

13014/25/2019-AIM-25-2019

NITI Aayog

Atal Innovation Mission

Sansad Marg, New Delhi

Dated: 9 March, 2020

**ORDER**

**Subject: Sanction Letter – Establishment of Atal Incubation Centre (AIC)**

In exercise of the powers conferred under Rule 13 (Schedule V) of the Delegation of Financial Powers Rule 1978, Sanction of the President of India is hereby accorded for a grant-in-aid of Rs. 10,00,00,000/- (Rupees Ten Crores only) to AIC- BAMU FOUNDATION (PFMS Unique agency code: MHAU00009937) established by Dr. Babasaheb Ambedkar Marathwada University, Aurangabad as a Special Purpose Vehicle under the Companies Act with its registered office at Incubation Centre, Dr. Babasaheb Ambedkar Marathwada University, University Campus, Jaisinghpura, Near SoneriMahal, Aurangabad, Maharashtra, 431004(hereinafter referred to as SPV) for establishment and operation of Atal Incubation Centre (hereinafter referred to as AIC) under the Atal Innovation Mission.

2. This is in continuation of "Shortlist of AICs/EICs from Round 2 of AIC/EIC Applications" published on AIM website dated 4<sup>th</sup> May, 2018 conveying in-principle approval of your application for financial support for establishment of AIC-BAMU FOUNDATION registered at Dr. Babasaheb Ambedkar Marathwada University, University Campus, Aurangabad and Corporate Identity Number as U73100MH2019NPL323560(here-in-after referred to as the SPV). This is upon examination of the documents by the Competent Authority submitted by the Promoter/Host Institution in response to the above referred OM and have found them in order.

- (i) Copy of the Registration Certificate of Special Purpose Vehicle (SPV) established for establishing the Atal Incubation Centre (AIC)
- (ii) Registration of the SPV Bank Account on the PFMS portal
- (iii) MoA signed and stamped by the SPV
- (iv) Proof of availability of at least 10,000 sq. ft. built up space along with copy of the lease deed, location plan and floor plan
- (v) Proof of financial closure for the total project cost indicating the source of availability of matching contribution by the promoter in the form of board decision along with a copy of the balance sheet and ITR for the last three years of the promoter



- (vi) CV / Resume of Full-time Managing Team (Board, CEO and other officials)
- (vii) List of key mentors along with their designation, qualification and areas of specialization, etc.
- (viii) Annual goals and deliverables document for the AIC for the duration of the project.
- (ix) Year-wise breakup of manpower to be employed in the incubator

3. Sanction of the President of India is also accorded for release of Rs. 2,00,00,000/- (Rupees Two Crores only) as first instalment out of the total approved grant-in-aid amount of Rs. 10,00,00,000/- (Rupees Ten Crores only).

4. The following conditions need to be ensured and met for the current and all subsequent tranche requests:

- (i) Amendment of the Objectives Clause of the Memorandum of Association (MoA) as per the extant AIC Scheme guidelines (currently AIC Guidelines, May 2019).
- (ii) All expenditure is incurred in accordance with the provisions laid down in the extant guidelines (currently AIC Guidelines, May 2019).
- (iii) The Applicant and the AIC will need to mandatorily follow EAT module of PFMS to book the expenditure and generate UCs as prescribed in Rule 86 of GFR 2017.
- (iv) The Applicant and SPV shall ensure compliance to Rule 230(1) of GFR 2017

5. The balance grant-in-aid would be released in subsequent tranches subject to satisfactory achievement of the committed goals and deliverables as committed by the Promoter/Host Institution in the MoA, referred to at para 2 above and compliance with financial requirements including submission of Utilisation Certificate.

6. The SPV jointly with the Host Institution would be responsible for fulfilling all the Terms and conditions as mentioned in the "Shortlist of AICs/EICs from Round 2 of AIC/EIC Applications" published on AIM website dated 4<sup>th</sup> May, 2018 conveying the in-principle approval of NITI Aayog and AIC Guidelines, the MoA and Bond form submitted by the promoter/host Institution.

7. The SPV and the Promoter/Host Institution would also be jointly responsible for implementing various programmes/activities and follow the guidelines issued by the Atal Innovation Mission from time to time.



