

Minutes of the 14th State Level High Powered Steering Committee (SHPSC) of Atal Mission for Rejuvenation and Urban Transformation (AMRUT) held on 29th December 2017 in the Committee Room of the Chief Secretary, Government of Kerala.

The meeting of the 14th State Level High Powered Steering Committee (SHPSC) of AMRUT chaired by Dr. K.M. Abraham IAS, Chief Secretary, Government of Kerala, commenced at 03.00 pm. (List of Participants enclosed as Annexure I)

Sri Shajan S., Project Manager of AMRUT, presented the points in the agenda notes. After detailed deliberations, following decisions were made.

Agenda Item No. 1. Approval of the minutes of the 13th meeting of SHPSC

Decision: *The Committee approved the minutes of 13th meeting of SHPSC held on 14th December 2017.*

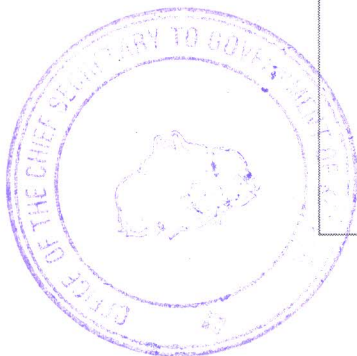
Agenda Item No. 2. Action taken report on the decisions of the 13th meeting of SHPSC held on 14th December 2017

The Committee noted the Action Taken Report on the decisions of the 13th SHPSC held on 14th December 2017. The Committee has also given its additional decisions on the Action taken report on the following items.

AGENDA & DECISION 2.3: Energy Audit for Water Systems

As part of AMRUT reforms, the Ministry of Urban Development has directed to take the support of Energy Efficiency Systems Limited (EESL) to conduct energy audit of water pumping systems and replace inefficient pumps in all AMRUT cities. SHPSC observed the need for the energy audit and pointed that the assets of water supply systems is owned by KWA hence the energy audit of the nine AMRUT cities has to be steered by KWA. The contract agreement between KWA, Mission Directorate and EESL has to be finalized and signed up at the earliest.

The Chairman directed Secretary, Water Resources department to expedite the signing of agreement between Kerala Water Authority, EESL and Mission Directorate for conducting energy audit. The Mission Director vide Ltr No.14/17/SMMU/PM dated 23.10.2017 requested to the Managing Director of Kerala Water Authority to expedite the issue. A meeting was arranged by the Principal



Secretary, LSGD on 4th November 2017 attended by Mission Director, AMRUT, Kerala Water Authority and EESL, in which MD, KWA has agreed that the draft of the tripartite agreement will be issued within 4 days to Principal Secretary, with copies to all parties of the agreement. A reminder letter was also issued to KWA on 24.11.2017. As per the SHPSC directions to submit immediately the draft agreement, KWA submitted it, to Mission Directorate on 15.12.2017.

Action taken: The draft agreement received from KWA was forwarded to EESL, vide letter SMMU/A/14/2015/UIE dated 16.12.2017 for review and concurrence. Reply from EESL is received on 28.12.2017 vide lr. EESL/MoUD/AMRUT/KL/02.

Additional Decision: The comments of EESL to be forwarded to KWA and finalize the agreement and initiate signature process at the earliest.

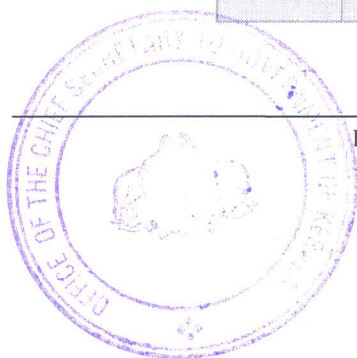
The SHPSC took note of the action taken report on other items of 13th SHPSC meeting.

AGENDA No. 3: UPDATE ON AMRUT MISSION PROGRESS

Current status is detailed below.

