

# **ANNUAL REPORT**

## 2012-13



**Odisha Urban Infrastructure Development Fund (OUIDF)**

**Housing and Urban Development Department**

**Government of Odisha**

**Fortune Towers, Bhubaneswar**

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**Odisha Urban Infrastructure Development Fund (OUIDF)**  
Housing and Urban Development Department  
Government of Odisha

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## P R E F A C E

I am glad that the Odisha Urban Infrastructure Development Fund (OUIDF) under Housing and Urban Development Department is bringing out its first Annual Report for the Year 2012-13.

Odisha has registered impressive economic growth over the last decade, which has also spurred the rate of urbanisation, which was on par with the national average during the last decade. The rapid growth of urbanisation has posed huge challenges for infrastructure development in various sectors e.g. Slum Rehabilitation, Water Supply, Integrated Sewerage and Drainage, Solid Waste Management, Storm Water Drainage, Urban Transport etc. The challenge is to create infrastructure in a manner that it promotes inclusive urban development.

With a view to providing long-term financing of urban infrastructure, Govt. of Odisha has created Odisha Urban Infrastructure Development Fund (OUIDF), a wholly owned Trust of the Government for the purpose of Developing and Financing eco-friendly Infrastructure Projects to be undertaken by Urban Local Bodies, PSUs etc. OUIDF has availed of KfW line of credit to provide concessional loan as well as viability gap funding to priority urban projects.

I compliment the OUIDF secretariat for bringing out a comprehensive report on the functioning of OUIDF during 2012-13.

**(Jugal Kishore Mohapatra)**



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## Acronyms

ACS	Additional Chief Secretary
AMC	Asset Management Company
AO	Administrative Officer
BDA	Bhubaneswar Development Authority
CAGR	Compounded Annual Growth Rate
CEO	Chief Executive Officer
DC	Development Commissioner
DEO	Data Entry Operator
DPRs	Detailed Project Reports
ECSF	Environmental, Climate Change, and Social Framework
FA	Financial Advisor
Goi	Government of India
GoO	Government of Odisha
GSF	Grant Support Fund
H&UD	Housing & Urban Development
IDCO	Infrastructure & Development Corporation of Odisha
NACs	Notified Area Councils
OUIDF	Odisha Urban Infrastructure Development Fund
PDA	Project Development Agency
PDF	Project Development Fund
PMGSY	Pradhan Mantri Gram Sadak Yojana
PPP	Public Private Partnership
RFP	
SGDP	State Gross Domestic Product
SLPMC	State Level Project Monitoring Committee
UGSS	Underground Sewerage Schemes
ULBs	Urban Local Bodies
ULF	Urban Loan Fund
UNDP	United Nations Development Program
VGf	Viability Gap Funding
WSIS	Water Supply Improvement Schemes

## 1. Background

- 1.1 Odisha's economy in 2012-13 has registered impressive growth of over 9% notwithstanding the Economic slowdown. At 1999-2000 prices, Odisha reported an average annual growth rate of 9.51% for the 10<sup>th</sup> five year plan against a target of 6.20%, however, the growth rate during the 11<sup>th</sup> five year plan is 7.01%. There is a welcome sign of drop in poverty incidence during 2004-05 to 2009-10 i.e. 20.2 percentage points fall, consisting 21.6 percentage points in Rural, 11.7 percentage points in Urban Areas of Odisha, this being the highest fall amongst the major States of India.

## 2. Structured Framework for Urban Infrastructure Development - A Need in Odisha:

- 2.1 According to Census 2011, Odisha continues to be among the least urbanized States in India with an urban share of population of about 17%. However, the pace of urbanization in Odisha continues to intensify due to rapid industrialization and good economic performance, which has led to impressive growth in several areas as reflected below:
- Urban population grew at 26.8% during 2001-11 which is double the National Growth vis-à-vis Rural Population Growth of 11.7% during the same period.
  - The number of towns increased from 138 in 2001 to 223 in 2011 (largely due to increase in Census Towns from 31 to 116, even though Statutory Towns remained at 106).
  - Odisha's State Gross Domestic Product (SGDP) grew at 14.4% per annum (nominal) during 2000-01 to 2007-08) which is expected to sustain in view of the State's healthy investment pipeline.
  - This continued economic growth is expected to hasten urbanization as is evident from the trends in population growth during 1991-2011.
  - Budgetary outlay of Housing & Urban Development Department (HUDD) has increased at a Compounded Annual Growth Rate (CAGR) of 34% during the 2005-10. Also, the share of plan outlay in HUDD budget increased from 20% in 2005-06 to 50% in 2009-10.
- 2.2 Odisha has 106 Urban Local Bodies (ULBs) across three categories, namely, 3 Municipal Corporations, 37 Municipalities and 56 Notified Area Councils (NACs). The legal framework for the urban sector is provided by the Odisha Municipal Corporations Act, 2003 (that applies to Bhubaneswar, Sambalpur and Cuttack Municipal Corporations) and the Odisha Municipal Act, 1950 (that applies to the Municipalities and the NACs).
- 2.2 The last decade has witnessed a steep growth in urban population. Rapid urbanization has posed huge challenges and created Opportunities for Infrastructure Development, Housing, Slum

Development, Water Supply, Sanitation, Transport, Environment and Livelihood for the Urban Poor. Keeping in view the rapid urbanisation process in Odisha, the State Government has been putting maximum emphasis on planned growth of its cities/ towns with adequate infrastructure and basic amenities. This is provided through the Urban Local Bodies and Parastatal Agencies. Further concrete majors are initiated for efficient management and delivery of civic services like provision of Affordable Housing, Safe Drinking Water, Sanitation including Solid Waste Management, Storm Water Drainage, Roads and Public Transport while creating Livelihood Opportunities by accelerating Economic Growth of Cities, Towns and Building Capacity of the Urban Poor.

2.3 However, “Municipal Finances” are weak. Capital investments continue to rely on Govt. of Odisha (GoO)’s Budgetary outlays and grants. Debt financing is limited to State supported Projects and constrained by inadequate capacity to develop bankable Projects.

2.3.1 Finances of ULBs continue to be stressed leaving little surplus for investment. Urban Local Bodies face severe constraints - both financial and organizational to be able to-

- Put in place processes for planning and delivering their functions,
- Identify / implement Projects to improve service delivery, and
- Manage / improve their finances.

2.4 Even though the Municipal legal framework allows flexibility to access loans at the ULB level, debt financing of urban projects is limited to multi-lateral and bi-lateral financing.

### 3. Vision:

The Vision of OUIDF is to be sustainable financial intermediaries that enhance the flow of private capital to urban sector in Odisha and facilitate Urban Local Bodies to become capable and sustainable organisations, sensitive to stakeholders in providing the highest quality of Urban Services.

### 4. Mission:

The Mission of OUIDF is to contribute to improvement in urban quality of life in Odisha by facilitating efficient Urban Infrastructure Asset Creation and Provision of Urban Service through Innovative Projects.

## 5. Objective of Odisha Urban Infrastructure Development Fund:

5.1 With this back drop, the Government of Odisha, with assistance from KfW, Germany has set up the Odisha Urban Infrastructure Development Fund (OUIDF) for the purpose of Developing and Financing Eco-Friendly Infrastructure Projects undertaken by Urban Local Bodies, Statutory Bodies, Public Sector Undertakings and Private Investors and attracts Inter alia, investment, professional advice from Institutions for financing Infrastructure Projects.

5.2 The primary objective of creating OUIDF is to progressively increase external financing of ULB level capital projects in a sustainable manner, without a “State Government Guarantee.” Creation



of OUIDF, as part of an over-arching Urban Development Programme, would enable this through:

- a. Catalyzing development of well-structured bankable projects
- b. Building capacity in Project Appraisals and Resource Mobilization and
- c. Facilitating/ sensitizing State and ULB level reforms that can be pre-cursors for further investment flows.

