Most Immediate

No. 44(1)/PF-S/2026-27(CAPEX)-Part-II-SACE-2
Government of India
Ministry of Finance
Department of Expenditure
Public Finance-States Division
******

New Delhi 27/05/2026

To

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

Subject: 'On Account' of payment of loan under Part-II of the "Scheme for Special Assistance to States for Capital Investment 2026-27".

Sir,

The undersigned is directed to convey the sanction of the President of India to the payment of **Rs. 20592.00 Lakh (Rupees Two Hundred Five Crore Ninety Two Lakh Only)** towards Special Assistance (Loan) under Part-II of the 'Scheme for Special Assistance to States for Capital Investment 2026-27' under Demand No. 42 of Department of Expenditure to the State Government of Assam for the financial year 2026-27 as under:

(Rs. in lakh)

S. No.	State	Amount released by MOF
1.	**ASSAM**	**Rs. 20592.00**

2. Payments may kindly be made to the State immediately.

3. The amount of above loan is the 1st instalment towards state's share under schemes communicated vide Department of Expenditure letter No. 44(1)/PF-S/2026-27 (CAPEX)-Assam dated 27.05.2026 and is being released based on (i) the guidelines of the Scheme for 2026-27 issued by the Department of Expenditure vide letter dated 27.03.2026 (ii) proposal submitted through PFMS portal by the State Government of Assam dated 25.05.2026 (iii) Undertaking/Self-declaration form dated 10.04.2026 regarding branding of CSSs, Consolidated Utilization Certificate dated 04.04.2026 against the funds released under SASCI 2025-26 and Non-duplication certificate dated 19.05.2026 submitted by the State Government of Assam The loan is subject to the following conditions:

i. Except for Part II and Part X, States/UTs shall designate one Single Nodal Agencies (SNAs) for all the parts or one SNA for each part of SASCI 2026-27. The SNA shall open account in a scheduled commercial bank. Funds released by the Government of India shall be transferred by the State/UT to the SNA preferably within 10 working days and not later than 30 days. Implementing agencies below the SNA shall either operate through the SNA bank account or open Zero Balance Subsidiary Accounts (ZBSAs) in the same bank, linked to the SNA account. All SNAs and ZBSAs shall be onboarded on PFMS. Any delay beyond 30 days shall make the State/UT liable to pay interest to the Government of India, calculated at the weighted average rate of interest on Open Market Borrowings (10-year G-Sec.) for the previous year. Interest accrued in the SNA account shall be remitted to the Government of India.

ii. The amount released shall be utilized by 31.03.2027. Release of funds to intermediate agencies without actual payment to the final recipient (parking of funds) will not be treated as expenditure.

iii. 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.

iv. 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.

v. 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.

vi. All provisions of the guidelines of the Scheme issued vide letter dated 27.03.2026 and subsequent amendments, if any, shall be applicable in toto and shall be strictly adhered to by the State Government of Telangana and its implementing agencies.

vii. Violations of mandatory conditions of the Scheme guidelines issued vide letter No. 44(1)/PF-S/2026-27 (CAPEX) dated 27.03.2026 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 UNION TERRITORYS (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 under the sub-head at Para (4) during the current financial year 2026-27 so far including amount released in this sanction letter is as follows:

(Rs. in Lakh)

S. No.	State	Block Amount
1.	ASSAM	171193.92

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

Yours faithfully,

Himalaya Garg
27/5/26

(Himalaya Garg)
Assistant Director (PF-S)
Ph. 011-24011986

27/05/2026

Copy to:

1.	Finance Secretary, State Government of Assam.
2.	Accountant General (A&E), State of Assam.
3.	DEA, Budget Division (States Branch), New Delhi.
4.	RBI, Central Office, Mumbai.
5.	Manager, RBI, CAS, Nagpur.
6.	Resident Commissioner, State Government of Assam, Assam House, Assam Bhavan, S.P. Marg, New Delhi - 110021
7.	Hindi Section for Hindi version.

Himalaya Garg
27/5/26

((Himalaya Garg)
Assistant Director (PF-S)
Ph. 011-24011986

27/05/2026