

MINUTES OF THE 60TH MEETING OF CENTRAL SANCTIONING AND MONITORING COMMITTEE UNDER SUB-MISSION-URBAN INFRASTRUCTURE AND GOVERNANCE (UIG), JNNURM

60th meeting of CSMC was held on 21st November 2008 under the Chairmanship of Secretary (UD). The list of participants is annexed.

The following proposals and projects were considered by CSMC during the meeting:

1. Jharkhand

Dhanbad Improvement of Water Supply to Dhanbad under PPP

Administrator of Dhanbad Municipal Corporation stated that the DMC constituted in 2006 comprising of 29 Census Towns which includes 4 erstwhile Notified Area Towns and one Municipality. He stated that the present capacity of the water supply in the city is 56 mld which is not enough to bridge the gap in demand in those areas of the city where piped water supply system exists. Therefore, there is a need to increase the coverage of the piped water supply scheme in the areas where the population is still settling. The works under the project involve Replacement of aged Distribution Pipes & Conduit Repairs, Replacement of Pumps & Laying Conveying Mains, Shifting of GLSR component, De-silting works, Augmentation of Source at Sindri, Augmentation of Source at Jamadoba, Augmentation of WTPs, Conveying Mains, and augmentation of Distribution System.

In response to a query by Secretary (UD) as to whether the proposal is for distribution network or augmentation of existing supply, CPHEEO stated that the project would be implemented in 2 packages viz. (i) Augmentation (ii) Repair of existing network. Presently, 20% of the present distribution is through meter and after completion of the new project around 65% water supply would be connected through meter.

Regarding the ownership of the project, Secretary, Urban Development, Govt. of Jharkhand stated that the State Govt. is planning to set up a Water Board comprising of Mineral Area Development Agency (MADA), Public Health Department and Dhanbad Municipal Corporation. He stated that such a Board has already been set up for the city of Ranchi.

Secretary (UD) enquired whether the proposed Water Board for Dhanbad would be a Statutory authority and whether legislative approval would be required for the purpose. Secretary, Urban Development, Govt. of Jharkhand stated that the Ranchi Board was set up after legislative approval, and the same procedure would be followed in respect of the proposed Water Board for Dhanbad. All formalities for the Board will be completed in 3 to 6 months.

IL&FS briefed the CSMC about the PPP structure envisaged for Water Supply scheme. It was informed that options are being explored on Build Operate Lease and Transfer (BOLT) basis. Under first option, the Source Augmentation, construction of the WTP and Bulk water supply to the Management Contractor and Distribution are being considered. In 2nd option, Water Board to construct and maintain the WTP and bulk water supply will be contracted to the operator.

Consultant, CPHEEO observed that State should ensure the source of water for which assurance of Irrigation Department would have to be obtained. He also stated that a sewerage project for Dhanbad is under preparation.

Regarding tariff, ULB suggested that presently 29 mld. of water is supplied for which tariff is charged. The annual revenue collected from water tariff is around Rs. 15 crore. The State Govt. would apply new rate from 2011 when the project is completed. Secretary (UD), observed that the project should make a substantive improvement and impact on the common people about the need of water.

Regarding election to the ULB, Secretary, Urban Development, Govt. of Jharkhand stated that Notification for the election of the ULB may take 3 to 6 months. The process has been delayed due to inclusion of certain rural area in the jurisdiction of the ULB. The final picture will emerge after this issue has been sorted out. He stated that DMC was constituted in 2006 which also included certain rural areas. The Cabinet has suggested that the disputed areas should be excluded from the ULB. Regarding the implementation of reforms, the State stated that constitution of DPC would be

completed during the current year.

Secretary(UD)enquiredwhetherany other organizationlike ADBare associatedin the project.Secretary,Urban development,Govt. of Jharkhandstatedthat Statehas engagedASCIfor technicalsupport.