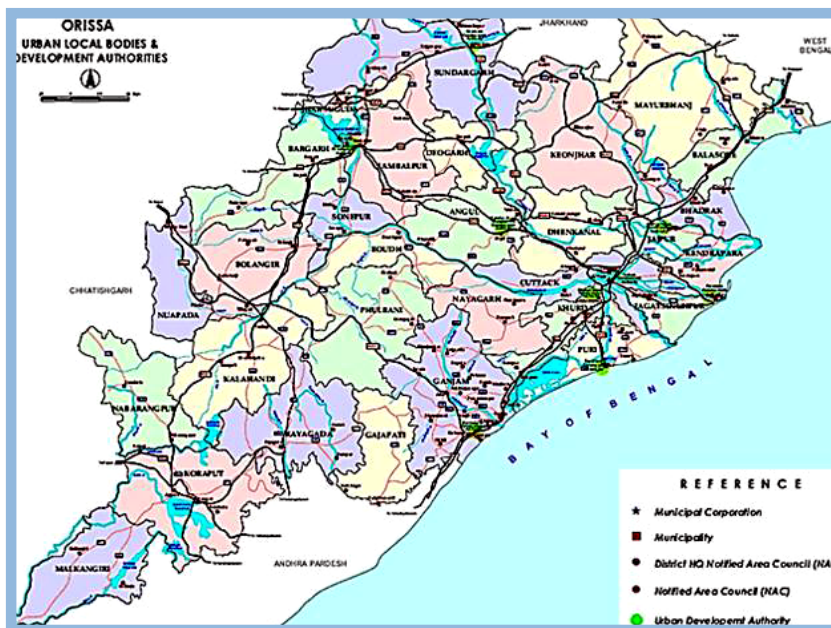
5.3 OUIDF's charter contains the following focus areas and objectives:

- a. To provide financial assistance to Urban Local Bodies, Statutory Boards, Public Sector Undertakings and Private Investors, for setting up positive environment impact Infrastructure Projects in the State of Odisha.
- b. To provide loans or take equity position in the Infrastructure Projects sponsored by Private Investors on a commercial basis when the Infrastructure Projects are considered strategically important.
- c. To become financially self sustainable and to mobilize sources (including private and capital market) to finance Urban Infrastructure Development.
- d. To only invest in Infrastructure Projects that the time of the investment comply with all relevant State and Central Government legislation regarding environmental and social protection.

5.4 The OUIDF, has been set up as a Trust (under the Indian Trust Act, 1882) under H&UD Deptt. having a Board of Trustees, which will define the "Funds' Charter and Disbursement Guidelines." The Chairperson and the Members of the Board of Trustees have been nominated by GoO. The Trust came in to existence vide Govt. Notification No. 2709, date: 31.01.2012 and Registered Trust Deed dated: 20.03.2013. The Board of Trustee are as under:

a.	Chief Secretary, Govt. of Odisha	-	Chairperson
b.	Development Commissioner and Addl. Chief Secretary	-	Trustee
c.	Secretary to Govt. in-charge of H&UD Department	-	Trustee
d.	Secretary to Govt. in-charge of Finance Department	-	Trustee
e.	Vice Chairman, Bhubaneswar Development Authority	-	Trustee
f.	Sri. Sarthak Behuria Former Chairman, Indian Oil Corporation Limited	-	Independent Trustee
g.	Sri. Rajib Sekhar Sahoo, Chartered Accountant Principal Partner M/s SRB Associate	-	Independent Trustee
h.	Govt. of India Nominee	-	Trustee

The above Trustees shall be collectively "Board of Trustees" who would manage and administer the affairs of the Trust and Trust Board.



## 6. Institutional Framework of OUIDF

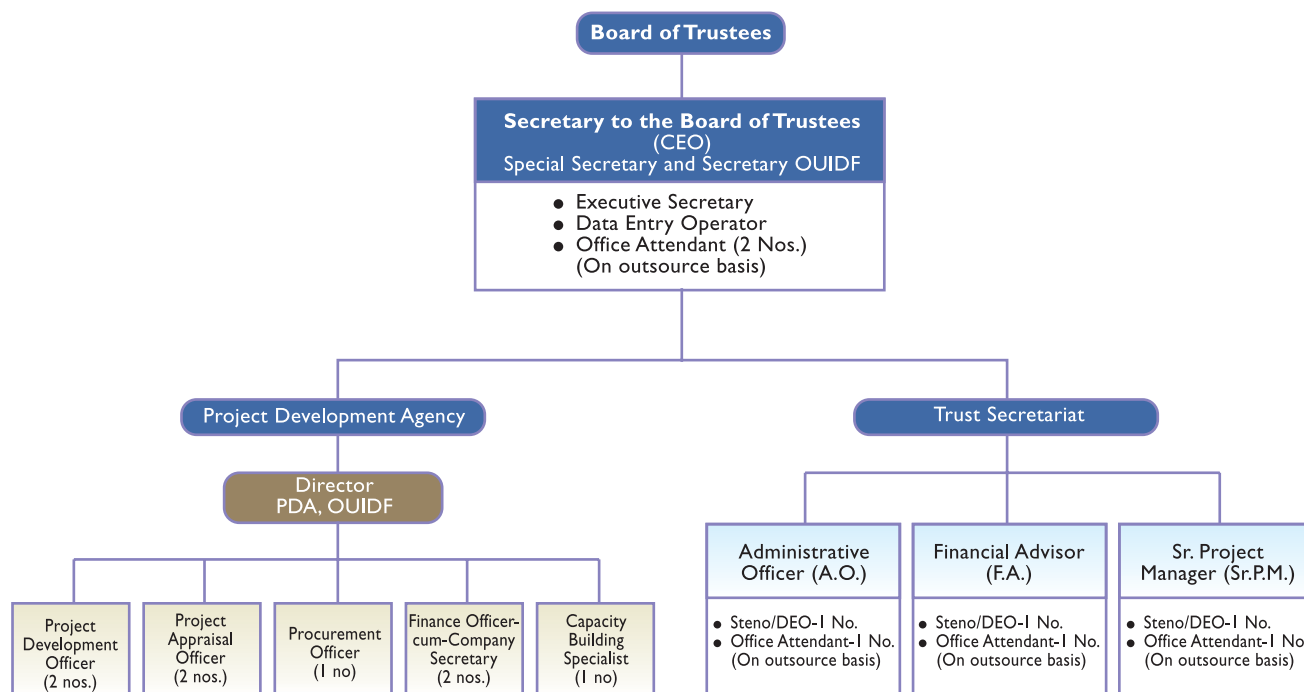
6.1 The Institutional Framework of OUIDF consists of an Urban Loan Fund (the “Loan Fund”), a Grant Fund (the “Grant Fund”) and Project Development Fund (the “PDF”). A Project Development Agency will be set up to manage the Funds. The Project Development Agency would be responsible for development, appraisal, financing and monitoring of Urban Infrastructure Projects in Odisha. The PDA would manage three Funds under the OUIDF Trust as described below:

6.1.1 **Urban Loan Fund (ULF):** An Urban Loan Fund (ULF) has been set up to provide loans to urban projects on a non-guaranteed mode. GoO will bring in equity contribution equivalent to 5 Million Euro into the ULF. A Line of Credit equivalent to 25 Million Euro will be made available by GoO to ULF for on-lending to Urban Projects. The PDA would have responsibility for identification, development, appraisal, sanction, disbursement and repayment of loans under the ULF, in accordance with the guidelines developed and approved by the Board of Trustees of OUIDF.

6.1.2 **Grant Support Fund (GSF):** The GSF would be created to provide Capital Grants to implementing agencies to bridge viability gaps in urban sector projects and to complement debt financing from ULF. The GSF will have an initial corpus equivalent to 25 million Euro. The above allocation of the Line of Credit equally between the ULF and GSF is only the initial allocation. However, if the PDA is able to develop projects with lower viability gap funding requirement than the limit of 50% proposed, the remaining amounts in the GSF will be transferred for loan funding from the ULF.

6.1.3 **Project Development Fund (PDF):** The PDF would be available to finance Project Preparation and Development of Bankable Projects based on the guidelines for access to the PDF developed by the PDA initially and approved by the Board of Trustees. While the focus of the PDF will be to finance preparation of Detailed Project Reports (DPRs), it would also be used to undertake other project preparation activities (including preparation of City Development Plans, Pre-Feasibility Studies and Feasibility Studies) that eventually lead to preparation of bankable projects. The PDA and its Associates will not be allowed to participate in downstream project development activities undertaken with funding from PDF.

## 6.2 Organizational Structure of OUIDF



## 6.3 Envisaged benefits

- Integrated approach to Urban Development: access to fixed, low interest long-term funds and technical assistance to build expertise in implementing 'bankable' projects
- Combination of Government oversight and professional efficiency
- Scalability: Allows managing multiple funds and leveraging of other funds
- Introducing ULBs to rigor of debt servicing discipline.
- Facilitating access of ULBs to external finance and capital markets
- Greater scope for private sector participation in asset creation and service delivery

## 6.4 Sector focus

Sectors and Projects with positive environment and social impacts include the following:

- Water Supply and Water Supply Improvement Schemes (WSIS);
- Underground Sewerage Schemes (UGSS);
- Solid Waste Management (including landfill sites, waste-to-energy, segregation, recycling and reuse, larger compost yards / dump area);
- Climate Adaptation Measures (e.g. Storm Water and Flood Drains);
- Slum Development, Rehabilitation, Provision of Basic Amenities to Informal Settlements.

