

**3RD STATE LEVEL HIGH POWERED STEERING
COMMITTEE
AGENDA NOTES**



Date :4th July 2016, 4 pm

Venue :Committee Room of the Chief Secretary

Table of Contents

1. Agenda - Approval of the minutes.....	3
2. Agenda-Action taken report on the Minutes of the 2 nd SHHPSC	3
3. Agenda- Components of AMRUT Scheme and Status of AMRUT in Kerala	5
4. Agenda- Approval of the selection process for the Consultant shortlisted as Project Development and Management Consultant for AMRUT.....	9
5. Agenda: Role Clarity of various implementing agencies and strategy for AMRUT implementation	10
6. Agenda- Roadmap for Urban Reforms in Kerala	10
7. Agenda - Policy for deployment of interns in Urban Local Bodiesin Kerala.	11
8. Agenda- Credit rating of the AMRUT Mission Cities	11
9. Agenda- Appointment of Town and Country Planning Department as the Nodal Agency for the formulation of “GIS based Master Plans for AMRUT cities”.....	12
10. Agenda- Approval of fund allocation to Mission Cities under for SAAP 2016-17.....	13
ANNEXURES	14

1. Agenda - Approval of the minutes

The minutes of the 2nd SHPSC meeting of AMRUT held on 17th February 2016 is attached as *Annexure -1*

Decision to be taken

The committee may take note of the minutes and approve the same.

2. Agenda-Action taken report on the Minutes of the 2nd SHHPSC

SI No	Agenda & Decision	Action taken
1	To fast track Administrative Sanction (AS) for the projects committed for FY 2015-16 It was decided that SHPSC may approve the projects and accord AS.	The proposal was put up in Special Working Group and AS was accorded vide GO (Rt) No. 1329/2016/LSGD dated 26.3.2016 (<i>Annexure 2</i>) following regular procedures which took 3 months. Hence, for the remaining projects in SAAP 2015-16 and following years AS may be accorded by HPSC.
2	Procedure for obtaining Technical Sanction (TS) for projects. TS for project shall be accorded by concerned department and the final approval will be given by State Level Technical Committee (SLTC)	2 nd SLTC held on 19.02.2016 approved the projects and initiated for tendering. (Minutes attached as <i>Annexure 3</i>)
3	Selection and appointment of Project Development and Management Consultant (PDMC).	Procurement process of PDMC is completed. M/s WAPCOS and OASIS Inc. consortium is selected as the PDMC for

	<p>HPSC ratified the procurement process adopted for PDMC and authorized the Mission Director to appoint the PDMC.</p>	<p>AMRUT cities.</p>
<p>4</p>	<p>Role of Kerala Water Authority and PDMC in implementing projects related to water supply and sewerage.</p> <p>KWA will completely handle water supply projects including its conceptualisation, design, planning, implementation and monitoring. For sewerage projects, KWA should constitute a dedicated team of experts for implementation alone. Other activities have to be handled by PDMC. KWA should inform the Nodal Officer regarding:</p> <ol style="list-style-type: none"> 1. A note on requirement of personnel by KWA from PDMC for water supply and sewerage projects. 2. A proposal covering KWA expenses for implementation of AMRUT projects. 	<p>KWA has agreed in-principle to implement water supply and sewerage projects as decided. But the note regarding KWA's requirement of personnel and their proposal for fund requirement for AMRUT is yet to be submitted to the Nodal Officer.</p>

Decision to be taken

The committee may take note of the action taken report and approve the same.

3. Agenda- Components of AMRUT Scheme and Status of AMRUT in Kerala

Atal Mission for Rejuvenation and Urban Transformation (AMRUT) was launched by the Ministry of Urban Development, Government of India in June 2015. It aims to cover 500 cities with population above 1 lakh and the Project period of AMRUT is five years from financial year 2015-16 to 2019-20.

A. Overview of the Mission and Components

i. Mission Overview

Atal Mission for Rejuvenation & Urban Transformation (AMRUT) aims at providing basic services to households and build amenities in cities which will improve the quality of life for all, especially the poor and the disadvantaged. Objectives of the mission are to

- Ensure that every household has access to a tap with assured supply of water and a sewerage connection;
- Increase the amenity value of cities by developing greenery and well maintained open spaces (e.g. parks);
- Reduce pollution by switching to public transport or constructing facilities for non-motorized transport (e.g. walking and cycling).

Permissible Project Components of the project are Water supply, Sewerage facilities & septage management, Storm water drainage, Urban transport (Non Motorised Transport), Green space and parks, Reforms management & support and Capacity building.