Secretary(UD)advisedthat State Govt. shouldtake actionto adoptthe BenchMarkingand NationalSanitation Policyin the State. Thereare some financialincentivesavailablefor the Statesunderthe Policy. Copiesof the National SanitationPolicyand BenchMarkingwerehandedover to the Secretary,Govt. of Jharkhandduringthe meeting.

Secretary(UD)suggestedthat the PPP structureshouldbe finalizedin 3 to 6 months.He advisedthat Mission Directorwill hold furtherdiscussionwith Secretary,UrbanDevelopmentand Secretary,PublicHealthDepartmentof Govt. of Jharkhandto elicit detailedinformationregardingthe feasibilityof PPP structure for the project. He also suggestedthat a lettermay be sent to ChiefSecretaryof Jharkhandintimatingthe observationsof CSMCand seekingthe confirmationof the Stateaboutthe PPP structureand the coordinationbetweenthe UrbanDevelopmentPublicHealth Departmentand IrrigationDepartmentof Govt. of Jharkhand.

The presentationmadeby the Stateof Jharkhandis at annexure-I

CSMCapprovedthe aboveprojectsubjectto the aboveconditionswith followingfinancingpattern:

Sl.No.	Mission City/State	Projecttitle	Approved project cost	Central share(ACA) (50%)	Amountof ACA to be released(25%of ACA)
1	Dhanbad, Jharkahand	Improvement of Water Supply to Dhanbad under PPP	36585.00	18292.65	914.63 (5% of 1 st instalment)

2. TamilNadu

Chennai: ProvidingComprehensiveWaterSupplyschemeto ThiruvottiyuMunicipalityChennai

The State stated that 16 projects have so far been sanctioned for the State. Three water supply projects have already been started. The implementation of the new proposed project would cover the entire Municipal area of Chennai. The proposed project will undertake the following works: Construction of main UGT of capacity 10 MLD, Manali Booster of CMWSSB, Construction of storage reservoirs, Construction of pump houses with pumping equipment, each water distribution station, provide feeder main of sizes varying from 300mm dia to 700mm dia from the main UGT to other proposed water distribution stations for a total length of 13.3 km.

The State has set up the Metropolitan Infrastructure Development Fund(MIDF) with a view to fund urban infrastructure projects.

CPHEEOstatedthat bulk availabilityof wateris assuredfor runningthe project.Implementationof the project will be completedin 24 months.

It was noted that Statehas alreadyimplementedreformson PublicDiscloserLaw, Rent Control. Regarding, MPCthe legislationis ready.The Propertytax collectionefficiencyhas improvedto 90%.,revisionof buildingbye-laws (approvalprocess)is in progress.

ULB statedthat at presentno householdconnectionfor supplyof water exist. Wateris being suppliedthrough stand posts only. All new connectionswill be meteredand the cost of installationof meter has to be borne by the householdsfrom their own source. The proposedwatertariffis Rs.8/per kl. There will be no connectionchargesfor householdsunderBPL. Regarding the establishment of CTAG and CVTC, the State informed that the notificationhas alreadybeenissuedat the ULBlevel, andno furtheractionis neededin this regard.

CSMCapprovedthe projectas under:-

Rs. in lakhs

MissionCity/State	Projecttitle	Approved project cost	Central share(ACA) (50%)	Amountof ACA to be released(25% of ACA)

Chennai,TamilNadu	Providing Comprehensive Water supply scheme to ThiruvottiyuMunicipality	8511.70	2979.00	745.00(1 st instalment)
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A copy of the presentation made by Tamil Nadu is at Annexure-II

3. Uttar Pradesh

Varanasi: Storm Water Drainage works for Varanasi

ULB stated that presently there is no functional storm water drainage system in Varanasi. The CDP document has highlighted the urgent need for development of an effective and dedicated storm water drainage system. The proposed project has been prepared with a view to solve the water logging problem through repair of very old & incomplete open drainage system, safe disposal & conservation of water, drains in slums area & minority areas.

