Central financial assistance under Non-lapsable Central Pool of Resources (NLCPR) towards the project, namely, "Construction of Road from Hawaii to Manchal Bridge point (55.77 Km)" in Arunachal Pradesh.**

Sir,

I am directed to convey the administrative and financial approval of Government of India to the amount of Rs 2927.63 lakh (90%) for the above project estimated at a cost of Rs. 3252.92 lakh as per detailed break up given below.

Sl. No.	Components of Work	Amount	90% Admissible Grant
		(Rs. in lakh)	
1.	Road formation work in cutting 55.77 Km	1633.23	1469.91
2.	Cross Drainage Structure		
	Slab Culvert (Span 1.5 M) 112 Nos.	356.15	320.54
	Slab Culvert (Span 2.0 M) 80 Nos.	426.58	383.92
	Slab Culvert (Span 4.0 M) 45 Nos.	567.00	510.30
	Slab Culvert (Span 6.0 M) 20 Nos.	269.96	242.96
	<b>Total</b>	<b>3252.92</b>	<b>2927.63</b>

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

a. The State Government of Arunachal Pradesh state that the high cost per Km in formation cutting is due to rock cutting, which is likely to be encountered during construction and also the height of cutting is 42.08 M in certain sections. Hence, the classification of soil for the purpose of payment may be done on the basis of inspection of SE or CE and reported to the Ministry.

b. The Government of Arunachal Pradesh should follow all codal formalities while executing the project.

- c. Codal formalities should include tenders being called on competitive basis by giving wide publicity in print media like Newspapers & Trade journals and web based publicity.
- d. The construction agency will adhere to the time schedule given by them in the estimate for completion of the project.
- e. The State Government should ensure that the tenders are issued within 30 days from the date of issue of this sanction letter. This Ministry may be intimated accordingly.
- f. Transparency should be maintained in offering tender for the project.
- g. 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, excluding the contingencies component. Balance 10% being loan component, would be authorized by the Ministry of Finance (Plan Finance Division) 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.
- h. The time frame for completion of the project is 36 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 September 2011. Time frame is to be followed strictly.
- i. 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.
- j. The project shall be implemented strictly in time and with the help of PERT and CPM.
- k. 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.
- l. Any escalation towards cost of the project has to be borne by the State Government from their own resources.
- m. 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.
- n. 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.

- o. 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.
- p. 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.
- q. 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-110 011.

3. It is requested that the State Government may send us the requirement of funds along with work plan during the financial year 2008-2009 and also against the proposed release of fund in the 1st instalment (35% of the Central Share) amounting to Rs. 1024.67 lakh to enable this Ministry to consider release of first instalment 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.C.F.-268/JD(IFD) dated 08/10/2008.

Yours faithfully,

(S.P. Trapathi)  
Director

Tel: 011-23022026

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. Joint Director, Integrated Finance Division, Ministry of DoNER, New Delhi.

(S.P. Trapathi)  
Director