Cities covered under AMRUT are all statutory urban area having population more than 1 lakh, Pilgrim cities/ Cities with heritage importance, Hill Stations and the Cities along the major rivers.

ii. Planning Process in AMRUT

▪ **Step 1 - At City Level - Service Level Improvement Plans (SLIP)**

The primary purpose of AMRUT is to cover all households with water supply and sewerage (including septage). The Service Level Improvement Plan (SLIP) has to be prepared by each ULB for the sectors identified in AMRUT .

▪ **Step-2 At State Level – State Annual Action Plan (SAAP)**

At the State level, the SLIPs of all Mission cities will be aggregated into the SAAP. The SAAP is basically a State level service improvement plan indicating the year-wise improvements in water-supply and sewerage connections to households.

- **Step-3 – At City level – DPR preparation and Implementation**

iii. Funding pattern

Central Share -50% , State Share-30% and ULB share -20%

iv. Institutional Mechanism

- Apex Committee (MoUD) – At national Level
- High Powered Steering Committee – At State level
- State Level Technical Cell - For technical review at state level
- District Technical Committee – At City Level

v. Technical Support

- State Mission Management Unit (SMMU)
- City Mission Management Units in Mission Cities

B Status of AMRUT in Kerala

i. Mission cities -

Nine Mission cities including Thruvananthapuram, Kollam, Aleppy, Kochi, Thrissur ,Guruvayur, Palakkad, Kozhikode and Kannur.

ii. Institutional Mechanism in Kerala

- HPSC - Chief Secretary as the Chairman
- SLTC – Principal Secretary , LSGD as Chairman
- Mission Director – To be nominated
- Nodal Officer – Project Director, KSUDP
- Mission Management Units – At State level and in Mission cities

iii. Project Status

a. State Annual Action Plan (SAAP) 2015-16

- All 9 mission cities prepared SLIP for 5 sectors and SLIPs were aggregated into the SAAP. SAAP for an amount of Rs 587.48 cr was approved on 26th November 2015. 20% advance of the approved SAAP, ieRs 57.60 Crs has been transferred from MoUD to GoK.**However the funds are not yet released to the mission cities.**
- Mission cities have prepared and submitted DPRs for 20 projects worth Rs 34.39 Cr in the FY 2015-16. Administrative Sanction has been obtained and Technical Sanction has been given by respective departments (In Palakkad, only 3 out of 6 projects received TS) and the process of tendering has been initiated.**Two projects in Kochi and Three projects in Thiruvananthapuram are ready for implementation.**
- **DPRs for remaining projects of SAAP 2015-16 amount (Rs.587.48 Cr less Rs.34.39 Cr = Rs.553.06 Cr) has to be prepared by the ULB and KWA urgently.**

b. State Annual Action Plan (SAAP) 2016-17

- Central Allocation for the year 2016-17 to Kerala is 386.40 Crs .SAAP to be prepared for an amount of 772.8 (386.4 x 2). SLIPs for FY 2016-17 have been prepared by the ULBs with the technical assistance of CMMU and line departments on 3 thrust areasStorm Water Drainage, Transportation and Green Space & parks.
- For the Water Supply and Sewerage/septage sectors, Kerala Water Authority is preparing the SLIPs for all the mission cities. However the SLIPs for the cities of Thiruvananthapuram, Kollam, Kochi, Palakkad and Kannur have not been received from KWA.
- **The date of submission of SAAP 16-17 to the MoUDwas 15th June 2016. However, due to the delay in the SLIPs from KWA ,the consolidation of SAAP 16-17 is pending.**

c. Project Development & Management Consultant (PDMC)

The Guideline of AMRUT envisages a PDMC to provide end- to-end support to States/Urban Local Bodies. The scope of PDMC will broadly cover four components viz; Planning, Design, Supervision and Project

Management. Through an open tender process, Mission Director selected M/s WAPCOS and OASIS Inc. consortium as the PDMC for a total contract value of Rs. 23,08,53,984/- (Rupees Twenty Three Crore Eight Lakh Fifty Three Thousand Nine Hundred and Eighty Four Only)

Contract agreement finalization is in process, draft agreement is shared with the consultant for the concurrence and is expected to be signed by first week of July 2016.

d. Urban reforms

AMRUT Mission aims to improve governance through a set of 11 Reforms to be accomplished during the Mission period 2015-20. 10% of the annual budget allocation has been kept apart and will be given to the States every year as incentive for achievement of Reforms. Each milestone carries 10 marks and a total of 70% out of 280 marks will qualify the state for getting the reform incentive. City wise score card along with supporting documents has been prepared the Mission Cities, consolidated by the State Mission Management Unit Cell.

