F.No.N-11011/39/2013/RAY-II
Government of India
Ministry of Housing & Urban Poverty Alleviation
(RAY—II)

Nirman Bhawan, New Delhi
Dated: 12th April, 2013

OFFICE MEMORANDUM

Sub: Minutes of the 10th Meeting of the Central Sanctioning and Monitoring Committee (CSMC) under Rajiv Awas Yojana (RAY) held on 28th March, 2013 at New Delhi.

The undersigned is directed to enclose herewith a copy of the Minutes of the 10th Meeting of the CSMC under RAY held under the Chairmanship of Secretary (HUPA) on 28th March, 2013 at New Delhi for information and further necessary action.

(Sobhana Pramod)
Under Secretary to the Government of India
Telefax: 23063029

Members of the CSMC as follows:-

1. Secretary, Ministry of Urban Development, Nirman Bhavan, New Delhi.
2. Secretary, Department of Expenditure, Ministry of Finance, North Block, New Delhi.
3. Senior Advisor (HUA), Planning Commission, Yojana Bhawan, New Delhi.
4. Secretary, Ministry of Environment and Forests, Paryavaran Bhavan, CGO Complex, Lodhi Road, New Delhi.
5. Secretary, Ministry of Social Justice and Empowerment, Shastri Bhavan, N.D.
7. Secretary, Department of School Education and Literacy, Department of School Education & Literacy, Room No. 124, "C" Wing, Shastri Bhavan, New Delhi.
8. Secretary, Department of Financial Services, Ministry of Finance, Jeevan Deep Building, Parliament Street, New Delhi.
9. Secretary, Ministry of Labour & Employment, Shram Shakti Bhawan, New Delhi.
10. Secretary, Ministry of Minority Affairs, Paryavaran Bhawan, CGO Complex, New Delhi.
11. Additional Secretary, Ministry of Housing and Urban Poverty Alleviation, Nirman Bhavan, New Delhi.
16. Member Secretary, Joint Secretary in charge of RAY, Ministry of Housing and Urban Poverty Alleviation, Nirman Bhavan, New Delhi.

Copy to:

1. Shri Tobjor Dorji, Commissioner Cum Secretary, Department of UD & Housing, Government of Sikkim
2. Secretary, Urban Development & LSG, Government of Kerala
3. Secretary, Urban Development, Government of Karnataka
4. Chairman & Managing Director, HUDCO, HUDCO House, India Habitat Centre, Lodi Road, New Delhi.
5. Chairman & Managing Director, National Housing Bank, Core 5-A, India Habitat Centre, Lodhi Road, New Delhi-110003, Fax: 011-2464 9030
6. Shri Somit Dasgupta, Adviser, Planning Commission, New Delhi
7. Shri Shailesh Kumar Agrawal, Executive Director, BMTPC, India Habitat Centre, Lodi Road, New Delhi.

(Shobana Pramod)
Under Secretary to the Government of India

Copy for information to:

PS to HMHUPA/ OSD to HMHUPA/ PSO to Secretary (HUPA)/PS to JS&MD(JNNURM&RAY)/ PS to Director(JNNURM & RAY)/PS to Director NBO & OSD (JNNURM & RAY)/PS to DS(RAY).

(Shobana Pramod)
Under Secretary to the Government of India
MINUTES OF THE 10th MEETING OF THE CENTRAL SANCTIONING AND MONITORING COMMITTEE (CSMC) UNDER RAJIV AWAS YOJANA (RAY)

Nirman Bhawan, New Delhi, 28th March, 2013

The 10th Meeting of the Central Sanctioning and Monitoring Committee (CSMC) of Rajiv Awas Yojana (RAY) was held under the Chairmanship of the Secretary, Ministry of Housing and Urban Poverty Alleviation on 28th March, 2013 at 120, G-wing in Nirman Bhawan, New Delhi. The list of participants is at Annexure-I.

2. Director (NBO) & OSD (JNNURM & RAY) welcomed the Chairman and Members of the CSMC and other officials from the Ministry and NHB.

3. For the CSMC Meeting, the following proposals were considered:

3.1 Parameters for Slum Rehabilitation Projects under External Commercial Borrowings (ECB)
3.2 release of 2nd instalment of funds for undertaking preparatory activities under RAY to Governments of Kerala, Sikkim and Karnataka.