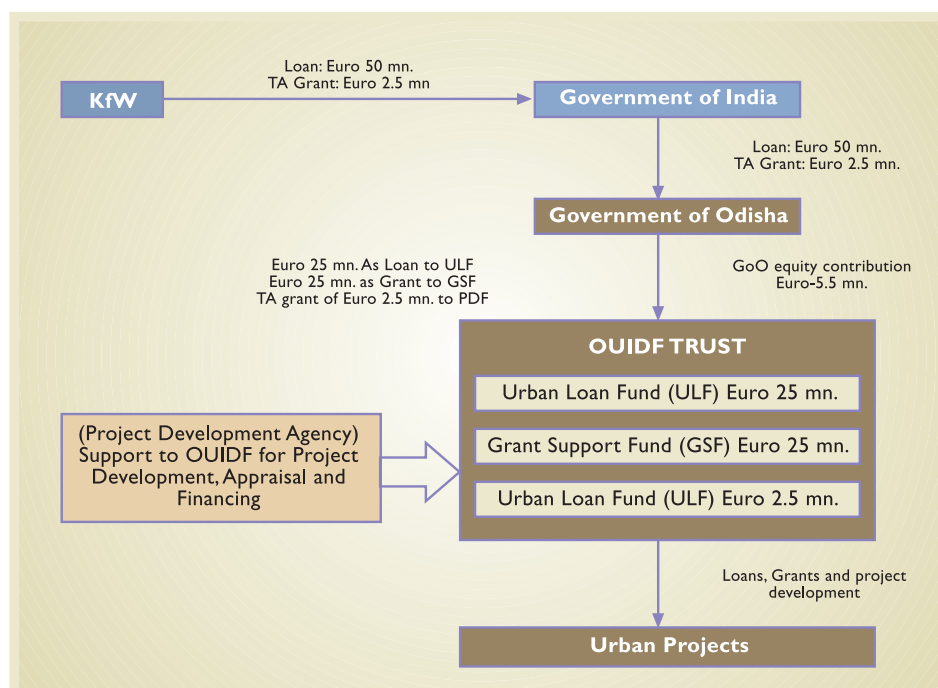
## 7 Support from Government of Germany through KfW

On the basis of the Agreement dated: 15.05.2009 between Govt. of Federal Republic of Germany and Govt. of India on Financial Cooperation (Govt. Agreement) the Borrower and KfW have entered into agreement for grant of Euro 50 Million as Loan Fund and Euro 2.5 Million as Technical Assistance. The detailed conditions are as under:

- ❑ Reduced interest loan of Euro 50 million (INR 350 Crore approx.) and technical assistance grant of Euro 2.5 million (INR 15 Crore approx.) from KfW at a fixed interest rate with a tenor of 15 years including 5 year principal moratorium.
- ❑ Government of India shall channel the loan through GoO to OUIDF. GoO to pass 50% of the funds (i.e. Euro 25 million) as a Capital Grant to ULBs through Grant Support Fund of OUIDF and remaining 50% as Loan through the Urban Loan Fund of OUIDF. Technical assistance grant will be passed to the Project Development Fund of OUIDF.
- ❑ The Borrower will repay the loan to KfW in 21 consecutive semi-annual instalments of Euro 2,381,000.00 starting from 31.12.2017 with interest @ 1.875% per annum.
- ❑ The currency risk will be borne by the Project Executing Agency. Balance 50% of the fund (Euro 25 million) shall be passed on as capital grant to Grant Fund of the Project Executing Agency. The Project Development Fund of Euro 2.5 million for technical assistance shall be transferred as a grant to the Project Executing Agency. The OUIDF has been structured to absorb/ accept further bilateral/ multilateral agencies' investment in future.

## 8 Schematic Framework of flow of Funds:

The following pictorial description indicates Schematic Framework of Flow of Funds



## 9 Expected Disbursement of the KfW Credit Line & Grant in Euro (Million Euro)

Year	2012-13	2013-14	2014-15	2015-16	Total
Credit Line	2.500	10.000	15.00	22.500	50.00
Grant Element	0.250	0.600	0.900	.750	2.500
<b>Total</b>	<b>2.750</b>	<b>10.600</b>	<b>15.900</b>	<b>23.250</b>	<b>52.500</b>

The estimated project cost is approximately Euro 58 million, out of which Euro 52.5 million shall be financed by a loan from KfW & balance Euro 5.5 million shall be granted through equity contribution by the Govt. of Odisha to the Project Executing Agency. The loan shall be transferred by the Govt. of India to the Govt. of Odisha on back to back basis. Euro 25 million (50% of fund) shall be transferred to the Project Executing Agency as Loan Fund.

## 10 Loan Agreement

### 10.1 Loan Fund:

On the basis of the Agreement dated 15.05.2009 between the Government of Federal Republic of Germany and the Government of India on Financial Cooperation Government of Odisha and KfW, Development Bank of Germany have entered into a Loan Agreement on 02.08.2012,. Accordingly, KfW has agreed to extend a Loan, to support creation of a financing institutional framework in the State of Odisha, the Odisha Urban Infrastructure Development Fund. The salient features are as under:-

- The Loan will be channelled through Govt. of Odisha to the Project Executing Agency. Subsequently Govt. of Odisha shall pass 50 percent of the funds as Capital Grant for Urban Local Bodies as Grant Fund of the Project Executing Agency. The remaining of the funds will be passed as a Loan Component on a back to back basis to the Loan Fund of the Project Executing Agency.
- Prior to first disbursement of the Loan, confirmation from KfW is essential.
- KfW is not obliged to effect more than one disbursements per calendar month and not amounts less than Euro 15 lacs, except for first two and last disbursement. They will have right to refuse disbursement after 29<sup>th</sup> Dec' 2017.
- The Government is obliged to pay non refundable commitment fee of 0.25% on undisbursed loan amounts. The commitment fee is payable semi annually on 30<sup>th</sup> June and 30<sup>th</sup> December.
- The Loan is repayable in 21 consecutive semi annual instalments w.e.f 30.12.2017 to 30.12.2027.
- KfW may charge interest of 2% Per annum above EURIBOR prevailing during the period for overdue repayment and pre-payments.

- The Government have to ensure that the Project Executing Agency execute the Projects in compliance with the provisions laid down in the Separate Agreement and the Project Agreement.
- The disbursement schedule of the Loan is as under:

Loan Tranche No.	Total Loan Tranche Amount (all figures in Euro)	Disbursement Period No.	Disbursement Period (months after signing of this Loan Agreement)	Maximum total amount that will have been disbursed within each respective disbursement period (all figures in Euro)
1.	2,500,000.00	1	0-6	0,500,000.00
		2	6-12	2,000,000.00
2.	10,000,000.00	3	12-18	5,000,000.00
		4	18-24	5,000,000.00
3.	15,000,000.00	5	24-30	8,000,000.00
		6	30-36	7,000,000.00
4.	22,500,000.00	7	36-42	14,000,000.00
		8	42-48	08,500,000.00
<b>Total</b>	<b>50,000,000.00</b>			<b>50,000,000.00</b>

## 11 Financing Agreement

As envisaged in the Agreement dated 15.05.2009 between the Government of Federal Republic of Germany and the Government of India on Financial Cooperation, KfW has agreed to extend Technical Assistance i.e. Financial Contribution to the tune of Euro 2,500,000 to Govt. of Odisha for the Odisha Urban Infrastructure Development Fund, (Project Executing Agency) to be used exclusively to support Project Preparation Activities necessary for Creating a Shelf of Bankable Sub Projects including preparation of Urban Development/ City Development Plans, Feasibility Studies, Detail Project Reports, Tender Documents and Implementation of Consultancy and Support for Urban Infrastructure Projects while supporting the creation of Odisha Urban Infrastructure Development Fund.

## 12 Project Agreement

On the basis of Loan Agreement and Financial Agreement, the State of Odisha, the Project Executing Agency and KfW have entered into a Project Agreement to channelize the Loan and Financial Contribution in full on a back to back basis. The Government of Odisha shall pass 50% of the Loan as a Capital Grant for ULBs to the Project Executing Agency i.e. OUIDF. The remaining 50%, Loan Component will be passed as a loan to OUIDF. The Project Executing Agency shall utilize the Loan and Grant to finance the

projects with a positive environmental impact by providing Loans to environmental related urban Infrastructures Sub Projects and to support Sub Projects with Viability Gap Funding (VGF) where necessary. The Financial Contribution shall be exclusively utilised for Technical Assistance for project preparation activities as narrated under Finance Agreement. The key features of Project Agreement are as under:-

- ❑ Govt. of Odisha shall pass 50% of the funds as Capital Grant for ULBs to the Grant Fund of Project Executing Agency. The remaining 50% of the loan will be passed as a Loan on a back to back basis to the Loan Fund of the Project Executing Agency. The currency risk shall be borne by the Project Executing Agency.
- ❑ Govt. of Odisha shall channelize Financial Contribution to the Project Executing Agency as Non-Repayable Grant, free of charge.
- ❑ The Chairperson of the Board of Trustees of the Project Executing Agency or the Secretary to the Govt. of Odisha shall be the Authorised Official to act on behalf of the Government.
- ❑ The Project Executing Agency shall prepare, implement, operate and maintain the projects in conformity with sound financial and engineering practices and in accordance with Project Conception agreed upon by the Project Executing Agency and KfW.
- ❑ The preparation and supervision of the sub-projects shall be assigned to independent qualified consultants.
- ❑ The Project Executing Agency shall maintain all the books and records un-equivocally showing all cost of goods and services required for the Project and clearly identifying the goods and services finance from the Loan and Financial contribution.
- ❑ KfW or its representative may inspect the books and records and other documents relevant to the implementation of the Project. They may inspect the Project and installations.
- ❑ The Project Executing Agency shall furnish all information regarding operation of the Project to KfW.
- ❑ The Project Executing Agency shall adopt and establish an Environmental, Climate Change and Social Frame Work, while abiding the National and State Policy and regulated frame work.
- ❑ Neither the State of Odisha nor the Project Executing Agency may assign or transfer, pledge or mortgage any claim from this Agreement.