Amount (In Cr)

SAAP	No of projects	Amount	DPR prepared		AS accorded			TS accorded		Contract awarded	
			No of projects	Total cost	No of projects	Total cost	Balance AS	No of projects	Total cost	No of projects	Total cost
2015-16	100	587.99	96	474.55	88	462.36	67	52	261.92	22	20.1
2016-17	122	796.06	116	702.46	98	591.18		-	-	-	-
2017-18	157	973.64	143	860.09	102	530.56		-	-	-	-
TOTAL	379	2357.69	355	2037.10	288	1584.10		52	261.92	22	20.1

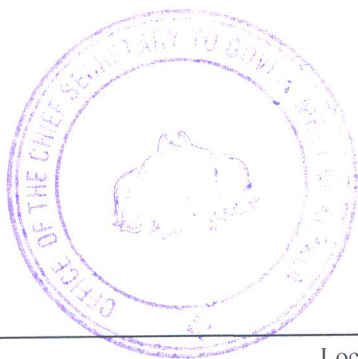


The status of DPR preparation process city wise is given below

Name of ULB	Water Supply			Sewerage/ Septage Management			Storm Water Drainage			Urban Transport			Open Space /Parks			City Wise Total		
	Total	Prepared	Balance	Total	Prepared	Balance	Total	Prepared	Balance	Total	Prepared	Balance	Total	Prepared	Balance	Total	Prepared	Balance
Trivandrum	7	7	0	23	23	0	11	11	0	8	8	0	4	4	0	53	53	0
Kollam	8	8	0	6	0	6	4	4	0	9	9	0	5	5	0	32	26	6
Alappuzha	3	3	0	3	2	1	3	3	0	5	5	0	6	6	0	20	19	1
Kochi	19	19	0	4	3	1	19	19	0	10	3	7	6	2	4	58	46	12
Thrissur	21	20	1	4	4	0	3	3	0	5	5	0	6	6	0	39	38	1
Guruvayur	6	6	0	2	0	2	3	3	0	3	3	0	5	5	0	19	17	2
Palakkad	14	14	0	2	2	0	56	56	0	21	21	0	18	18	0	111	111	0
Kozhikode	4	4	0	4	3	1	5	5	0	1	0	1	10	10	0	24	22	2
Kannur	9	9	0	2	2	0	3	3	0	2	2	0	7	7	0	23	23	0
Total	91	90	1	50	39	11	107	107	0	64	56	8	67	63	4	379	355	24

SHPSC revised the time frame for activities as per the following:

- DPR Preparation of all remaining projects shall be completed by 21.01.2018 including KMRL Projects.
- AS approvals of all SAAP projects shall be completed by 31.01.2018.
- TS approvals of all SAAP projects except water supply shall be completed by 15.02.2018.
- Water Supply projects shall be accorded TS by 15.01.2018
- Tendering to be completed by 15th March 2018



Agenda Item No.4: LETTER FROM KOZHICODE MAYOR TO ENGAGE KMRL FOR URBAN TRANSPORT PROJECT IN KOZHICODE CORPORATION

The Hon. Mayor – Kozhikode, in his letter EG21/69416/17 dated 19.12.2017, replied that the above concerns raised in the SHPSC has been conveyed to KMRL and obtained their willingness for centage fees as 5% of the approved project cost and advance payment for the execution of work as 20% of the contractors project cost. Therefore, the Kozhikode Corporation is requesting the Mission Director for permission to go ahead with signing the contract agreement with KMRL followed by DPR preparation and implementation of the project.

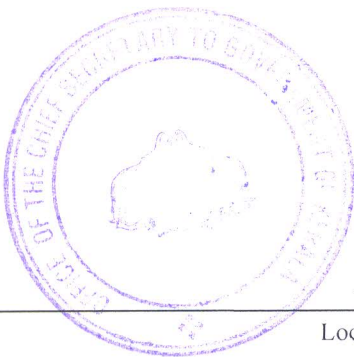
The topic has been placed in the 15th SLTC held on 22.12.2017 and the SLTC Chairman informed that a discussion is made with the Managing Director, KMRL and sought acceptance to take up the Urban Transport and Parks projects in Kochi and Kozhikode Corporations as per the Finance GO stipulations for Centage services (GO No. 61/2017/Fin dated 9.5.2017).