The ULB gave an account of the progress of the on-going projects sanctioned for Varanasi. It was stated that around 30% of the work has been completed in respect of first projects sanctioned for the city. The new project will rehabilitate the existing drains as well as constructing new drains. After the completion of the project water logging problem of Varanasi will be resolved and pollution of river will be reduced. Ministry of Environment & Forest agreed with the observation of CPHEEO and the State Govt.

Secretary (UD) observed that the State should give an assurance to the effect that after implementation of the project, the water logging of Varanasi would be substantially reduced. CPHEEO stated that 45% water logging have been identified and integrated with the existing system which will be improved to above 60% after implementation of the Project. CPHEEO suggested that the ULB should check and segregate the sewerage, solid waste from the storm water drains by providing underground sewerage to prevent pollution and foul smell.

The presentation made by the ULB is at Annexure-III

CSMC approved the project with the condition that the second instalment will be released after the project has made good progress. The conditions of CPHEEO will also be taken into account before releasing the next instalment of funds. The financing scheme of the project is as under:

Rs. in lakhs

Mission City/State	Project title	Approved project cost	Central share (ACA) (50%)	Amount of ACA to be released (25% of ACA)
Varanasi, Uttar Pradesh	Storm Water Drainage works for Varanasi	19262.00	9581.00	2395.25 (1 st instalment)

Lucknow Sewerage work for Lucknow City-Sewerage District-III (Part-I)

The ULB stated that Gomti Action Plan (GoAP) was introduced in 1993 through funding from Govt. of India under National River Conservation Directorate (NRCD), MoEF. The DPR on the proposed sewerage project has been framed integrating works, which are either executed or under execution under Gomti Action Plan to solve the problem of pollution in Gomti river due to open drains which are carrying sewage to the river. The main objective of the project is to reduce the pollution of Gomati River by 26 nasals.

Secretary (UD) suggested that the State should set up IRMA who should make a comparative study under various parameters and planned changes showing the variation between the existing water supply and sewerage projects and the

impact of the new projects.

Regarding implementation of reforms, Special Secretary, Govt. of U.P. stated that under e-Governance, property tax, water tax, property tax, death and birth certificates are computerized. Online payment of property tax would be facilitated in 3 months. The State has obtained a Central assistance to assess the assets and properties. Secretary (UD) suggested that the Govt. of U.P. may provide a copy of order issued regarding setting up of e-Governance and Area Sabha. The CSMC approved the project with the following financing patterns subject to above conditions:

Rs. in lakhs

Mission City/State	Project title	Approved project cost	Central share (ACA) (50%)	Amount of ACA to be released (25% of ACA)
Lucknow, Uttar Pradesh	Sewage works for Lucknow City-Sewerage District-III (Part-I)	26126.00	13108.00	3277.00 (1 st instalment)

CSMC also approved the release of 2nd instalment of Central assistance for five existing projects of UP as under:-

Sl. No.	Mission City/State	Project Title/name	Project Cost	Central Share	Amount and no. of instalment to be released
1.	Agra, Uttar Pradesh	Construction of Branch and lateral sewer lines in Northern Western Zone, Agra	2162.00	1081.00	270.25 (2 nd instalment)
2.	Allahabad, Uttar Pradesh	Water Supply Scheme for Allahabad, Allahabad	8969.00	4484.50	1121.13 (2 nd instalment)
3.	Varanasi, Uttar Pradesh	Water Supply Component of Varanasi, Varanasi	11102.00	5551.00	1387.75 (2 nd instalment)
4.	Lucknow, Uttar Pradesh	Water Supply Project for Lucknow, Lucknow	38861.00	19430.50	4857.63 (2 nd instalment)
5.	Lucknow, Uttar Pradesh	Sewerage Works for Lucknow District-I (Vol-I and II), Lucknow	23623.00	11811.50	2952.87 (2 nd instalment)

The presentations made by UP Jal Board and ULB Lucknow are Annexure IV and Annexure-IV-A respectively.