## 13 Separate Agreement to the Project and Financing Agreements

### The Project

- ❑ The Project concerns the creation of Odisha Urban Infrastructure Development Fund(OUIDF / Project) in the State of Odisha, and funding of Urban Projects with positive environmental impact through this institution using a credit line by KfW.

- ❑ The overall objective is to contribute towards improvement of environment protection, preservation of natural resources and living conditions of urban population of Odisha.
- ❑ The institutional frame work of OUIDF will consist of :
  - Loan Fund- To provide Loans for environment related urban infrastructure sub-projects in a non-guarantee mode.
  - Grant Fund- To support sub-projects with capital grant as viability gap funding where necessary.
  - Project Development Fund- To support project development and capacity building of ULBs Development Authorities and other Statutory Bodies to enable them to develop well structured bankable projects.

The following Project activities shall be financed from the Loan Fund and the Grant Fund:

- ❑ Provision of financial assistance to ULBs, Development Authorities, Regional Improvement Trusts, Special Planning Authorities, Odisha State Housing Board, Statutory Boards, Public Sector Undertakings and Private Investors, for setting up Infrastructure Projects in the State of Odisha having a positive impact on the environment;
- ❑ Provision of loans or taking equity position in the Infrastructure Projects sponsored by Private Investors on a commercial basis when the Infrastructure Projects are considered strategically important;
- ❑ Measures to become financially self sustainable and to mobilize sources (including private and capital market) to finance urban infrastructure development;
- ❑ Investment of only infrastructure Projects that at the time of the investment comply with all relevant KfW, State and Central Government legislation regarding environmental, climate, and social protection.

The following Project activities shall be financed from the Project Development Fund:

- ❑ Establishment and institutional build-up and capacity building of the OUIDF/Asset Management Company (AMC);
- ❑ Development of the Environmental, Climate Change, and Social Framework (ECSF) of the OUIDF;
- ❑ Development of Lending Policies, Procedures, Processes and Operational Manuals and Other Documents necessary for operation of the OUIDF;
- ❑ Development of Innovative Financial Products (pooled financing and capital market mechanisms) and PPP structures;
- ❑ Project preparation support to the ULBs And State Level Agencies (Detailed Project Reports, Project Design Studies, Tendering and Implementation Process)



<b>Total Cost of Project and Financing</b>	
<b>Project Cost – Euro 58 Million</b>	
KfW Loan - Euro 50 Million	Equity - Euro 5 Million (By Govt. of Odisha)
KfW Grant - Euro 2.5 Million	Project Dev. Fund- Euro 0.5 Million (By Govt. of Odisha Tech. Assistance)
Total – Euro 52.5 Million	Total – Euro 5.5 Million
<b>Grand Total – EUR 58 Million</b>	

- ❑ The Project Executing Agency shall be responsible for implementation of the project with the technical support of Project Development Agency (PDA). Changes if any, in the Project Design shall required KfW's prior consent.
- ❑ The Trust Charter should oblige the PDA to manage the Loan Fund with “Internationally Accepted Prudential Financial Principles” including instalment of “Adequate Risk Management Policies.”
- ❑ The relevant ULBs shall be fully involved in the Planning, Structuring and Review of the Monthly Progress of works etc. This shall be the case or whether a State Level Agency develops the sub-project and acts as borrower. Furthermore the ULBs should be involved in the monitoring of the project outcome and service level benchmarks. Asset ownership, operation and maintenance will remain with the ULBs or State Machineries in place at the point of project structuring or parastatels, as the case may be.
- ❑ Max. 50% of the cost of one sub-project may be financed out of the Grant Fund. In exceptional cases this grant may go up to 70% depending on the viability of the project.
- ❑ Max. 20% of the total assets of the Loan Fund may be invested in one sub-project.
- ❑ Min. 10% of the costs of each sub-project should be borne by the implementing agency (ULBs, Development Authorities, Regional Improvement Trusts, Special Planning Authorities, Odisha State Housing Board, Statutory Boards).
- ❑ The project documents shall be prepared in a professional manner and supported by qualified consulting firms accredited by the Project Executing Agency. The Project Executing Agency shall submit to KfW the list of the accredited consulting firms working for the ULBs, Development Authorities, Regional Improvement Trusts, Special Planning Authorities, Odisha State Housing Board, Statutory Boards in the different projects (project preparation, detailed design and supervision) financed by the Project Executing Agency. Once established, the PDA will formulate criteria for the qualification of the Consulting Firms which have to be approved by the Project Executing Agency and KfW. The accreditation process should be repeated after 2 - 3 years, if necessary.
- ❑ As per the KfW standard procedures, the prior consent of KfW to the sub-projects to be financed out of the Project Executing Agency shall be required for first three sub-projects in each sector. In order to enable KfW to appraise the sub-projects, the Project Executing Agency shall furnish it with the relevant documents before granting sub-loans for projects under this Programme.

### 14 Activity of OUIDF during 2012 (January – March'2012) and 2012-13 FY.

In terms of the Agreement, signed on 15<sup>th</sup> May'2009, between Govt. of Federal Republic of Germany and Govt. of India on Financial Co-operation, a Meeting was conducted on 7<sup>th</sup> May'2010 between Director, KfW Office, New Delhi and Principal Secretary, H&UD Deptt., Govt. of Odisha regarding the Infrastructure Project to be undertaken with the assistance of KfW on Infrastructure Development, Financing Target, Target Group, Overall Objective Policy & Procedures Appraisal and Disbursement Procedure etc. for Implementation of the Programme. Accordingly a Concept Note for Odisha Urban Infrastructure Development Fund (OUIDF) was prepared by the Director & Project Manager, KfW, India and concurred by the Principal Secretary, H&UD Deptt., Govt. of Odisha. A detailed study was also undertaken by the Office of KfW, India at New Delhi & H&UD Deptt, Govt. of Odisha on creation of OUIDF, approval of State Govt. on creation of a "State Level Pooled Finance Development Fund" and other related areas. The Project was finally approved by the State Level Project Monitoring Committee (SLPMC) on 21<sup>st</sup> June'2011 under the Chairmanship of Chief Secretary, Odisha. The Committee approved the project, OUIDF and authorised H&UD Deptt. to take up further follow up action.

14.1 With the above facts in the background coupled with the narrations in Part-I, the Government of Odisha in H&UD Deptt. vide Notification No.2709/HUD, dated: 31.01.2013, have set up a Trust in the title of "Odisha Urban Infrastructure Development Fund (OUIDF)" under Housing and Urban Development Department (HUDD) for developing and financing eco-friendly Projects undertaken by ULBs / Statutory Bodies/ Public Sector Undertaking/ Private Investors.

**14.2 First Meeting of Board of Trustees of OUIDF, dated: 01.03.2012:-** The Chief Secretary, Odisha being the Chairperson of Board of Trustees of OUIDF welcomed, all the Trustee Members of OUIDF in its 1<sup>st</sup> Meeting held on dated 01.03.2012 and the following decisions were taken:

- 14.2.1 Registration of Trusts of Odisha Urban Infrastructure Development Fund (OUIDF) would be initiated and completed at once.
- 14.2.2 RFP for engagement of AMC (Asset Management Company) prepared by ICRA Management Consulting Services Limited (IMaCS) was approved.
- 14.2.3 Commissioner-cum-Secretary to Govt., H&UD Deptt. was authorised by Trust Board to sign the Project Agreement with KfW on behalf of OUIDF.
- 14.2.4 Registered Office of OUIDF was finalised, and for the time being, a person with qualification of Company Secretary/ Chattered Accountant/ Cost Accountant would be contractually engaged as Secretary to OUIDF, logo of OUIDF to be prepared by engaging a consultant, steps would be taken for obtaining Tax Deduction Account Number (TAN) / PAN Number, Printing of Office Stationary for OUIDF and also initial expenditure needs, would be provided by H&UD Deptt.