Decision:

SHPSC approved the following for the Urban transport and Parks projects in the cities of Kochi and Kozhikode entrusted to KMRL:

- *Centage charges for end to end support, to be 5% of the total project cost, as per G.O. 61/2017/Fin dated 09/05/2017.*
- *Advance payment, to be 20% of the awarding project cost as per G.O. 311/14/Fin dated 30/07/2014.*

Agenda Item No.A1: Kollam Municipal Corporation: Letter from Hon'ble Mayor - Implementation of the Sewage Treatment Plant (AMRUT) Project and completion of balance components in networks and commissioning of sewerage system by KWA.



Vide Lr. No. CSSS1 (PW13)/48036/15 dated 27.12.2017, the Hon'ble Mayor, Kollam Municipal Corporation requested the Mission Directorate to obtain sanction from SLTC to entrust KWA for the

implementation of the proposed STP at Kureepuzha and completion of balance components and commissioning of sewerage system, as KWA is fully familiar with the status, issues related to the sewerage projects, being worked with KSUDP sewerage scheme under ADB fund and having a Project implementation Unit (PIU) exclusively for the sewerage projects).

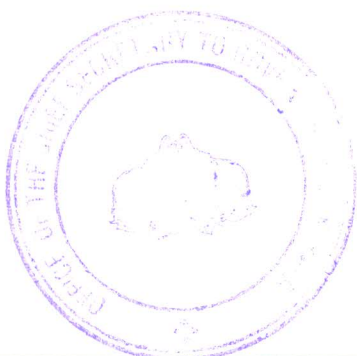
The observations of 16th SLTC in this regard, are the following:

- The STP project at Kureepuzha, was a project undertaken in KSUDP through ADB funding in 2013 and was dropped due to public protest. Therefore, Kollam Corporation has to provide the action taken reports and interventions made in the mitigation of public agitations in the project location and demonstrate the extent of public protest as per the current scenario.
- Moreover, the Corporation states that land has been transferred to KWA and all clearances were obtained. However, the details of land transfer, types of clearances obtained etc.. are not indicated in the letter.
- Also, the willingness of KWA to execute the project is not mentioned in the reference letter. Therefore, the KWA's acceptances for implementation of the project need to be clarified and confirmed.
- In addition, in the 9th SHPSC meeting it was decided that all sewerage projects except Trivandrum and Kochi Elamkulam need to be implemented by concerned ULBs. Hence, the Agenda items needs re-consideration and re-approval by SHPSC

Decision:

SHPSC took the following decisions:

- *KWA may implement the project of STP and associated components of sewer networks on assurance by the Kollam Municipal Corporation that they will surmount all local issues including mitigation of public protest and local hindrances if any.*
- *Corporation is fully responsible to resolve all hindrances and effectively facilitate KWA for the accomplishment of the project*



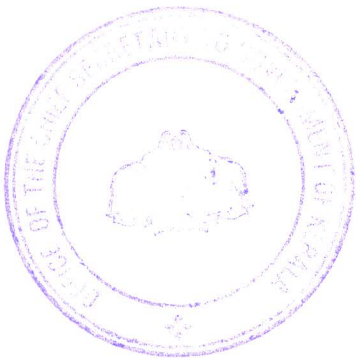
well within the AMRUT time limit. Responsibility shall be assigned to Mayor, Corporation Secretary, Corporation Engineering Team and CMMU along with the KWA project implementation wing from inception to completion.

- *Land availability has to be confirmed, with whether adequate land is available, due to the enhancement of STP capacity from 12 MLD (designed under KSUDP Project) to 18 MLD.*
- *The Project implementation shall be conventional with Design and Construction. EPC mode is not approved. Tendering should be NCB, with 5 year O&M by the contractor. Thereafter Corporation should take over O&M. Construction shall be fully monitored to complete the project within the designated time frame of AMRUT.*
- *Two Septage treatment plant projects shall also be taken up directly by ULB for the areas not covered by sewerage network as per the approved SAAP. DPR preparation is to be initiated as per the ULB norms (selection of consultant if necessary).*
- *DPRs shall be presented in the next SLTC.*

Agenda Item No. A.2: Guruvayur municipality core committee decision –transfer of fund to Water supply scheme.