4. Maharashtra

PimpriChinchwadMunicipal Corporation:

- 1. BRTS Corridor-Kalewadi-KSE Chowk to Dehu-Aland Road (Trunk Route No. 7)**
- 2. BRTS Corridor-Nashik Phata to Wakad (Trunk Route No. 9)**

ULB informed that the first corridor of BRTS approved under JNNURM has already been commissioned. Work on another two corridors is in progress. Explaining the rationale of the proposed new corridors, the ULB stated that all the 3 existing BRTS running longitudinally towards Mumbai. The proposed new corridors will cross the existing 3 corridors providing enhanced connectivity to the commuters. The projects would be implemented through PPP on BOLT (Build Operate Transfer) basis for which tender has been issued. The ULB also stated that the Urban Transfer Fund has already been set up.

Director (UT) stated that the projects are in conformity with the Urban Transport Policy and meet the Indensification criterion. All services under the project will be provided in a compact manner. ULB stated that PCMC Transportation Company has been set up to manage the BRTS through SPV. ADB is willing to participate in the proposed SPV. The proposed project would make an impact on the Real Estate Market and generate substantial revenue making the projects sustainable. It was noted that this is the only project seeking 40% of Central Assistance instead of eligible 50%. Secretary (UD) observed that given the limited funds available under JNNURM, it would be encouraging if some projects become feasible with less funds from JNNURM.

Mayor, PMC stated that due to increased population, people prefer to use public transport instead of private vehicle. The implementation of BRTS would make a positive image among the public, political parties and others. Director (UT) stated the ULB is yet to adopt an appropriate parking policy. This Policy should be in place before the next instalments for the projects are taken up. CPWD stated that while appraising the project they had made some corrections in the DPR.

Director(UT) stated that this issue will be taken up when the detailed design of the projects are done. CSMC approved two BRTS projects of PMC as under:

Rs. in lakhs

Mission City/State	Project title	Approved project cost	Central share(ACA) (50%)	Amount of ACA to be released(25% of ACA)
Pimpri Chinchwad Municipal corporation	BRTS Corridor- Kalewadi-KSE Chowk to Dehu- Alandi Road (Trunk Route No. 7)	21920.00	8768.00(40%)	2192.00
Pimpri Chinchwad Municipal corporation	BRTS Corridor- Nashik Phata to Wakad (Trunk Route No. 9)	20682.00	8272.80(40%)	2068.20

A copy of the presentation made by the PMC is at Annexure-V.

Thane Integrated Nala Development Project

The ULB stated that the proposed project has been planned for effective & efficient disposal of storm water through widening, training of nalas and removing obstructions to reduce water logging & flooding. The project will mitigate the problems of public health and wealth due to flooding and reduction in groundwater pollution.

The proposed project aims to cover 26 Kms. of Kalwa and Mumbra areas with a network of about 29 Kms. This is a pre-dominantly minority area. The project will be completed in 29 months. ULB stated that the existing 7 projects sanctioned under JNNURM are making good progress. CSMC approved the Integrated Nala Development Project and as under:

Rs. in lakhs

Mission City/State	Project title	Approved project cost	Central share(ACA) (50%)	Amount of ACA to be released(25% of ACA)
Thane (UA of Greater Mumbai), Maharashtra	Integrated Nala Development (Phase-III) for Kalwa and Mumbra areas of Thane MC	5789.27	2026.24	303.94 (1 st instalment)

A copy of the presentation made by Thane is at Annexure-VI

Nanded:

The State gave an overview of the progress of implementation of reforms in the State. The draft Model for the Administrative reforms is ready. Draft note is being prepared for Cabinet approval.

