



**GOVERNMENT OF KERALA**

**Abstract**

Local Self Government Department – Total Housing Programme of the Government -  
Availing loan for an amount of Rs. 4,000 crore from HUDCO through KURDFC- Sanction  
accorded - Modified Orders issued.

**LOCAL SELF GOVERNMENT (DB) DEPARTMENT**

G.O (MS) No. 111/2018/LSGD

Thiruvananthapuram, Dated 13/08/2018

- Read :
1. Letter No.07/LM/Fin/2018 dated 16.03.2018 and 24.03.2018 from the Chief Executive Officer, LIFE Mission.
  2. G.O. (Ms) No. 68/2018/LSGD dated 18.05.2018.
  3. Letter No. HUDCO/TRO/KURDFC/EWS(U)/21261/2018/407 and 21263/410 dated 06.06.2018 from the Regional Chief, HUDCO, Thiruvananthapuram.
  4. G.O. (Ms) No. 100/2018/LSGD dated 30.07.2018
  5. Letter No. HUDCO/TRO/KURDFC/21262&21263/939 dated 31.07.2018
  6. Letter No. KURDFC/A2/289/2018 dated 01.08.2018 from the Managing Director, KURDFC.

**ORDER**

As per Government Order read as 2<sup>nd</sup> paper above, sanction was accorded for availing loan for an amount of Rs. 4000 crore from HUDCO through KURDFC as part of the Total Housing Programme of Government, being implemented through LSGIs. As per Government Order read as 4<sup>th</sup> paper above, the above said Government Order was modified by incorporating certain conditions for availing loan amount from HUDCO.

2. The HUDCO as per the letters read as 3<sup>rd</sup> paper above has sanctioned a loan to an aggregate amount of Rs.4000 crore for the project.

3. As per the letter read as 5<sup>th</sup> paper above, the Regional Chief of HUDCO has requested to include some pre disbursal conditions in the Government Orders read above. The Managing Director, KURDFC vide letter read as 6<sup>th</sup> paper above has also requested to revise the above said Government Orders in view of the request made by HUDCO.

4. Government have examined the matter in detail and are pleased to integrate and modify the Government Orders read above as follows so as to ensure the timely release of the loan amount from HUDCO for the project:

i) As part of Total Housing Programme under 'LIFE', it was decided to take up construction of houses to homeless persons having land, for 1,75,000 beneficiaries in Rural Sector and 82,487 beneficiaries in Urban Sector during the year, 2018-2019.

ii) The total funds source for the component of providing houses to eligible homeless beneficiaries owing land as part of Total Housing Programme, 'LIFE' will be from Development Grant of Local Bodies from Government, amounts provided in the annual budget for various housing projects being undertaken by Government Departments, 2018-19 apart from the loan from HUDCO through KURDFC.

iii) KURDFC will avail a loan of Rs. 4000 crore from HUDCO for the completion of houses for 1,36,000 beneficiaries in Rural Sector (Rs. 3000 crore) and 50,000 beneficiaries in Urban Sector (Rs. 1000 crore) as part of the Project. This loan amount will be passed on by KURDFC to the concerned LSGIs as per the number of houses to be built in each LSGI.

iv) For loans thus raised, the Govt will repay the principal amount of the loan by deducting the required amount from the Development Grant of LSGI's provided by Government in the Annual Budget of the State every year and make the deducted amount available to KURDFC for repayment of the principal amount to HUDCO.

v) Payment of interest for the loan amount will be met from the plan provision earmarked in the Annual Budget by Government in each year. Interest for the year 2018-19 will be met from the current year's budget provision under the head of account 2217- 80-800-62 (Plan). From 2019-20 onwards, each year, Planning Board will make appropriate provision in the Annual Budget to meet the interest cost.

vi) Guarantee for the loan amount from HUDCO will be provided by Government and the Guarantee Commission payable to Government will be deducted from the devolution

of the LSGIs by Finance (SFC) Department in Government as in the case of principal amount and remitted to the respective head of account.

vii) For LSGIs with a very high number of houses to be built, where deduction of the principal amount of the loan from Plan Grant would affect the fund availability of such LSGIs, a proposal has to be submitted by LIFE Mission through LSGD for additional Government Grant to those LSGIs. State Planning Board should make sufficient provision, each year, in the plan budget for meeting this extra burden of LSGIs.

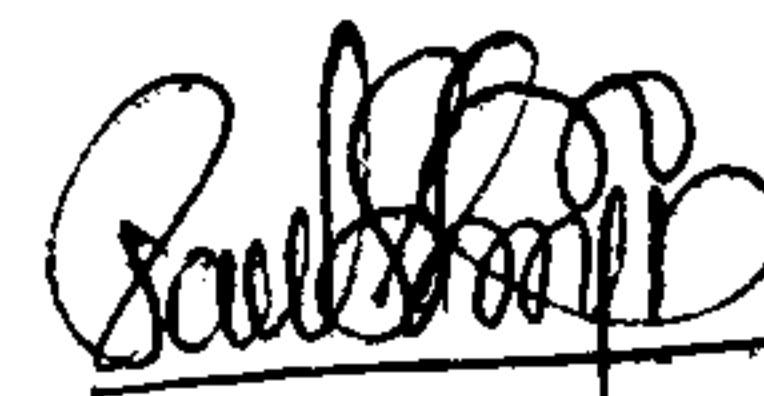
5. The Government Orders read as 2<sup>nd</sup> and 4<sup>th</sup> papers above stands modified to the above extent.

By order of the Governor.  
T.K. Jose  
Additional Chief Secretary

To

The Chief Executive Officer, LIFE Mission  
Regional Chief, HUDCO  
The Managing Director, KURDFC  
Member Secretary, State Planning Board  
The Director of Panchayats, Thiruvananthapuram  
The Director of Urban Affairs, Thiruvananthapuram  
The Commissioner of Rural Development, Thiruvananthapuram  
The Principal Accountant General, (Audit), Kerala, Thiruvananthapuram  
The Accountant General (A&E), Kerala, Thiruvananthapuram  
The Finance Department (Vide U.O. No. E 848997/Dev. 2/121/18 dated 23.06.2018  
and PU-B2/84/2018-LSGD dated 7.7.2018)  
The Executive Director, IKM  
The Director, Kerala State Audit Department  
The State Performance Audit Officer  
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Section Officer