



GOVERNMENT OF KERALA

Abstract

Local Self Government Department - Chalakudy Municipality - Sanction to avail Rs. 175 lakh as Loan from M/s Federal Bank for meeting the ULB share of PMAY(U) - Life beneficiaries - Accorded - Orders Issued.

LOCAL SELF GOVERNMENT (DC) DEPARTMENT

G.O.(Rt)No.1046/2020/LSGD Dated,Thiruvananthapuram, 04/06/2020

Read 1 G.O.(Rt.)No. 976/2019/LSGD dated 14/05/2019

2 Decision No.1 of the Chalakudy Municipal Council held on 18/11/2019

3 Letter No H3-9640/16(II) dated 14/02/2020 from the Secretary, Chalakudy Municipality

4 Letter No. Nil dated 17/02/2020 from the Assistant Manager, Federal Bank

5 Letter No. H3-15881/17 dated 16.3.2020 from the Secretary, Chalakudy Municipality

ORDER

The Ministry of Housing & Urban Affairs has approved 82,487 houses across all Urban Local Bodies (ULBs) in the state up to March 31st, 2018 under PMAY (U). Since there were many eligible beneficiaries there were demand from all ULBs to have another set of DPRs. Accordingly as per the G.O. read as 1st paper above, Government have accorded sanction to 91 ULBs to avail loan from financial institutions including Co-operative societies to meet the ULB share of PMAY (U) beneficiaries included in the latest DPRs at a rate of 1.5 lakh per approved beneficiary.

2.Chalakudy Municipal Council held on 18.11.2019, vide decision No.1 has decided to pledge the Town Hall Building under the possession of the Municipality for the purpose, in order to avail loan at rate of interest 8.75 % p.a for a period of 10 years. Secretary, Chalakudy Municipality as per letter read as 3rd paper above has requested permission to avail Rs. 175 lakh as loan at the rate of interest 8.75% p.a. (floating rate) from M/s Federal Bank, Chalakudy Branch for meeting the ULB share of PMAY (U) beneficiaries included in the

5th DPR.

3. As per the letter read as 5th paper above Secretary Chalakudy Municipality has submitted the Cost Benefit Analysis Report. As per the same, 380 beneficiaries are included in PMAY (U) - Life Project in Chalakudy Municipality and among them 214 beneficiaries have completed construction of the dwellings. Municipality had spent Rs 6,58,00,000/- as Central & State share and Rs 5,36,60,000/- as ULB Share. The Municipality is in need of Rs 1,75,00,000/- for the completion of the dwellings and the Municipal Council held on 18/11/2019 has decided to borrow it from M/s Federal Bank, pledging Chalakudy Town Hall for a period of 10 years at interest 8.75% p.a.

4. Government have examined the matter based on the Cost Benefit Analysis Report submitted by the Secretary, Chalakudy Municipality and are pleased to accord sanction to avail Rs 1,75,00,000/- as loan from M/s Federal Bank, Chalakudy Branch as per section 297 of the Kerala Municipality Act, 1994, at rate of interest 8.75 % p.a. (floating rate) for a period of 10 years, for meeting the ULB share of PMAY (U) - Life beneficiaries included in the 5th DPR, subject to the compliance of Council decision read as 2nd paper above.

(By order of the Governor)

SAJAN C V IAS
DEPUTY SECRETARY

To:

The Director of Urban Affairs, Thiruvananthapuram

The Executive Director, Kudumbasree, Thiruvananthapuram

The Secretary, Chalakudy Municipality

The Assistant Manager, Federal Bank Zonal Office, Thiruvananthapuram

The Principal Accountant General (Audit/A&E/LBA&A)

The Information Officer (Web & New Media) I&PRD

The Executive Officer, Information Kerala Mission

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Section Officer