4. The CSMC considered the Parameters for Slum Rehabilitation Projects under ECB and approved the following:

4.1 Definition of Slum Rehabilitation Project (SRP)

4.1.1 For the purposes of being eligible for ECB the following shall be treated as “eligible projects”:

1. “In-situ Slum Re-development project” – means the project where in existing slum areas will be redeveloped by providing proper access, dwelling unit, open spaces and other basic services to the slum dwellers on land on which the slum exists.
2. “In situ Slum Up-gradation project” – means the project of improving the quality of dwelling spaces occupied by slum dwellers with provision of basic services and infrastructure services
3. “Slum Resettlement project” – means the project of relocation and settlement of slum dwellers from the existing untenable slums to an alternative site with provision of dwelling space, basic civic and infrastructural services. However resettlement, if absolutely necessary, needs to be taken up as the last resort and with due consideration to minimize adverse impacts on livelihoods of the re-settlers.

4.2 Purpose of ECB:

4.2.1 Broadly ECB can be availed for the following purposes:

i. Construction of new dwelling units, improvement / upgradation of existing dwelling units.
ii. The project should necessarily have basic physical infrastructure like water supply, sanitation, drainage, roads, pedestrian paths, solid waste disposal, electricity etc., both at an individual level as well as at the community level and social infrastructure like public and semi-public open spaces, schools, institutions, community places, shops etc., as per the norms laid down by the respective State Government/competent authority. This infrastructure may be provided either by upgrading the existing infrastructure or creation of new infrastructure.

iii. ECB would also be available for Off-site infrastructure facilities proportionate to the requirements of the slum being developed or redeveloped.

iv. Any other infrastructure found necessary by the competent authority

4.3 Other conditions:

1. The carpet area of a dwelling unit under these projects should be between 21-27 Sqm
2. Contribution of the beneficiary in all manners/respects for the dwelling unit should be as defined by the respective State Governments/Competent Authority.
3. The agency must accommodate all the eligible slum dwellers as defined/determined by the respective State Governments/ULB/Competent Authority in the proposed project after improvement.
4. The projects should be approved by competent authority along with a list of beneficiaries.

4.4 Ceiling on ECB Borrowing:

4.4.1 No ceiling on the extent of ECB.

4.5 Eligibility Borrowers for ECB:

1. ECB for slum rehabilitation projects can be availed by:
   i. Companies registered under the Companies Act 1956
   ii. Proprietorship companies
   iii. Partnership firms and
   iv. Limited Liability Partnerships (LLP)

2. These finance companies and banks can avail ECB for the specific slum rehabilitation projects as enunciated above:
   i. Housing Finance Companies (HFCs)
   ii. National Housing Bank (NHB)

3. Public agencies which under their charter are authorized to borrow from financial institutions, including:
   i. Slum Rehabilitation Authority
   ii. Slum Clearance Boards
   iii. Housing boards
   iv. Parastatal Agencies/Urban Development Authorities and
   v. Urban Local Bodies
4.6 Approval process

1. NHB will develop an application form suitable for various categories of prospective ECB borrowing.
2. Applicant would be required to submit the project/plan duly approved by the Urban Local Body/Parastatal agency/competent authority as defined by the respective State Governments to NHB along with the application form,
3. NHB after scrutinizing the application will forward to RBI along with their comments/recommendations.

4.7 Cost of project

4.7.1 For the purposes of ECB cost of land shall be excluded. There will be no ceiling on the extent of ECB.

4.8 Process of application:

4.8.1 Along with the prescribed application form, the applicant would need to submit duly approved DPR/Plan along with milestones for monitoring the progress. Copies of relevant certificates and approvals from various authorities with regard to provision/connections of trunk infrastructure required for the slum rehabilitation project shall be included with the DPR.

4.9 Monitoring mechanism

4.9.1 NHB will monitor the project for the end use of fund along with the physical and financial progress for adherence of timelines as per the milestones submitted by the agency or as approved at the time of ECB.

4.9.2 Based on the above parameters, Nationals Housing Bank (NHB) shall prepare the guidelines along with the application format and circulate the same in consultation with RBI.

4.9.3 Dir (RAY) informed the Chair that the additional agenda point is regarding the release of 2nd instalment of funds for undertaking preparatory activities under RAY to Governments of Kerala, Sikkim and Karnataka. She presented the proposal in detail and informed the Chair that Finance Division of this Ministry recommended that these proposals would required to be placed before the CSMC for its approval.