8. The amount of grant-in-aid released should be spent exclusively on the specified purpose for which it has been sanctioned within the stipulated time frame and as per the break-up suggested for fund utilization.

9. After receipt of this Sanction Letter, the SPV is required to immediately start the process for establishment of facilities for the Atal Incubation Centre (AIC), including physical infrastructure and human resources for the AIC.

10. The SPV shall put in place all the requisite systems, processes and tools required to achieve the targets arrived at mutually between AIM, NITI Aayog and the SPV/Promoter/Host Institution, which would form the basis for evaluation of the performance of the AIC.

11. It is mandatory for the SPV/AIC to attend all workshops and meetings conducted by AIM, NITI Aayog with regard to incubation centres. Intimation for such events will be provided at least a week in advance, and recusal if required, should be obtained by the SPV/AIC in writing from AIM, NITI Aayog.

12. As part of the grant-in-aid support for establishment of AIC, it is mandatory for the SPV/AIC to abide by the AIC monitoring system, details of which will be communicated in due course of time. AIM, NITI Aayog will have the right to evaluate and monitor the working of the AIC, to ensure that it is in alignment with the vision of AIM, NITI Aayog. The website link for uploading AIC updates and related instructions will be communicated separately.

13. The promoter/host institution shall nominate members/guarantors/directors in the SPV. Any change in the structure or inclusions/exclusions of any members/guarantors/directors in the SPV shall be with the prior approval of AIM, NITI Aayog.

14. All payments expenditure and advances for establishment of the grant shall be made by the AIC through EAT (Expenditure, Advance and Transfer) module of PFMS (Public Financial Management System). The AIC shall download all the volumes of the User Manual on EAT module from PFMS portal and read them carefully before starting payment to vendor etc.

15. All interests or other earnings against Grants in aid or advances (other than reimbursement) released to any Grantee institution shall be mandatorily remitted to the Consolidated Fund of India immediately after finalisation of the accounts. Such advances shall not be allowed to be adjusted against future releases in terms of rule 230 (8) of General Financial Rules, 2017.

16. The SPV jointly with Promoter/Host Institution will be required to submit Utilisation Certificates (UCs) as per format in Annex I, for the grant-in-aid at the end of each financial year, as well as at the time of seeking further instalment of the grant-in-aid, if any. Unspent balances along with interest earned thereof by the SPV on the instalment received in the form of tranches by the SPV would have to be remitted back to the to the Government of India by means of an Account Payee Demand Draft drawn in favour of Drawing and Disbursing Officer, NITI Aayog, payable at New Delhi and only post this the subsequent tranches can be disbursed. Any unspent balance and the interest earned thereof at the end of the project period, would have to be refunded to the Government of India by means of an

Account Payee Demand Draft drawn in favour of Drawing and Disbursing Officer, NITI Aayog, payable at New Delhi.

17. All the assets acquired or created out of the grant-in-aid should not be disposed of or encumbered or utilised for the purpose other than those for which the grant-in-aid has been sanctioned without the prior written permission of the AIM, NITI Aayog.

18. AIM, NITI Aayog reserves the right to terminate support to the AIC at any stage, if it is convinced that the grant-in-aid is not being utilised for the identified purpose or that appropriate progress is not being made.

19. In case a SPV/AIC wishes to wind up its activities, the SPV jointly with Promoter/Host Institution shall give a notice of at least three months to AIM, NITI Aayog before the closure, and design and implement a closure/succession plan in consultation with AIM, NITI Aayog as per the established procedures / regulations for winding up

20. In the event of breach or violation of the MoA terms and conditions, the SPV jointly with Promoter/Host Institution will be required to refund to the Government on demand, the entire amount or such part thereof as may be determined by the competent authority and mentioned in the demand notice issued by the Government, along with interest thereon at the rate of 11.50% (Or as applicable under the GFR-2017) compounded annually from the date of the receipt of the grant-in-aid to the date of refund.