CSMC approved release of the 4th instalment of the following projects for Nanded:

Sl. No.	Mission City/ State	Project Title/name	Project Cost	Central Share	Amount of ACA (25% of Central Share) proposed to be released
1.	Nanded, Maharashtra	River Front Development North Bank Zone-3 (NAD-016)	4313.08	3450.46	862.62 (4 th instalment)
2.	Nanded, Maharashtra	Improvement of Movement Networks in Nanded City Package III-B-Structure	5815.49	4652.39	1163.10 (4 th instalment)

Rs. In lakhs

A copy of the presentation made by the ULB Nanded is at Annexure-VII

5. Gujarat:**Ahmedabad:**

New projects-

1. Sewerage Network of West AUDA area of Ahmedabad UA.
2. Sewerage Network of East AUDA area of Ahmedabad UA.

Presenting the DPR on Sewerage Network of West AUDA area, the ULB stated that the Western Ahmedabad is presently densely populated. The present sewerage generated is disposed in the river Sabarmati which is the drinking water source for the entire Ahmedabad City. On completion of this project, it is envisaged that further degradation of environment will be prevented. Further, the pollution of the river will be abated and eco-friendly environment will be created. Subsequently, water-borne diseases will be controlled and the health of the community will be improved substantially. This will improve the social status as well as the economy of the individuals as a whole.

The project will be implemented in 36 months. The proposed revenue generation from the project is Rs. 21.50 cr p.a. The existing annual O & M. cost is Rs. 1.40 lakhs which is expected to be increased to Rs. 1555.31 lakhs in the first year of commissioning of the project.

The Sewerage Network project of East AUDA will be implemented in 24 months. On completion of these projects, it is envisaged that further degradation of environment will be prevented. Further, the pollution of the river will be abated and eco-friendly environment will be created. Subsequently, water-borne diseases will be controlled and the health of the community will be improved substantially. This will improve the social status as well as the economy of the individuals as a whole. The project is expected to generate revenue from the project is Rs. 5.42 cr. P.a.

The ULB explained that Double Entry Accounting will be completed by March, 2009. The reform on Property Tax, Cost recovery will be implemented by the end of the current year. ULB stated that they have sent a proposal to MoUD regarding setting up of UTF.

The CSMC approved the above mentioned two projects and release of 2nd instalment for sewerage system project for Vadodara as under:

Rs. in lakhs

Sl.No.	Mission City/State	Project title	Approved project cost	Central share(ACA) (50%)	Amount of ACA to be released(25% of ACA)
1.	Ahmedabad Gujarat	Sewerage Network of West AUDA area of Ahmedabad UA.	23541.00	8239.00	377.00(1 st instalment)
2.	Ahmedabad Gujarat	Sewerage Network of East AUDA area of Ahmedabad UA.	7765.00	2718.00	680.00(1 st instalment)
3	Vadadara, Gujarat	Sewerage System project for Vadadara city	10514.93	5257.465	1314.37(2 nd instalment)

A copy of the presentation made by AUDA, Gujarat is at Annexure-VIII.

6. Karnataka:

Bangalore: Final approval for the Augmentation of Water Source to Mysore City from Kabini River.

The above project was in principle approved by CSMC in 48th meeting held on 7.3.08. The CSMC had advised the State to take clearance from Central water Commission for drawing water from Kabini River since it is inter-state river. Karnataka Urban Water Supply Board has intimated that the agreement was concluded between the Irrigation Authorities and Commissioner Mysore City Corporation wherein the Irrigation Department has agreed to provide 2.58 TMC of water every year from Kabini River for Mysore Water Supply Scheme. Accordingly the State requested to waive the condition stipulated by CSMC.

In view of the clarification provided by the ULB, CSMC accorded final approval for the project.

Regarding the implementation of reforms and sanctioned projects, Secretary (UD) advised the State to send a detailed note to JS (Mission) and JS (Mission) will discuss the critical issues on reforms and projects/programmes in the State.

CSMC approved the release of 2nd instalment of one sanctioned project of Bangalore as under:

Mission City/ State	Project Title/name	Project Cost	Central Share	Amount of ACA (25% of Central Share) proposed to be released
Bangalore Karnataka	Construction of underpass at Magadi Road and Chord Road Junction at Bangalore, Bangalore	2782.49	973.87	243.46 (as 2 nd installment)

Rs. Lakhs

7. Andhra Pradesh:

CSMC considered the proposals for release of 4th instalment of Central assistance for 5 sanctioned projects pertaining to Hyderabad, Vijayawada and Visakhapatnam.