14.3 Signing Ceremony of Agreements between the Deptt. of Economic Affairs, Ministry of Finance, Gol and KfW, Germany in one hand and in other hand between the State Govt. in H&UD Deptt. & KfW, Germany was solemnised on 2<sup>nd</sup> August, 2012 in presence of Hon'ble Chief Minister, Odisha as well as Hon'ble Minister, H&UD Deptt, Odisha and Officials from Central Govt. as well as State Govt. and Representatives of KfW.

**14.4 Second Meeting of Board of Trustees of OUIDF, dated: 15.01.2013:-** The Chief Secretary, Odisha, Chairperson of Board of Trustees of OUIDF presided in the Meeting attended by all the Trustees and Representatives of KfW-Germany, IMAcS & other Invitees. At the outset, representative of IMAcS made a presentation of a draft RFP for engagement of AMC in a revised mode. After protracted deliberations, the following decisions were taken in the Meeting:

14.4.1 The Logo & Motto of OUIDF were approved.

14.4.2 Revised RFP, for engagement of AMC was approved with certain conditions.

14.4.3 Two draft Terms of Agreement for OUIDF lending to the Projects, namely, Concessional Loan for Bhubaneswar-Cuttack Regional Landfill PPP Project and Concessional Loan and VGF to Solid Waste Management Project to Berhampur Municipal Corporation on PPP mode, were approved with certain conditions.

14.4.4 Organisational Structure for the Secretariat of OUIDF was approved.

14.4.5 (a) Chief Secretary, Odisha as the Chairperson of Board of Trustees of OUIDF agreed and ordered that IDCO would provide Office Space of approximately 4000 sqft. area in the Fortune Towers, Bhubaneswar free of cost for functioning of the Office of the OUIDF.

14.4.5 (b) Annual Budget of OUIDF for 2013-14 was approved in the tune of Rs. 372.46 lacs.

14.4.5 (c) Budget of OUIDF from Jan'2013 to Mar'2013 to the tune of Rs.20.00 lacs, which includes mostly the set up expenses, was approved.

14.4.6 Board approved the proposal for declaring Sri Sisir Kumar Ratho, IFS, Special Secretary to Govt., H&UD Deptt., as Secretary to the Board of Trustees.

14.5 A memorandum was sent by Section Officer (Europe-4), Deptt. of Economic Affairs, Ministry of Finance, Govt of India, on dated: 16.08.2012 containing details of Loan and Financing Agreements signed on dated: 02.08.2012 for environment related Urban Infrastructure Development Projects in Odisha through OUIDF.



## Signing of Agreement by Govt. of Odisha with KfW, Germany on 2<sup>nd</sup> Aug'2013



Meeting Chaired by Hon'ble Chief Minister, Odisha



Signing of Agreement by Sri. Injeti Srinivas, IAS, DC-cum-ACS & Mr. Oskar von Malzan, Director, KfW Office, India



Handing over of Agreement by Sri. J.K.Mohaptra, IAS, Chief Secretary & Mr. Oskar von Malzan, Director, KfW Office, India



Agreement Signing Ceremony Chaired by Hon'ble Chief Minister, Odisha. DC-ACS addressing the Audience.



Hon'ble Chief Minister, Odisha discussing with KfW, Germany Functionaries



Address by Mr. Oskar von Malzan, Director, KfW Office, India



Meeting- Deliberations on Financial Assistance by KfW to Govt. of Odisha.



KfW Functionary Mr. Oskar von Malzan, Director, KfW Office, India going through the Agreement.



Sri. I. Srinivas, IAS, DC-cum-ACS briefing the Media.

# Sangram Paul & Co.

## Chartered Accountants

267-Kharvei Nagar, Bhubaneswar-751 001

Phone : (0674) 2392243 (O), 2392080 (O), 2360863 (R), Fax : 2390687

**S. K. Paul, F.C.A.**

Chartered Accountant

### AUDITOR'S REPORT

We have examined the Balance Sheet of **M/S. ODISHA URBAN INFRASTRUCTURE DEVELOPMENT FUND**, as at 31.3.2013 and Income & Expenditure Account for the year ended on that date which are in agreement with the books of accounts maintained by the trusts or institutions.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of accounts have been kept by the head office and the branches of the above trust / institution visited by us so far as appears from our examination of the books and proper returns adequate for the purpose of audit have been received from branches not visited by us, subject to the comments given below :

In our opinion and to the best of our information and according to explanation given to us, the said accounts give a true and fair view -

- i) In the case of the Balance Sheet of the state of affairs of the above named trust / institution as at 31.3.2013, and
- ii) In the case of the Income & Expenditure Account excess of Income over Expenditure of its accounting year ending on 31.3.2013.

Bhubaneswar.  
Dt. 05.09.2013

For Sangram Paul & Co.  
Chartered Accountants.

(S. K. Paul)

Chartered Accountants.  
Membership No. 13015



**M/S. ODISHA URBAN INFRASTRUCTURE DEVELOPMENT FUND**  
**ZONE-A/2, 4TH FLOOR, FORTUNE TOWER**  
**BHUBANESWAR-751023**

**BALANCE SHEET AS AT 31.03.2013**

<b><u>SOURCES</u></b>	<b><u>AMOUNTS</u></b> <b><u>(Rs.)</u></b>	<b><u>APPLICATION</u></b>	<b><u>AMOUNTS</u></b> <b><u>(Rs.)</u></b>
Reserve & surplus	513,526.00	Loan & Advance for Expenses	9,479.00
Loan	210,000,000.00	Advance for office space	400,000.00
Provision for Income Tax	42,427.00	TDS	360,220.00
Provision of Interest on Loan	1,990,325.00	FD with SBI	211,600,000.00
		Cash at Bank	176,579.00
	<b><u>212,546,278.00</u></b>		<b><u>212,546,278.00</u></b>

**RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR ENDED ON 31.03.2013**

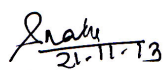
<b><u>RECEIPTS</u></b>	<b><u>AMOUNT</u></b> <b><u>(Rs.)</u></b>	<b><u>PAYMENTS</u></b>	<b><u>AMOUNT</u></b> <b><u>(Rs.)</u></b>
Loan from Govt. of Orissa	210,000,000.00	Advance to Mr. I. Srinivas	
Interest	2,546,521.00	for London tour	147,928.00
Advance refund by Mr. I. Srinivas	138,449.00	Bank charges	243.00
		Advance to IDCO for office space	
		at Fortune Tower	400,000.00
		TDS	349,728.00
		Cess	10,492.00
		Fixed deposit with SBI	211,600,000.00
		Balance with SBI	176,579.00
	<b><u>212,684,970.00</u></b>		<b><u>212,684,970.00</u></b>

**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31.03.2013**

<b><u>INCOME</u></b>		<b><u>AMOUNT (Rs.)</u></b>
Interest		2,546,521.00
	<b>Total</b>	<b><u>2,546,521.00</u></b>
<b><u>EXPENDITURE</u></b>		
Interest on Loan	1,990,325.00	
Bank Charges	243.00	1,990,568.00
<b>Excess of Income over Expenditure</b>		<b>555,953.00</b>
Net Income		555,953.00
Less: Provision for Income Tax		<u>(42,427.00)</u>
Balance transferred to Reserve & Surplus		513,526.00

Bhubaneswar  
Dt.05.09.2013

  
Financial Advisor, OUIDF

  
Special Secretary & Secretary, OUIDF  
Housing & Urban Development Department  
Government of Odisha, Bhubaneswar

For Sangram Paul & Co.  
Chartered Accountants

  
( S.K. Paul )

Chartered Accountant.



<u>COMPUTATION OF INCOME TAX</u>	<u>AMOUNTS</u> (RS.)
Net Income	555,953.00
Tax payable	41,191.00
Ed. Cess	<u>1,236.00</u>
Total tax payable	42,427.00
Less TDS	<u>360,220.00</u>
Tax Refundable	317,793.00

  
Financial Advisor, OUIDF.