5. Dir (RAY) informed that 82nd CSMC, held on 18.03.2010, had approved release of 1st ad-hoc instalment of grants-in-aid under SFCP Scheme of RAY to 20 States/UTs. Central Sanctioning & Monitoring Committee (CSMC) meeting held on 24.12.2010 under RAY has approved the 1st ad-hoc instalment of grants-in-aid under SFCP Scheme of RAY to 14 States/UTs. She further informed that during the 82nd meeting of CSMC under RAY it was also decided that 2nd release to States/UTs for undertaking the preparatory activities under RAY would be based on action plan progress and 70% utilization of the first release and deduction of funds (as regards surveys, GIS and MIS) already provided under USHA Scheme of the Ministry.
6. Under the preparatory phase, this Ministry had during the FY 2009-10 released Rs. 2.63 crore to Government of Kerala and Rs. 400.40 lakh to the Govt. of Karnataka as 1st ad-hoc instalment of Grants-in-Aid for undertaking preparatory activities under RAY. During the FY 2010-11 an amount of Rs. 62.39 lakh was released to Govt. of Sikkim as 1st ad-hoc instalment of Grants-in-Aid for undertaking preparatory activities under RAY.

7. State Governments of Kerala, Sikkim and Karnataka have submitted detailed proposals seeking support (2nd instalment) under the preparatory phase of RAY scheme (including Utilization Certificate in Form GFR 19-A along with physical and financial progress report) as under:

- Government of Kerala: Rs. 799 lakhs
- Govt. of Sikkim: Rs. 144.16 lakhs
- Government of Karnataka: Rs. 820 lakhs

8. The Utilization submitted by the State Governments is more than 70% of the 1st ad-hoc instalment released.

9. Dir (RAY) proposed that in view of the fact that the State Governments of Kerala, Sikkim and Karnataka have complied with the conditions stipulated for release, 50% of the amount requested by them may be released from the budgetary provision under RAY for 2012-13 so as to enable these States to continue the preparatory activities under RAY.

10. After detailed discussions, the Committee directed the following:

10.1 50% of the amount requested by the State Government of Kerala, Karnataka and Sikkim may be released from the budgetary provision under RAY for 2012-13 in consultation with Finance Division of this Ministry so as to enable these States to continue the preparatory activities under RAY.

10.2 The final settlements of grants will be as per the approved financial norms of each component of preparatory and other activities of RAY as decided by the 2nd Central Sanctioning & Monitoring Committee (CSMC) under RAY held on 19th January 2012 and subsequent modification approved by CSMC, if any.

10.3 The State will comply with the terms and conditions stipulated in the minutes of the 2nd CSMC meeting under RAY held on 19th January 2012 and RAY guidelines. In cases where expenditure incurred on any component is above the approved ceiling, the excess amount to be borne by the State Government.

The Meeting ended with a vote of thanks to the Chair.

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ANNEXURE-I

LIST OF PARTICIPANTS IN THE 10TH MEETING OF CENTRAL SANCTIONING AND MONITORING COMMITTEE (CSMC) OF RAY HELD ON 28.03.2013

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<tr>
<th>Sl. No.</th>
<th>Name &amp; Designation</th>
<th>Organisation</th>
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<tbody>
<tr>
<td>1</td>
<td>Shri Arun Kumar Misra, Secretary (HUPA)</td>
<td>In Chair</td>
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<td>2</td>
<td>Shri Susheel Kumar, AS(H)</td>
<td>MoHUPA, New Delhi</td>
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<td>3</td>
<td>Shri Sanjeev Kumar, JS(RAY)</td>
<td>MoHUPA, New Delhi</td>
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<td>4</td>
<td>Shri Naresh Salecha, JS&amp;FA</td>
<td>MoHUPA, New Delhi</td>
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<td>5</td>
<td>Shri D.S. Negi, OSD (RAY)</td>
<td>NBO, New Delhi</td>
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<td>6</td>
<td>Smt Alka Selot Asthana, Director (RAY)</td>
<td>MoHUPA, New Delhi</td>
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<td>7</td>
<td>Shri Somit Dasgupta, Advisor</td>
<td>Planning Commission, New Delhi</td>
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<td>8</td>
<td>Shri Amit Kumar Saha, Asst. Advisor, (PHE), CPHEEO</td>
<td>MoUD, New Delhi</td>
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<td>9</td>
<td>Shri Kiran Kumar Avadhawala, SNPUPR</td>
<td>MoHUPA, New Delhi</td>
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<td>10</td>
<td>Ms. Rita Bhattachrya, NHB</td>
<td>NHB, Delhi</td>
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<td></td>
<td>Shri Lalit Kumar, NHB</td>
<td>NHB, Delhi</td>
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