

F. No. 44(1)/PF-S/2024-25 (CAPEX)-Himachal Pradesh-SACE-5
Government of India
Ministry of Finance
Department of Expenditure
Public Finance-States Division

New Delhi, 31/05/2024

To
The Pay & Accounts Officer,
Department of Expenditure,
Ministry of Finance,
New Delhi

Subject: 'On Account' of payment of loan under Part-I of the "Scheme for Special Assistance to States for Capital Investment 2024-25".

Sir,

The undersigned is directed to convey the sanction of the President of India to the payment of **Rs. 30162.00 Lakh (Rupees Three Hundred One Crore and Sixty Two Lakh only)** being the 1st installment of loan under Part-I of the 'Scheme for Special Assistance to States for Capital Investment 2024-25' under Demand No. 42 of Department of Expenditure to the State Government of Himachal Pradesh for the financial year 2024-25 as under:

(Rs. in Lakh)

S. No.	State	Amount released by MOF
1.	HIMACHAL PRADESH	30162.00

Total for 1 State = Rs. 30162.00 lakh only.

2. Payments may kindly be made to the State Government immediately.
3. The amount of above loan is the 1st installment during 2024-25 under Part-I of the 'Scheme for Special Assistance to States for Capital Investment 2024-25' towards capital projects communicated vide Department of Expenditure letter no. 44(1)/PF-S/2024-25 (CAPEX)-Himachal Pradesh dated 15.03.2024 and is being released based on the guidelines of the Scheme issued by the Department of Expenditure vide letter no. 44(1)/PF-S/2024-25 (CAPEX) dated 26.02.2024, 44(1)/PF-S/2024-25(CAPEX)(Pt.) dated 08.05.2024 and 44(1)/PF-S/2024-25 (CAPEX) dated 15.05.2024 and request from the State Government of Himachal Pradesh, Undertaking on branding of Centrally Sponsored Schemes (CSSs) and Consolidated Utilization Certificate received vide letter no. PLG (PI) 1-42/2024 dated 17.05.2024, subject to the following conditions:
- The amounts released and utilized under Part-II (Incentives for Scrapping of Old Vehicles), Part-III (Urban Planning Reforms) and Part-IV (Financial Reforms in Urban Local Bodies to make them creditworthy for Municipal Bonds and for issue of Municipal Bonds) under the Scheme for 2023-24 are subjected to review of the recommendations by the Ministry of Road Transport & Highways and Ministry of Housing & Urban Affairs and final decision thereon by the Department of Expenditure. Any ineligible amount released and utilized under these Parts shall be deducted from the 2nd installment under Part-I of the Scheme for Special Assistance to States for Capital Investment 2024-25.
 - The State Government of Himachal Pradesh shall submit utilization of at least 75% of the released amount of the 1st installment and a certificate regarding deposit of central share of interest earned in Single Nodal Agency (SNA) accounts till 31st March, 2024 in the Consolidated Fund of India for availing the 2nd installment under Part-I of the Scheme for 2024-25.
 - The amount released by the Union Government shall be released to the Implementing Agencies of the State Government within 10 working days. Delay beyond this period will make the State liable to pay interest to the Government of India on the amount released as per the weighted rate of interest on Open Market Borrowings (i.e. 10 year G-Sec.) for the previous year.
 - The amount released shall be utilized by 31.03.2025. Release of funds to intermediate agencies without actual payment to the final recipient (parking of funds) will not be treated as expenditure.
 - The State Government shall ensure that there is no duplication in funding of the capital projects approved under the Scheme either with the funds provided by the Government of India or the State Government.
 - In case of unavoidable changes in the specific project for which funds are being released, the State Government shall seek the approval of the Government of India for the change. Funds will not be provided in case of un-approved changes.

- vii. Expenditure by the State of the funds provided under the Scheme, for purposes other than for which the funds were sanctioned, will result in the deduction of the amounts by the Government of India from the devolution of the taxes/duties due to the State in subsequent periods.
- viii. All provisions of the guidelines of the Scheme issued vide letter no. 44(1)/PF-S/2024-25 (CAPEX) dated 26.02.2024, 44(1)/PF-S/2024-25(CAPEX)(Pt.) dated 08.05.2024 and 44(1)/PF-S/2024-25 (CAPEX) dated 15.05.2024 and subsequent amendments, if any, shall be applicable in toto and shall be strictly adhered to by the State Government of Himachal Pradesh and its implementing agencies.
- ix. Violations of mandatory conditions detailed in Para (9) of the Scheme guidelines issued vide letter no. 44(1)/PF-S/2024-25 (CAPEX) dated 26.02.2024 and further amendments thereto, if any, will result in the deduction of amounts by the Government of India from devolution of taxes to the State.
- x. State Government of Himachal Pradesh shall provide the status of resolution of discrepancies for 04 schemes mentioned at S.No 10,21,60 and 81 in 'Interest Deposit Certificate' provided vide letter no. PLG(PI) 1-42/2023 dated 08.02.2024 under the Scheme for 2023-24, before availing the 2nd installment under Part-1 of the Scheme for 2024-25.

4. The payments are adjustable in the account of the Central Government in the books under the sub-head indicated as under:-

LOAN
DEMAND NO. 42
7601-LOANS AND ADVANCES TO STATE GOVERNMENTS (MAJOR HEAD)
09-OTHER LOANS TO STATES (SUB MAJOR HEAD)
101-BLOCK LOANS (MINOR HEAD)
05-SCHEME FOR SPECIAL ASSISTANCE AS LOAN TO STATES FOR
CAPITAL EXPENDITURE
05.00.55- LOANS AND ADVANCES

5. The progressive total of loan amount released to the State Government under the sub-head at Para (4) during the current financial year 2024-25 so far including amount released in this sanction letter is as follows:

(Rs. in lakh)		
S. No.	State	Block Amount
1.	HIMACHAL PRADESH	34537.75954

6. The action taken on this letter may be confirmed and correctness of the progressive totals be indicated.

Yours faithfully,

Anjali Maurya
31/05/2024

(Anjali Maurya)
Assistant Director (PF-S)
Ph.011-2309 5697

Anjali Maurya
31/5/24

Copy to:

1.	Finance Secretary, State Government of Himachal Pradesh.
2.	Accountant General (A&E), State of Himachal Pradesh.
3.	DEA, Budget Division (States Branch), New Delhi.
4.	RBI, Central Office, Mumbai.
5.	Manager, RBI, CAS, Nagpur.
6.	Resident Commissioner, State Government of Himachal Pradesh, Himachal Pradesh Bhavan, 27 Sikandra Road, New Delhi – 110001.
7.	Hindi Section for Hindi version.

Anjali Maurya
31/05/2024

(Anjali Maurya)
Assistant Director (PF-S)
Ph.011-2309 5697

Anjali Maurya
31/5/24