  
21.11.13  
Special Secretary & Secretary, OUIDF  
Housing & Urban Development Department  
Government of Odisha, Bhubaneswar





## Board of Trustees OUIDF (Present)

No.	Name	Designation		Period(From - To)
1.	Shri J.K. Mohapatra, IAS	Chief Secretary & Chief Development Commissioner	Chairperson	01.07.13 – continuing
2.	Shri I. Srinivas, IAS	Development Commissioner & Addl. Chief Secretary and Addl. Chief Secretary, H&UD Deptt.	Trustee	20.11.13 – continuing
3.	Shri U.N. Behera, IAS	Addl. Chief Secretary, Finance Department	Trustee	01.07.13 – continuing
4.	Shri Vishal Dev, IAS	Vice-Chairman, BDA	Trustee	12.12.12 – continuing
5.	Shri Sarthak Behuria	Retd. Chairman, Indian Oil Corporation Ltd. Group President, Godfrey Indian Philips India Ltd.	Independent Trustee	22.02.12 – continuing
6.	Shri Rajib Sekhar Sahoo	Chartered Accountant and Principal Partner, M/s SRB and Associate, Bhubaneswar	Independent Trustee	22.02.12 – continuing
7.	Govt. of India Nominee	Yet to be nominated by Govt. of India	Trustee	---

## Board of Trustees OUIDF (Past)

### Chairperson

No.	Name	Designation		Tenure (From - To)
1.	Shri B.K. Pattanaik, IAS	Chief Secretary & Chief Development Commissioner	Chairperson	31.01.12 – 30.06.13

### Trustees

No.	Name	Designation		Tenure(From - To)
1.	Shri J.K. Mohapatra, IAS	Principal Secretary / ACS, Finance	Trustee	31.01.12 – 30.06.13
2.	Shri Sourabh Garg, IAS	Secretary, H&UD Deptt.	Trustee	31.01.12 – 03.05.12
3.	Shri D.K. Singh, IAS	Vice-Chairman, BDA	Trustee	22.02.12 – 11.12.12
4.	Shri A.K. Tripathy, IAS	Principal Secretary, H&UD Deptt.	Trustee	05.05.12 – 16.05.12
5.	Shri I. Srinivas, IAS	Principal Secretary / ACS, H&UD Deptt.	Trustee	17.05.12 – 19.11.13

## Brief Profile of Trustees

# Trustees



### **SHRI JUGAL KISHORE MOHAPATRA, IAS**

Chief Secretary and Chief Development Commissioner,  
Odisha & Chairperson, Board of Trustees, OUIDF

Shri Jugal Kishore Mohapatra, a Post Graduate from Delhi School of Economics, joined Odisha Cadre IAS in 1979. Later, he obtained Masters Degree in Economics from Boston University, USA. Shri Mohapatra has all round experience in Govt. of India and Govt. of Odisha as well, especially in National Rural Employment Guarantee Act and Implementation of PMGSY during 2004-2009. He served as Secretary to the Hon'ble Chief Minister, Odisha, Principal Secretary Finance and Development Commissioner-cum-Additional Chief Secretary. Presently, he has taken over as Chief Secretary and Chief Development Commissioner, Odisha since 1<sup>st</sup> July 2013.

# Trustees



## **SHRI INJETI SRINIVAS, IAS**

Development Commissioner and Additional Chief Secretary  
& Addl. Chief Secretary, H&UD Deptt. Trustee, OUIDF

Shri Injeti Srinivas did his graduation in B.A (Hons) Economics from Shriram College of Commerce, Delhi University followed by Masters in Business Administration from Strathelyde Graduate Business School, Glasgow (UK). He belongs to 1983 batch of IAS, Odisha Cadre. He has wide experience in Govt. of India as well as in Govt. of Odisha. He was Director, Foreign Investment Promotion Board, in the Ministry of Commerce & Industry, Resident Commissioner, Odisha, New Delhi, Commissioner-cum-Secretary, Industries, Govt. of Odisha, Chairman, Odisha State Financial Corporation, Chairman & MD, Infrastructure & Development Corporation of Odisha (IDCO), Joint Secretary, Sports & Youth Services, Govt. of India, Capacity Development Advisor of UNDP, National Institution Building Programme, Afghanistan. Presently, he is the Development Commissioner-cum ACS, Govt. of Odisha with additional charge as Additional Chief Secretary, Housing and Urban Development Department.

# Trustees



## **SHRI UPENDRA NATH BEHERA, IAS**

Additional Chief Secretary, Finance Department,  
Govt. of Odisha. Trustee, OUIDF.

Shri Upendra Nath Behera, a Mechanical Engineering Graduate, joined as Odisha Cadre, IAS Officer in the year 1983. Shri Behera has proficiency in German language.

Shri Behera has worked in different capacities in Govt. of Odisha and Govt. of India handling a number of assignment such as M.D, Oil Seeds Corporation under Agriculture Deptt., M.D, Industrial Infrastructure Development Corporation, Odisha, Ministry of Steel, Ministry of Biotechnology and as C.V.O, Ministry of Urban Development in Govt. of India and Principal Secretary in Forest & Environment as well as General Administration Departments and as Addl. Chief Secretary in Home Deptts., Govt. of Odisha. At present he has taken over as Addl. Chief Secretary, Finance Deptt., Govt. of Odisha.

# Trustees



## **SHRI VISHAL DEV, IAS**

Vice-Chairman, BDA & Chairman-cum-Managing Director,  
Industrial Infrastructure Development Corpn., Trustee, OUIDF.

Shri Vishal Dev has graduated in 1990 with a degree in Computer Science & Engineering from the Indian Institute of Technology, BHU, Varanasi and studied Management at the Indian Institute of Management, Lucknow. He worked for about 3 years in the Corporate Sector before joining the Indian Administrative Service in 1996. He has handled a number of important assignments in the past including Municipal Commissioner, Cuttack, Collector & District Magistrate, Balasore, Chief Executive Officer, Odisha Computer Application Centre and Director, IT, Government of Odisha, Managing Director, IDCO and Municipal Commissioner, Bhubaneswar. His areas of interest include Infrastructure Development, Urban Management, Administrative Reforms and e-Governance. He has recently completed a Master Programme in Governance and Development from the University of Sussex, UK. Presently, Shri Dev has taken over as Vice-Chairman, Bhubaneswar Development Authority & Chairman-cum-Managing Director, IDCO.

# Trustees



## **SHRI SARTHAK BEHURIA**

Retd. Chairman, Indian Oil Corporation Ltd.  
Group President, Godfrey India Philips India Ltd.  
Independent Trustee, OUIDF.

Shri Sarthak Behuria has over 42 years of work experience in Petroleum Companies Finance, IR, HR, Marketing, Planning, Logistics etc. Lastly, he joined as Chairman, Indian Oil Corporation Ltd., India's largest Corporation in March 2005 and had undertaken systematic consolidation and upgradation of core businesses, petroleum refining, logistics, supply chain management, optimization and human resource enrichment.

Presently, Shri Behuria is working as the Group President with K.K. Modi Group.

Shri Behuria is a Post Graduate Diploma in Business Administration from Indian Institute of Management, Ahmadabad with graduation in Economics (Hons.) from St. Stephens College, New Delhi. He has enriched experience in the field of networking. Shri Behuria has been nominated as Independent Trustee, Odisha Urban Infrastructure Development Fund (OUIDF).

# Trustees



## **SHRI RAJIB SEKHAR SAHOO**

Chartered Accountant and  
Principal Partner, M/s SRB & Associate, Bhubaneswar  
Independent Trustee, OUIDF.

Shri Rajib Sekhar Sahoo, partner of M/s SRB & Associates, Chartered Accountants has qualified as C.A. in the year 1987. He is the Director in NTPC Ltd., Hindustan Zinc Ltd. and Tehri Hydro Development Corporation India Ltd. He is also the Chairman of the Audit Committee and Director of Bank of Baroda. Shri Sahoo is a Member of Task Force on MoU of Public Enterprise, Govt. of India, since 2011-12. Earlier Shri Sahoo was Chairman of Audit Committee and Member, Risk Management Committee in Andhra Bank. He also worked as Chairman of Indo-American Chamber of Commerce for the years 2008-2010. Apart from the above, he is the Treasurer of Indus Entrepreneur (TIE) having Headquarters in Silicon Valley, U.S.A. Besides, Sri Sahoo continues to be a Member of Sri Jagannath Temple Managing Committee, Puri. Presently, he has been nominated as Independent Trustee of Odisha Urban Infrastructure Development Fund (OUIDF).

**Government of Odisha**  
**Housing and Urban Development Department**

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No.Reforms-UR-01/2012/ 2709 /HUD Bhubaneswar, the 31-1-12

**NOTIFICATION**

The Government of Odisha have decided to set up a Trust namely "Odisha Urban Infrastructure Development Fund (OUIDF)" in the Housing & Urban Development Department for the purpose of developing and financing infrastructure projects undertaken by Urban Local Bodies, Statutory Bodies, Public Sector Undertakings and Private Investors and attract inter alia, investments, professional advice from institutions for financing infrastructure projects. The following members would function as Trustees:

- |   |             |
|---|-------------|
| 1. Chief Secretary, Government of Odisha:   | Chairperson |
| 2. Secretary to Govt., H & U.D. Department: | Trustee     |
| 3. Secretary to Govt., Finance Department : | Trustee     |
| 4. A nominee of the Government of Odisha:   | Trustee     |
| 5. Independent Trustee number 1:            | Trustee     |
| 6. Independent Trustee number 2:            | Trustee     |
| 7. A nominee of the Government of India:    | Trustee     |

The above Trustees shall be collectively called Board of Trustees who would manage and administer the affairs of the Trust and Trust Funds.