21. Release of first instalment does not in any way bind AIM NITI Aayog, Government of India to release the future instalments and AIM, NITI Aayog, since the release of future instalment will be regulated as para 5 above. Government of India shall not be responsible for any loss incurred by SPV/Promoter/Host Institution or any commitment made by them to any third party/agency.

22. As per Rule 211(1) of GFR, the accounts of the SPV shall be open to inspection by the sanctioning authority/audit by the C&AG and the institution shall provide all the necessary support to carry out the inspection/audit.

23. Provisions contained in Rule 233 of the GFR, 2017 may be kept in mind by the Grant-in-Aid receiving organization. Extracts of Rule 233 of the GFR, 2017 is given in Annexure-II

24. The aforementioned amount is debit to Demand No 75 - Ministry of Planning for the year 2019-20 under the following Budget Head:

3475	Other General Economic Services
97	New Programmes- Central Plan
97.02	Atal Innovation Mission(AIM) including Self Employment and Talent Utilisation(SETU)
97.02.31	Grants- in-aid General

#### Appropriation

Appropriation for 2019-20	₹ 2,86,82,00,000
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(आर. रामनि)  
(R. Ramani)  
मिशन निदेशक, अटल इनोवेशन मिशन  
Mission Director, Atal Innovation Mission  
अतिरिक्त सचिव, निति आयोग  
Additional Secretary, NITI Aayog  
भारत सरकार, Govt. of India

Expenditure including this bill	₹ 2,78,32,37,500
Balance	₹ 8,49,62,500

25. The Sanction letter has been entered in the sanction register as per form GFR-39 at S. No. 25 of the register for the year 2019-2020.

26. Certified that the agency is not exempted from payment of Income Tax and, therefore the Income Tax at source is to be deducted by the DDO as per rules. PAN number of the agency is AASCA1312L.

27. Concurrence of Integrated Finance Division, NITI Aayog, has been obtained vide Note No. 18 of File No: 29135 dated 28 January 2020.

To,  
The Pay and Accounts Officer,  
NITI Aayog, New Delhi

(आर. रमणन)  
(R. Ramanan)  
मिशन निदेशक, अटल इनोवेटिव मिशन  
Mission Director, Atal Innovation Mission  
अतिरिक्त सचिव, निति आयोग  
Additional Secretary, NITI Aayog  
भारत सरकार/Govt. of India



(R. Ramanan)  
Mission Director (AIM)

Copy to,

1. Director, Incubation Centre, Dr. Babasaheb Ambedkar Marathwada University, University Campus, Jaisinghpura, Near Soneri Mahal, Aurangabad, Maharashtra, 431004
2. Registrar, Dr. Babasaheb Ambedkar Marathwada University, University Campus, Aurangabad
3. Office of the Principal Director & Audit, AGCR Building, IP Estate, Delhi-110002
4. Head(Finance)/ Sanction Folder, Cash Section, IF Division, Accounts Section.
5. Director (Finance), NITI Aayog, Sansad Marg, New Delhi – 110001
6. Sanction File
7. DDO

(आर. रमणन)  
(R. Ramanan)  
मिशन निदेशक, अटल इनोवेटिव मिशन  
Mission Director, Atal Innovation Mission  
अतिरिक्त सचिव, निति आयोग  
Additional Secretary, NITI Aayog  
भारत सरकार/Govt. of India



(R. Ramanan)  
Mission Director (AIM)

## Annexure I: Utilisation Certificate



**GENERAL FINANCIAL RULES 2017**  
Ministry of Finance  
Department of Expenditure



### GFR 12 – A

[(See Rule 238 (1)]

#### FORM OF UTILIZATION CERTIFICATE FOR AUTONOMOUS BODIES OF THE GRANTEE ORGANIZATION

UTILIZATION CERTIFICATE FOR THE YEAR.....in respect  
of recurring/non-recurring  
GRANTS-IN-AID/SALARIES/ CREATION OF CAPITAL ASSETS

1. Name of the Scheme.....
2. Whether recurring or non-recurring grants.....
3. Grants position at the beginning of the Financial year
  - (i) Cash in Hand/Bank
  - (ii) Unadjusted advances
  - (iii) Total
4. Details of grants received, expenditure incurred and closing balances (Actuals)

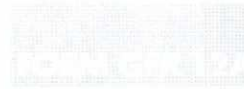
Unspent Balances of Grants received years [figure as at Sl. No. 3 (iii)]	Interest Earned thereon	Interest deposited back to the Government	Grant received during the year			Total Available funds (1+2-3+4)	Expenditure incurred	Closing Balances (5-6)
			Sanction No (i)	Date (ii)	Amount (iii)			
1	2	3	4	5	6	7	8	9

Component wise utilization of grants.