The Reforms document and the claim for the incentive have been submitted to the MoUD on 31st May 2016. Evaluation and announcement of incentives based on the scoring is awaited.

e. Credit rating

Credit Rating of ULBs is one of the milestones to be achieved in the FY 2016-17. RFP was invited from consultants empanelled by MoUD for Credit Rating of Thiruvananthapuram, Kollam, Kochi, Thrissur and Kozhikode Municipal Corporations. The funding support is from CBUD-World Bank. M/s Brickwork Ratings India Pvt Ltd has been entrusted with the assignment. Also, the selection process to select the consultant for the credit rating of remaining towns have been initiated.

f. Capacity Building Activities

Capacity Building Activities for ULBs aims to achieve urban reforms and implement projects in Mission mode. Activities building includes training of elected representatives and officials of AMRUT cities and line departments. Apart from trainings, exposure visits, workshops and seminars also have to be conducted in coordination with Training institutes. Trainings have been envisaged for Administration, Engineering and public health, Finance and Town Planning departments.

NIUA is the central agency for monitoring the activities under individual building. Two institutes (from among the 18 empanelled Training Institutes from MoUD) have been identified for individual capacity building in AMRUT cities in Kerala

- Centre for Environment and Development (CED), Trivandrum
- Institute of Human Settlement (IHS), Bangalore

So far, the Orientation for Elected representatives have been completed with the support of CED Thiruvananthapuram. Trainings under Administration and Finance by CED will start on 13th July 2016.

Three batches of Trainings for Public Health Engineering and Town Planning have been completed by IHS, Bangalore.

Decision to be taken:

The Committee may take note of the components of the Scheme and review the progress of AMRUT in Kerala.

4. Agenda- Approval of the selection process for the Consultant shortlisted as Project Development and Management Consultant for AMRUT.

The Guideline of AMRUT envisages a **Project Development & Management Consultant (PDMC)** to provide end-to-end support to States/Urban Local Bodies. The scope of PDMC under the Mission will broadly cover four components viz; Planning, Design, Supervision and Project Management.

As per the decision for the 2nd SLTC, the Mission Director had invited open tender adopting Quality and Cost Based Selection (QCBS) approach. Technical evaluation was done for the proposals received by a sub committee consisting of sectoral experts. Technically qualified proposals (cut-off 70% score) were considered for financial bid opening.

- **M/s WAPCOS and OASIS Inc.** consortium is selected as the PDMC for a total contract value of Rs. 23,08,53,984/- (Rupees Twenty Three Crore Eight Lakh Fifty Three Thousand Nine Hundred and Eighty Four Only). Proceedings of appointment given as *Annexure 5*
- Contract agreement finalization is in process, draft agreement is submitted for legal and technical vetting from CE, LSGD & Deputy

CE, KWA. The Contract agreement is expected to be signed by first week of July 2016.

Decision to be taken:

The Committee may approve the process adopted for selection of PDMC and the appointment of M/s WAPCOS and Oasis Inc. Consortium as the PDMC for AMRUT in Kerala.

5. Agenda: Role Clarity of various implementing agencies and strategy for AMRUT implementation

Mission guidelines have envisaged appointing Project Development and Management Consultant (PDMC) for the implementation of AMRUT. The role of PDMC is to give end to end support to the State and the ULB for the implementation of projects in all the five sectors. Projects under Storm Water Drainage, Urban Transport and Green Spaces & Parks will be implemented by the ULB directly with the assistance of PDMC.

However, based on the discussion in the 1st State Level Technical Committee and the decision of the Second HPSC (Minutes enclosed), Kerala Water Authority has been chosen as the agency for implementing projects in Water Supply and Sewerage sectors under AMRUT. The role of KWA in sewerage / septage management needs discussion. The roles and responsibilities of the PDMC, KWA and other implementing agencies need to be clearly defined for all sectors under AMRUT.

Further, alternate strategies like using the services of independent consultant / private firms may be explored.

Decision to be taken:

The Committee may discuss the roles & responsibilities of the implementing agencies and finalise strategies for implementation of the projects.

6. Agenda- Roadmap for Urban Reforms in Kerala

AMRUT Mission mandates a set of 11 reforms with specific milestones to be accomplished in all Mission Cities in the next five years. 10 % of the Annual Central Assistance will be given as incentive by the Central Government on achieving 70% score in reforms implementation. During 2015-16, 28 milestones had to be achieved and the consolidated scorecard for the same has been submitted to the MoUD for evaluation.

The institutions/departments involved in the implementation of Urban reforms under AMRUT are mainly Finance Department, Kerala State IT Mission, Information Kerala Mission, ULBs of the mission cities, Directorate of Urban

Affairs, Town and Country Planning, Kerala Water Authority, Energy Management Centre, ANERT and Suchitwa Mission. Members may be nominated to constitute a State Level Reforms Committee to work-out the strategies for reform implementation as per the timeline given by MoUD.