2. The objects of the Trust are:

- i. to give financial and other assistance to ULBs, Statutory Boards and Departments, Public Sector Undertakings and private investors, or setting up infrastructure projects in the State of Odisha as per the guidelines issued by the Trustees. The ultimate goal of the trust is to become financially self-sustainable and facilitate debt financing of Urban Infrastructure projects in Odisha in a Non-guaranteed mode.
- ii. to borrow or raise moneys or loans or receive grants or accept Contributions for the above purpose in such manner and on such terms, conditions and securities as the Trustee in their discretion deem fit from time to time.



-2-

- iii. to guarantee the performance of any contract or obligations and the payment or money or dividends and interest on any stocks, shares or securities of any company, Corporation, firms or person in any case in which such guarantee may be considered directly or indirectly to further the main objects of the Trust.
- iv. To subscribe for, underwrite, acquire, hold and dispose of shares, stocks, debentures, debenture stocks, bonds, mortgages, obligations, securities of any kind issued or guaranteed by any company (body corporate or undertaking) of whatever nature and industry, Government, trust, Municipal, Local Authority or body of whatever nature as may be conducive to the objects of the Trust.
- v. To invest any money of the Trust not immediately required, in any investments as may be thought proper and as may be necessary.
- vi. To do all other things necessary and conducive to the attachment of all these objects.

3. The Trust shall come into existence from the date of publication of the Notification.

By Order of the Governor.

  
(Saurabh Garg) 30.1.12

Commissioner-cum-Secretary to Government

Memo No 2710 /HUD, dt. 31-1-12

Copy forwarded to the Secretary to Hon'ble Governor, Odisha / Principal Secretary to Hon'ble Chief Minister, Odisha/ P.S to all Ministers/ P.S to all Ministers of State for kind information of Hon'ble Governor, Odisha / Hon'ble Chief Minister, Odisha/ all Ministers/.all Ministers of State.

  
Joint Secretary to Government 30.1.2012

-3-

Memo No. 2711 / HUD, dt. 31-1-12

Copy forwarded to the Registrar, Odisha High Court, Cuttack/ Accountant General, Odisha/ All Departments of Government / All Urban Local Bodies of Odisha for information and necessary action.

*Sms huz*  
30/1/12  
Joint Secretary to Government

Memo No. 2712 / HUD, dt. 31-1-12

Copy forwarded to the Ministry of Urban Development, Government of India/ Department of Economic Affairs, Ministry of Finance, Government of India for information.

*Sms huz*  
30/1/12  
Joint Secretary to Government

Memo No. 2713 / HUD, dt. 31-1-12

Copy forwarded to P.S to Chief Secretary, Odisha/ P.S to Development Commissioner & Addl. Chief Secretary, Odisha / P.S to Commissioner-cum-Secretary to Government, H & UD Department for kind information of Chief Secretary/Development Commissioner & ACS/Commissioner-cum-Secretary, H & UD Department.

*Sms huz*  
30/1/12  
Joint Secretary to Government

Memo No. 2714 / HUD, dt. 31-1-12

Copy forwarded to all Sections of the Housing & Urban Development Department/PMU, H & UD Department for information & necessary action.

*Sms huz*  
30/1/12  
Joint Secretary to Government

Memo No. 2715 / HUD, dt. 31-1-12

Copy forwarded to the Director, Printing, Stationery and Publications, Odisha, Cuttack with a request to publish the above Resolution in the next issue of Odisha Gazette and supply 300 printed copies to the Housing & Urban Development Department.

*Sms huz*  
30/1/12  
Joint Secretary to Government

Memo No. 2716 / HUD, dt. 31-1-12

Copy forwarded to the members concerned for information & necessary action.

*Sms huz*  
30/1/12  
Joint Secretary to Government

**Annexure- II**

# The Odisha Gazette

**PUBLISHED BY AUTHORITY**

**No. 8 CUTTACK, FRIDAY, MARCH 2, 2012/FALGUNA 12, 1933**

SEPARATE PAGING IS GIVEN TO THIS PART IN ORDER THAT IT MAY BE FILED AS A SEPARATE COMPILATION

**PART III-A**

**HOUSING & URBAN DEVELOPMENT DEPARTMENT**

**NOTIFICATION**

The 22nd February 2012

No. 4773—Reforms-UR-01/2012-HUD —The Government of Odisha have been pleased to appoint the following members to function as the Initial Trustees in the Trust Board of "Odisha Urban Infrastructure Development Fund (OUIDF)" set-up vide Housing & Urban Development Department Notification No. 2709—Reforms-UR-01/2012-HUD, dated 31st January 2012 until further orders :

- |  |    |                              |
|--|----|------------------------------|
| (1) Shri Deoranjjan Kumar Singh, I.A.S.,<br>Vice-Chairman, BDA, Bhubaneswar.                       | .. | Government of Odisha Nominee |
| (2) Shri Rajib Sekhar Sahoo, FCA,<br>M/s SRB & Associates, IDCO Tower,<br>Sahid Nagar, Bhubaneswar | .. | Independent Trustee          |
| (3) Shri Sarthak Behuria, Ex-CMD,<br>Indian Oil Corporation Ltd.;                                  | .. | Independent Trustee          |

2. The tenure of the Independent Trustees is ordinarily be a maximum period of three years, which may be terminated by the Government of Odisha prior to the end of such tenure. In the event of resignation by the Independent Trustees, prior notice of at least 30 (thirty) days shall be given the Government of Odisha.

3. The above Trustee shall have the powers, authorities and discretions and shall in all respects act and be liable as a Trustee under the Trust Deed of O.U.I.D.F.

4 Independent Trustees shall be entitled for sitting fees and other allowances as may be sanctioned by the Board of Trustees of O.U.I.D.F. from time to time.

5. The above appointments shall come into existence from the date of publication of the Notification.

**ORDER**—Ordered that the Notification be published in the *Odisha Gazette* and copies thereof be forwarded to all the Members/all Departments/Accountant General, Odisha, Bhubaneswar,

By order of the Governor

SAURABH GARG

Commissioner-cum-Secretary to Government

Annexure- III

Government of Odisha  
Housing and Urban Development Department

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No.Reforms-UR-01/2012/34014/HUD, Bhubaneswar, the 12/12/12

NOTIFICATION

Consequent upon transfer of Sri Deoranjana Kumar Singh, IAS, Ex-Vice Chairman, BDA, Government of Odisha have been pleased to appoint Sri Vishal Kumar Dev, IAS, Vice-Chairman, Bhubaneswar Development Authority (BDA) to function as a Trustee (Govt. of Odisha nominee) in the Trust Board of "Odisha Urban Infrastructure Development Fund (OUIDF)" set-up vide Housing & Urban Development Department Notification No.Reforms-UR-01/2012/2709/HUD, dated 31.01.2012 until further orders. Earlier Notification No.Reforms-UR-01/2012/4773/HUD, dated 22.02.2012 in this regard stands modified.

2. This will come into force from the date of issue of the Notification.

By Orders of Governor



(Injeti Srinivas)

Principal Secretary to Government

Memo No. 34015 / HUD, dt. 13/12/12

Copy forwarded to the Secretary to Hon'ble Governor, Odisha / Principal Secretary to Hon'ble Chief Minister, Odisha/ P.S to all Ministers/ P.S to all Ministers of State for kind information of Hon'ble Governor, Odisha / Hon'ble Chief Minister, Odisha/ all Ministers/ all Ministers of State.

Special Secretary to Government

Memo No. 34016 / HUD, dt. 13/12/12

Copy forwarded to P & C. Department/Finance Department/Law Department for information and necessary action.

Special Secretary to Government

Memo No. 34017 / HUD, dt. 13/12/12

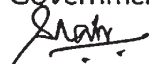
Copy forwarded to Bhubaneswar Development Authority/ all Urban Local Bodies of Odisha for information and necessary action.

Special Secretary to Government

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Memo No. 34018 / HUD, dt. 12/12/12

Copy forwarded to the Ministry of Urban Development, Government of India/ Department of Economic Affairs, Ministry of Finance, Government of India for information.

  
Special Secretary to Government


Memo No. 34019 / HUD, dt. 12/12/12

Copy forwarded to P.S to Chief Secretary, Odisha/ P.S to Development Commissioner & Addl. Chief Secretary, Odisha / P.S to Principal Secretary to Government, H & UD Department for kind information of Chief Secretary/Development Commissioner & ACS/Principal Secretary, H & UD Department.

  
Special Secretary to Government

Memo No. 34020 / HUD, dt. 12/12/12

Copy forwarded to Shri Deoranjana Kumar Singh, IAS, CMD, GRIDCO/ Sri Vishal Kumar Dev, IAS, Vice-Chairman, BDA, Bhubaneswar/ Sri Shri Rajib Sekhar Sahoo, A/42, Nilakantha Nagar, Nayapalli (Near Deb Roy College), Bhubaneswar-751012/ Shri Sarthak Behuria, 32 H, Ashoka Avenue, Sainik Forum, New Delhi-110062 for information & necessary action.