Grant-in-aid- General	Grant-in-aid- Salary	Grant-in-aid-creation of capital assets	Total

Details of grants position at the end of the year

- (i) Cash in Hand/Bank
- (ii) Unadjusted Advances
- (iii) Total



Certified that I have satisfied myself that the conditions on which grants were sanctioned have been duly fulfilled / are being fulfilled and that I have exercised following checks to see that the money has been actually utilized for the purpose for which it was sanctioned.

- (i) The main accounts and other subsidiary accounts and registers (including assets registers) are maintained as prescribed in the relevant Act/Rules/Standing instructions (mention the Act/Rules) and have been duly audited by designated auditors. The figures depicted above tally with the audited figures mentioned in financial statements/accounts.
- (ii) There exist internal controls for safeguarding public funds/assets, watching outcomes and achievements of physical targets against the financial inputs, ensuring quality in asset creation etc. & the periodic evaluation of internal controls is exercised to ensure their effectiveness.
- (iii) To the best of our knowledge and belief, no transactions have been entered that are in violation of relevant Act/Rules/standing instructions and scheme guidelines.
- (iv) The responsibilities among the key functionaries for execution of the scheme have been assigned in clear terms and are not general in nature.
- (v) The benefits were extended to the intended beneficiaries and only such areas/districts were covered where the scheme was intended to operate.
- (vi) The expenditure on various components of the scheme was in the proportions authorized as per the scheme guidelines and terms and conditions of the grants-in-aid.
- (vii) It has been ensured that the physical and financial performance under..... (name of the scheme has been according to the requirements, as prescribed in the guidelines issued by Govt. of India and the performance/targets achieved statement for the year to which the utilization of the fund resulted in outcomes given at Annexure – I duly enclosed.
- (viii) The utilization of the fund resulted in outcomes given at Annexure – II duly enclosed (to be formulated by the Ministry/Department concerned as per their requirements/specifications.)
- (ix) Details of various schemes executed by the agency through grants-in-aid received from the same Ministry or from other Ministries is enclosed at Annexure –II (to be formulated by the Ministry/Department concerned as per their requirements/specifications).

Date:

Place:

Signature

Signature

Name.....

Name.....

Chief Finance Officer

Head of the Organisation

(Head of the Finance)

(Strike out inapplicable terms)

Extracts of Rule 233 of General Financial Rules, 2017

**Rule 233**

**Funding of Sponsored Projects or Schemes.**

- i) Ministries or Departments of Government sponsor projects or schemes to be undertaken by Universities, Indian Institute of Technology and other similar Autonomous Organisations such as ICAR, CSIR, ICMR etc., the results from which are expected to be in national interest. Normally the entire expenditure on such projects or schemes including capital expenditure, is funded by the Ministry or Department. The funds released for such projects or schemes in one or more instalments are not treated as Grants-in-aid in the books of the implementing agency. Apart from the requirement of submission of technical and financial reports on completion of the project or scheme, a stipulation should be made in such cases that the ownership in the physical and intellectual assets created or acquired out of such funds shall vest in the sponsor. While the Project or Scheme is ongoing, the recipients should not treat such assets as their own assets in their Books of Accounts but should disclose their holding and using such assets in the Notes to Accounts specifically.
  
- ii) On completion of the Projects or Schemes and the receipt of technical and financial reports, the Ministries/ Departments should decide and communicate to the implementing agencies whether the assets should be returned, sold or retained by them.
  
- iii) If the assets are to be sold, the proceeds there from should be credited to the account of the sponsoring Department /Organisation. If the assets are allowed to be retained by the Institution/Organisation, the implementing agency should include the assets at the book value in their own accounts.