In the 16th SLTC held on 28.12.2017 Chairperson of Guruvayur municipality stated that an amount of Rs.10.0 Cr may be transferred to Water Supply sector for laying distribution networks in the Thykkad zone. The remaining Rs. 4.5 Cr. may be utilized for a Septage Treatment Plant and the land will be finalized with KWA. For that, Principal Secretary insisted a combined inspection of land to be conducted by KWA officials (designated by Technical Member- KWA), Secretary and Engineers of ULB, CMMU Members and Environmental Expert from SMMU.

The Technical Member of KWA also ensured that the ongoing Guruvayur sewerage scheme will be commissioned before



April 2018 and KWA does not require any amount from AMRUT for the completion of their ongoing STP project.

Based on the above discussions, the 16th SLTC decided that if land is available, a Septage Treatment Plant shall be proposed for 4.5 Cr, the remaining amount of Rs. 10.00 Cr. can be transferred to water supply project, subject to final approval by SHPSC.

Decision:

The SHPSC approved the following:

- *Proposal of Guruvayur Municipality to transfer Rs. 10.00cr. from Sewerage Sector to Water Supply Sector to carry out the Project – Laying distribution Networks in the Thykkad Zone.*
- *Utilization of balance amount of Rs. 4.50 cr. for Septage Treatment Plant.*
- *DPRs shall be presented to the next SLTC.*

Agenda Item No. A.3:KWA PROJECTS – ALLOWING TENDER EXCESS

The Additional Agenda brought by KWA MD in which they stated that the recent 16 tenders opened in various AMRUT cities, 9 works are seen quoted above the estimate rate, 6 works below and one at estimate rate. The details are as follows:-

Sl No:	ULB	No: of tenders opened	Quoted above estimate rate	Quoted below estimate rate	Quoted in estimate rate
1	Kochi	3	2	1	-
2	Thrissur	6	4	1	1
3	Palakkad	2	-	2	-

4	Kozhikode	1	-	1	-
5	Kannur	4	3	1	-
	Total	16	9	6	1

The tender excess ranges from 3% to 34 %. The reason for excess may be that the pipe line works are to be expected in the heart of the city where the roads are very much congested with heavy traffic, presence of other utility, need to work at night, anticipated delay in road permissions etc.

Mission Director, KWA informed that considering the nature of quotes and low participation in bids the possibility of getting better rates in a retender is remote. Hence in the interest of timely execution of the works, the SHPSC may please consider the possibility of allowing tender excess as the prevailing Government guide lines.

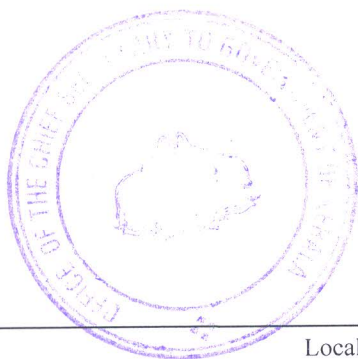
Decision:

- *The SHPSC agreed to consider up to 10% tender excess and any excess beyond 10% shall be brought within this limit or else re-tendering shall be carried out urgently.*
- *KWA shall provide the total impact on the tender excess in the next SHPSC.*

Agenda Item No. 5: ADMINISTRATIVE SANCTION OF DPRS

In the 15th SLTC held on 22.12.2017, 22 DPRs amounting to Rs. 66.08 Cr were reviewed and recommended to be placed before the SHPSC to accord Administrative Sanction (AS).

In the 16th SLTC held on 28.12.2017, 49 DPRs amounting to Rs. 382.45 Cr were reviewed and recommended to be placed before the SHPSC to accord Administrative Sanction (AS). Thus total number of projects 71 DPRs amounting to Rs. 448.53 Cr are presented to SHPSC. List of projects attached as ***Annexure-II & III.***



Decision:

The SHPSC discussed the projects in detail and decided to accord Administrative Sanction to 71 projects amounting to Rs. 448.53 cr.

SHPSC also directed to take immediate steps to expedite the process of issuing Government order for AS.

Bs.

[Signature]
for Mission Director, AMRUT

Principal Secretary, LSGD

[Signature]
Chief Secretary
(Chairman SHPSC - AMRUT)
Dr. K.M. ABRAHAM
Chief Secretary