  
Special Secretary to Government


Memo No. 34021 / HUD, dt. 12/12/12

Copy forwarded to all Sections of the Housing & Urban Development Department/PMU, H & UD Department for information & necessary action.

  
Special Secretary to Government

Memo No. 34022 / HUD, dt. 12/12/12

Copy forwarded to the Director, Printing, Stationery and Publications, Odisha, Cuttack with a request to publish the above Notification in the next issue of Odisha Gazette and supply 50 printed copies to the Housing & Urban Development Department.

  
Special Secretary to Government

**Annexure- IV**

# The Odisha Gazette

EXTRAORDINARY  
PUBLISHED BY AUTHORITY

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No. 260, CUTTACK, WEDNESDAY, FEBRUARY 13, 2013/MAGHA 24, 1934

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**HOUSING & URBAN DEVELOPMENT DEPARTMENT**  
NOTIFICATION

The 11th February, 2013

No. 5727-HUD-13-REFM-65-SCH-17-0052/2013/HUD.— In consonant with the decision of the Board of Trustees, Government in Housing & Urban Development Department is pleased to notify Shri Sisir Kumar Ratho, IFS, Special Secretary to Government, Housing & Urban Development Department to act as the Secretary to Odisha Urban Infrastructure Development Fund (OUIDF) in addition to his own assignment as Special Secretary in the Housing & Urban Development Department with immediate effect until further orders.

By Order of the Governor

INJETI SRINIVAS

Principal Secretary to Government

## Annexure- V

**Proceedings of the 1<sup>st</sup> meeting of the Board of Trustees of Odisha Urban Infrastructure Development Fund (OUIDF) held under the Chairmanship of Chief Secretary, Odisha on 01.03.2012 at 1.00 PM.**

\*\*\*

*Venue:* Conference Room of Chief Secretary

*Members present:* As per the list annexed.

At the outset, Chief Secretary & Chairperson, OUIDF welcomed the Trustees to the 1<sup>st</sup> meeting of the Trust Board and requested the representative of the ICRA Management Consulting Services Ltd. (IMaCS) to make the presentation of the draft RFP for engagement of Asset Management Company (AMC) i.e Fund Manager. After agenda-wise detailed discussions the following decisions were taken:

**Agenda No.1- Registration of Trust:** Immediate steps would be taken to register the Trust of OUIDF before the District Sub-Registrar, Bhubaneswar. Deposit of initial settlement amount as per Trust Deed, if any, and ancillary expenditures on registration of would be borne by the H & UD Department.

**Agenda No.2-Eengagement of AMC:** RFP for engagement of Asset Management Company (AMC) prepared by ICRA Management Consulting Services Ltd. (IMaCS) have been approved.

**Agenda No.3- Signing of Project Agreement:** The Trust Board of OUIDF has authorised the Commissioner-cum-Secretary to Govt., H & UD Department to sign the Project Agreement with KfW on behalf of the OUIDF.

**Agenda No.4- Other Items:** The following decisions are also taken by the Trust Board for management of the OUIDF.

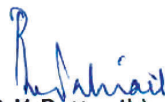
- i. 8<sup>th</sup> Floor of the Odisha State Housing Board Building would be the Registered Office of OUIDF on payment of necessary rent as per Government rate.

*Contd....P/2*

-2-

- ii. A person with qualification of Company Secretary/Chartered Accountant/Cost Accountant would be engaged to act as Secretary, OUIDF on contractual basis for a period of three years initially through open advertisement to manage the Office.
- iii. Logo for the OUIDF would be prepared by engaging a consultant.
- iv. Action would be taken for obtaining the Tax Deduction Account Number (TAN)/PAN Number etc require for transaction of funds in the OUIDF.
- v. Necessary steps would also be taken for printing of office stationeries for the OUIDF & all such initial expenditures need to be provided by the H & UD Department.

The Meeting ended with thanks to & from the chair.



(B.K. Pattnaik)

Chief Secretary, Odisha &  
Chairperson, OUIDF



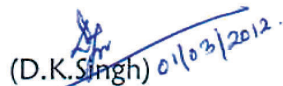
(J.K. Mohapatra)

Secretary, Finance Department &  
Trustee, OUIDF  
Principal Secretary to Govt.  
Finance Department



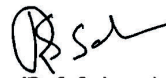
(S. Garg)

Secretary, H & UD Department &  
Trustee, OUIDF



(D.K. Singh) 01/03/2012.

Vice-Chairman, BDA &  
Trustee, OUIDF



(R.S. Sahoo)

Independent Trustee,  
OUIDF



## Annexure- VI

**Proceedings of the 2<sup>nd</sup> meeting of the Board of Trustees of Odisha Urban Infrastructure Development Fund (OUIDF) held under the Chairmanship of Chief Secretary, Odisha on 15.01.2013 at 4.00 PM.**

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*Venue:* Conference Room of Chief Secretary

*Members present:* As per the list annexed.

At the outset, Chief Secretary & Chairperson, OUIDF welcomed the Trustees, representatives of KfW-Germany, ICRA Management Consulting Services Ltd. (IMaCS) and other invitees present in the meeting. Representative IMaCS made a presentation of the draft RFP for engagement of Asset Management Company (AMC) indicating the changes made on the previous draft RFP approved by the Board of Trustee in its 1<sup>st</sup> meeting. After agenda-wise detailed discussions the following decisions were taken:

**Item No.1-Confirmation and ATR on the decisions of the last meeting:**

Minutes of the last meeting of the Board of Trustees of OUIDF were confirmed.

Board of Trustees noted the details of action taken on the decisions of the last Board meeting. The Logo & Motto for the OUIDF presented before the Board were approved.

**Item No.2-Approval of Revised RFP for engagement of AMC.**

After detailed discussion, revised RFP for engagement of AMC was approved.

The Board of Trustees observed that the following issues would also be addressed:

- i. Success fee may be paid to the AMC initially by the OUIDF, which could be subsequently deducted from the ULBs/Concessionaires/Private Organisations concerned through a proper mechanism. However this may be applicable on case to case basis.
- ii. There should be a mechanism for 100% collection of OUIDF loans with provisions such as deduction at source, from payable, escrow accounts, deduction from grants etc.

Item No.3-*Approval in-principle for OUIDF lending to Solid Waste Management PPP Projects of Bhubaneswar-Cuttack Municipal Corporation and Berhampur Municipality-Lending rate, Lending exposure, disbursal period etc.*

Two draft terms of agreements for OUIDF lending to the following projects were presented before the Board of Trustees.

- i. Concessional loan for Bhubaneswar-Cuttack Regional Landfill PPP Project.
- ii. Concessional loan & VGF to Solid Waste Management Project, Berhampur Municipal Corporation on PPP mode.

The Trust Board approved the proposals in principle for OUIDF lending subject to the ceiling limits indicated.

The following decisions were also taken in the Board meeting:

- iii. A lending policy of OUIDF would be prepared for consideration of projects on case to case basis.
- iv. Tripartite Agreement should applied for OUIDF lending involving private borrowers by including the Urban Local Body.

Item No.4 - *Approval for organisation structure of OUIDF:-*

Organisation Structure for the Secretariat of OUIDF placed before the Board was approved. The detailed job profile for terms of appointment of staff shall be worked out with the approval of the Principal Secretary, H & U.D Department.

Item No.5 - *Functioning of OUIDF Secretariat (Office Space and Budget).*

It was informed that the Odisha State Housing Board has expressed its inability to provide space in the 8th floor of the building for the office of OUIDF. Principal Secretary, H & UD Department informed that an office space of 4000-5000 square feet area is required for the office of the Trust Secretariat and AMC for OUIDF. The Principal Secretary, H & UD Department requested the Chief Secretary to consider rent free office space of 4000-5000 Square feet for the office of OUIDF in the Fortune Tower at Bhubaneswar, which is owned by IDCO.

After detailed discussion, the following decisions were taken:

- i. IDCO would provide office space of approximately 4000 square feet area in the Fortune Tower, Bhubaneswar free of cost for functioning the office of the OUIDF as a part of its Corporate Social Responsibility.
- ii. The proposed Annual Budget of OUIDF for the year 2013-14 estimated to the tune of Rs.372.46 lakh was approved by the Board.
- iii. The proposed budget of OUIDF from January, 2013 to March, 2013 to the tune of Rs.20.00 lakh which includes mostly the set-up expenses was also approved.

Item No.6-Any other item :-

Board of Trustees approved the proposal for declaring Sri Sisir Kumar Ratho, IFS, Special Secretary to Govt., H & U.D. Department as the Secretary to the Board of Trustees to look after the affairs of OUIDF.

The meeting ended with vote of thanks to the chair.

  
(B.K.Patnaik)  
Chief Secretary, Odisha &  
Chairperson, OUIDF

