No. 10/1/2014-OM  
Government of India  
Ministry of Power  

To:  
Commissioner (Power & Hydro Power),  
Government of Arunachal Pradesh  
Vidyut Bhawan, 0-Point  
Itanagar-791 111

Ref:  
1. Scheme of Arunachal Pradesh for funding from PSDF (Project Proposal Number-PSDF/Arunachal-01/Feb-15/044).  

Subject: Sanction of grant from PSDF towards Rectification of deficiencies and renovation of the grid substations of Arunachal Pradesh

The undersigned is directed to convey the approval of competent authority for the sanction of grant from PSDF under Para 5.1(c) of the guidelines towards scheme for Rectification of deficiencies and renovation of the grid substation of Arunachal Pradesh. The sanction is being made subsequent to the CERC concurrence through communication dated 12th July, 2016 and approval of Monitoring committee in its meeting dated 19th August, 2016 and the sanction grant is equivalent to an amount of Rs. 18.21 Crore (Rupees Eighteen Crores and twenty one lakhs only) and shall be governed as per the approved guidelines/procedures for funding from PSDF.

2. The scope of work, the estimated cost of the scheme and the amount of grant sanctioned from PSDF is as given below:

<table>
<thead>
<tr>
<th>Sl. No</th>
<th>Scope of work</th>
<th>Cost Estimate Proposed by Entity (in Rs. Crores)</th>
<th>Cost Estimate Sanctioned for grant from PSDF (in Rs. Crores)</th>
<th>Amount of Grant Sanctioned from PSDF (in Rs. Crores)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(i)</td>
<td>Rectification of deficiencies and renovation of the grid substation of Arunachal Pradesh.</td>
<td>23.60</td>
<td>18.21</td>
<td>18.21 100% of sanctioned cost estimate (Para 6.3(iv) of guidelines)</td>
</tr>
</tbody>
</table>

Total Grant Sanctioned 18.21
3. The terms and conditions for implementation of the aforesaid scheme shall be as below:

(i) The items sanctioned for funding from PSDF are as per the recommendations of Appraisal Committee communicated through Letter Ref: :-NLDC-PSDF/CERC/Arunachal/2016-17/153 dated 5th May, 2016.

(ii) No tariff shall be claimed by Arunachal Pradesh for the portion of the scheme funded from PSDF.

(iii) Arunachal Pradesh shall refund the amount of grant in case of transfer/disposal of the facility being created under this proposal to any other scheme for funding.

(iv) Arunachal Pradesh shall specifically mention if for the scheme under the proposal, the grant from any other agency is being taken / proposed to be taken.

(v) The grant shall be refunded back to PSDF in case of non-utilization of the grant within one year of release of installment

(vi) Expenditure beyond Rs. 18.21 Crores shall be provided by Arunachal Pradesh from their own resources.

(vii) Arunachal Pradesh shall ensure that as assured by DoP Arunachal Pradesh in the scheme, the project gets completed within 18 months from the date of release of first instalment.

(viii) Department of Power, Arunachal Pradesh will sign a bipartite agreement with the nodal agency for PSDF (NLDC) as per the Format C3 of the Guidelines/Procedures for funding from PSDF.

(ix) The funds shall be disbursed in accordance with the approved guidelines/procedures for funding from PSDF.

(x) Arunachal Pradesh shall abide by all the procedures outlined in the approved guidelines/procedures for funding from PSDF.

Yours faithfully,

(D.Guha)
Under Secretary to the Govt. of India
Tel: 011-23719229

Copy to:
1. Secretary, Ministry of Power
2. Chairperson, Central Electricity Authority
3. Adviser(Energy), NITI Aayog
4. Joint Secretary, Transmission, Ministry of Power
5. Joint Secretary, Ministry of Finance(Dept. of Expenditure)
6. Joint Secretary, Ministry of New and Renewable Energy
7. Joint Secretary & Financial Adviser(JS & FA), Ministry of Power
8. Secretary, Central Electricity Regulatory Commission
9. Chairman, Arunachal Pradesh State Electricity Regulatory Commission
10. Chief Engineer (P), Department of Power, Government of Arunachal Pradesh
11. CEO, POSOCO