Decision to be taken:

The Committee may nominate and constitute a State Level Reforms Committee for guiding the implementation of Urban Reforms in Kerala.

7. Agenda - Policy for deployment of interns in Urban Local Bodies in Kerala.

Of the 28 Milestones to be achieved within 12 months from the launch of AMRUT Mission, one is to develop a "Policy for the engagement of Interns in ULBs and Implementation". The State has decided to initiate a scheme to provide internship for young professionals by placing them in ULBs or in Parastatal line departments for the larger benefit of the student community and with a view to enrich the ULBs in their management/implementation of its various schemes/programmes. The Rules and Regulations for the scheme "Internship for Young Professionals of Urban India" has been developed and vetted by Department of Higher Education, Government of Kerala and draft policy is appended as Annexure - 6.

Decision to be taken:

The committee may review the draft policy and consider approving the implementation of the policy in AMRUT cities.

8. Agenda- Credit rating of the AMRUT Mission Cities

Credit Rating of ULBs is one of the milestones to be achieved in the FY 2016-17. RfP was invited from consultants empanelled by MoUD for Credit Rating of Thiruvananthapuram, Kollam, Kochi, Thrissur and Kozhikode Municipal Corporations. The funding support is from MoUD under the Capacity Building for Urban Development (CBUD)- World Bank project.

M/s Brickwork Ratings India Pvt Ltd has been selected by the Mission Director through a tendering process and entrusted with the assignment @ Rs.50,000/ for each city.

The credit rating process for the remaining 4 Mission cities (Kannur, Alappuzha, Guruvayoor and Palakkad) has been initiated.

Decision to be taken:

The Committee may kindly take note of credit rating being done for all AMRUT cities as part of AMRUT Reforms.

9. Agenda- Appointment of Town and Country Planning Department as the Nodal Agency for the formulation of “GIS based Master Plans for AMRUT cities”.

In the National Meet on “Formulation of GIS based Masterplans for AMRUT cities” (a Sub-scheme of AMRUT) held on 13.05.2016 at New Delhi, it was directed to intimate to MoUD:

- i. the identified Nodal Agency for this Sub-scheme
- ii. a Nodal Officer, by name, for this Sub-scheme
- iii. to prioritise four cities/ towns out of the 9 AMRUT cities in Kerala for implementation of this Sub-scheme during this financial year and to intimate to MoUD

After discussions with the officials of Town and Country Planning Department which has technical expertise in the task, AMRUT Mission Director, subject to the ratification of the SHPSC has nominated

1. Town & Country Planning Department as the Nodal agency for implementation of the Sub-scheme “Formulation of GIS based Masterplans for AMRUT cities” and entrusted the Department to take necessary action as per the guidelines issued by the MoUD
2. Shri.Shaji Joseph, Chief Town Planner (Planning) as the Nodal Officer of the Sub-scheme and
3. Prioritised the following AMRUT cities for implementation of the Sub-scheme during the financial year 2016-17
 1. Thiruvananthapuram
 2. Alappuzha
 3. Guruvayoor
 4. Kannur

Decision to be taken:

The Committee may ratify the nominations and approve the Town and Country Planning Department as the Nodal Agency, Shri. Shaji Joseph (CTP-Planning) as the Nodal Officer and the prioritization of the cities of Thiruvananthapuram, Alappuzha, Guruvayoor and Kannur for the formulation of GIS based Master Plans.

10. Agenda- Approval of fund allocation to Mission Cities under for SAAP 2016-17

The Central allocation for Kerala for the preparation of State Annual Action Plan for 2016-17 and 2017-18 are given as under. (Amt in Cr)

State	Mission Period		2015-16		2016-17		Balance upto 2020	
	ACA	SAAP	ACA	SAAP	ACA	SAAP	ACA	SAAP
KERALA	1161.20	2333.92	287.98	587.48	386.40	772.80	486.82	973.64

These funds have to be allotted to the mission cities taking into consideration their service level gaps in the key sectors, population and area. The proposed distribution fund is given below.

Sl No.	Name of the City	Amount in Cr	%
1	Thiruvananthapuram	136.32	17.64%
2	Kollam	86.32	11.17%
3	Alappuzha	65.73	8.51%
4	Kochi	99.77	12.91%
5	Thrissur	93.36	12.08%
6	Guruvayur	54.89	7.10%
7	Palakkad	66.36	8.59%
8	Kozhikode	93.49	12.10%
9	Kannur	76.56	9.91%
	TOTAL	772.80	100%

Decision to be taken:

The Committee may discuss and approve the funding proportion to each AMRUT city for the financial year 2016-17.