The State stated that the implementation of Administrative reforms and Double Entry accounting is in pr

They have also implemented other reforms as per timelines indicated in the MoA.

CSMC approved the release of instalment of Central assistance for 5 projects of AP as indicated below:

Rs. Lakh

Sl. No.	Mission City/ State	Project Title/name	Project Cost	Central Share	Amount of ACA (25% of Central Share) proposed to be released
1.	Hyderabad, Andhra Pradesh	Flyover at Chandrayangutta Junction, Hyderabad	1101.00	385.00	88.50 (as 4 th installment)
2.	Hyderabad, Andhra Pradesh	Flyover at Rajiv Gandhi Statue Punjagutta, NFCL Junction, Hyderabad	3300.00	1155.00	159.75 (as 4 th installment)
3.	Hyderabad, Andhra Pradesh	Flyover at Greenlands Junction, Hyderabad	1727.00	604.00	111.52 (as 4 th installment)
4.	Visakhapatnam, Andhra Pradesh	Improvement of Yerrigedda Storm Water Drains in GVMC, Visakhapatnam	921.00	460.00	230.00 (as 3 rd & 4 th installment)
5.	Visakhapatnam, Andhra Pradesh	Providing Sewerage System in Old City area of Visakhapatnam Municipal Corporation, Visakhapatnam	3708.00	1854.00	463.50 (as 3 rd installment)

7. Sikkim:

Gangtok: Rehabilitation of sewerage system in Gangtok

The State stated that revenue presently collected as per existing Water Supply & Sewerage Act. The water tariff is being revised suitably with due consideration to poor households. Department is committed to collect O&M cost recovery in a phased manner.

Regarding election to ULB, the State stated that it was noted that delemiation of Ward boundaries is completed and process of notifying the reserved area is underway.

A copy of the presentation made by Sikkim is at Annexure-

CSMC approved the release of 2nd instalment of ACA for the project as under:

Mission City/ State	Project Title/name	Project Cost	Central Share	Amount of ACA (25% of Central Share) proposed to be released
Gangtok, Sikkim	Rehabilitation of sewerage system in Gangtok	2392.01	2152.81	538.20

Rs. lakhs

A copy of the presentation made by Ganktok is at Annexure-IX.

PIU and PMU proposals

CSMC considered the PMU proposal for TUFIDCO, Tamil Nadu and PIU proposals for Ahmedabad, Vadodar Puduchery. These proposals were approved as per following financing ceiling:

Name of Sate/ULB	Name of proposal	Annual financing ceiling/rate
TUFIDCO, Tamil Nadu	PMU	Admissible annual PMU cost= Rs. 36.20 lakhs
Ahmedabad	PIU	Admissible annual PIU cost= Rs. 25.70 Lkajs
Vododara	PIU	Admissible annual PIU cost=Rs. 25.52 Lkajs
Pudduchery	PIU	Admissible annual PIU cost+ Rs. 24.20 Lkajs

Transport Specialist in PIU and RTP Capacity building

CSMC considered two notes of Mission Directorate regarding inclusion of transport specialist in PIU and RTP building. The Chairman CSM suggested to process the proposals on files and submit to him.

The meeting ended with vote of tanks to the Chair.

F.No. K-14012/2(60)/06-NURM-III
Ministry of Urban Development
NURM Directorate

60TH CSMC UNDER URBAN INFRASTRUCTURE AND GOVERNANCE HELD ON 29.12.08

There has been an error in indicating the Central share in the minutes of CSMC in respect of Storm Water Drainage Project for Lucknow. The error has been crept in due to adopting the wrong figure of Central share indicated in the appraisal sheet of CPHEEO. [F/A] The actual Central share (50%) for the project will be Rs. 15760.50 lakhs and not Rs. 16261.00 lakhs as indicated in the appraisal sheet. A copy of minutes of the CSMC is at F/X.

We may issue a corrigendum to the minutes of the CSMC rectifying the error.

(S.K. Sarkar)
Under Secretary (NURM-III)

Dir(N-III)