

Most Immediate

No. 44(1)/PF-S/CAPEX/2024-25/Part-IX-SACE-1

Government of India
Ministry of Finance
Department of Expenditure
Public Finance-States Division

New Delhi, 14/10/2024

To

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

Subject: 'On Account' of payment of loan under Part-IX 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. 8217.00 Lakh (Rupees Eighty Two Crore and Seventeen Lakh Only)** as 1st instalment of Special Assistance (Loan) under **Part-IX** 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	8217.00

Total for 1 State = Rs. 8217.00 lakh only.

2. Payments may kindly be made to the State Government immediately.
3. The amount of above loan is meant for capital project(s) communicated vide Department of Expenditure letter No. 44(1)/PF-S/2024-25(CAPEX)-Himachal Pradesh dated 14.10.2024 sanctioned under Part-IX (State's Share of Centrally Sponsored Schemes Including Urban and Rural Infrastructure Projects) of the 'Scheme for Special Assistance to States for Capital Investment 2024-25' and is being released based on the guidelines of the Scheme issued by the Department of Expenditure vide letters No. 44(1)/PF-S/2024-25 (CAPEX) dated 26.02.2024, 15.05.2024, 09.08.2024 & 19.08.2024 and 44(1)/PF-S/2024-25(CAPEX)(Pt.) dated 08.05.2024 and request received from the State Government of Himachal Pradesh vide letter No. PLG (Pl) 1-42/2024 dated 19.09.2024, subject to the following conditions:
- 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 2nd instalment of 34% of the approved amount will be released after the transfer of the 1st instalment to the bank account of SNA concerned and achieving utilization of 75% of the Central share of the 1st instalment released by the Ministry concerned and the commensurate State's share.
 - 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.

- vi. 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.
- vii. All provisions of the guidelines of the Scheme issued vide letters No. 44(1)/PF-S/2024-25 (CAPEX) dated 26.02.2024, 15.05.2024, 09.08.2024 & 19.08.2024 and 44(1)/PF-S/2024-25 (CAPEX)(Pt.) dated 08.05.2024 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.
- viii. Violations of mandatory conditions detailed in Para (9) of the Scheme guidelines issued vide letters 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.

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)
09.101-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 FY 2024-25 so far including amount released in this sanction letter is as follows:

(Rs. in lakh)

Sl. No.	State	Block Amount
1.	HIMACHAL PRADESH	42754.75954

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

Yours faithfully,

Jitendra verma
 14/10/24
 (Jitendra Kumar Verma)
 Assistant Director (PF-S)
 Ph. 011-2309 5697

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 Niwas, 4, Bordoloi Marg, Chanakyapuri, New Delhi.
7.	Hindi Section for Hindi version.

Jitendra verma
 14/10/24
 (Jitendra Kumar Verma)
 Assistant Director (PF-S)
 Ph. 011-2309 5697