

MINUTES OF MEETING HELD UNDER CHAIRPERSONSHIP OF PRINCIPAL SECRETARY, H&UD WITH KfW DEVELOPMENT BANK ON ENGAGEMENT OF ASSET MANAGEMENT COMPANY (AMC) FOR OUIDF

Date: 28th May, 2013

Venue: Office Chamber of Principal Secretary, H&UD

Officials Present:

- 1) Principal Secretary, H&UD – In Chair
- 2) Shri Anirban Kundu, Project Manager, KfW Development Bank
- 3) Shri Subhra Ranjan Mishra, PPP Expert, P&C Department

Principal Secretary, H&UD outlined the objective of the meeting, i.e. to finalise the matter pertaining to engagement of AMC for OUIDF. It was noted that the bidding process for the same did not attract any responses.

While appreciating the need for expediting the project appraisal and funding roles of OUIDF, the following options were discussed:

- 1) Set up a Project Management Unit (PMU)/ Technical Support Unit (TSU) by way of open market selection of subject matter experts.
- 2) Assign the task to Odisha State Finance Corporation (OSFC)/ Industrial Promotion and Investment Corporation of Odisha Ltd. (IPICOL) on nomination basis.
- 3) Use ICRA for technical support and backstopping OUIDF

The following decisions were taken after due deliberations:

1) The process of re-bidding for an AMC shall be initiated. In the meanwhile, it is imperative to commence the activities of OUIDF since budgetary allocations have already been made. Consequently, a PMU / TSU may be constituted for a period of about six months as an interim arrangement by recruiting suitable individual experts from the open market.

2) Positions having the following expertise may be contracted to begin with:

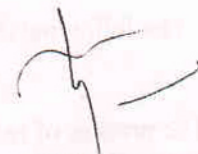
- a) Engineering & Design Appraisal
- b) Municipal & ULB Finance
- c) Lending & Portfolio Management
- d) Contractual & Legal Frameworks

- e) Project Finance, Urban Infrastructure and Institutional Development
- f) Project Development with experience in urban domain, municipal finance and project development/ PPPs
- g) Project Appraisal, Project Evaluation, Feasibility Evaluation, Credit Financing
- h) Government and Infrastructure Procurement & Contracting
- i) Accounting, Statutory matters including Income Tax, Audit and reporting
- j) Urban Planning and reform, handling MIS, training and capacity building requirements
- k) Documentation, disbursement and recovery
- l) PPP expert

3) A consolidated remuneration in the range of Rs. 75,000/- - Rs. 1,00,000/- per month may be offered to the experts with the flexibility to negotiate a higher remuneration with candidates having higher qualifications and experience.

4) The detailed Terms of Reference for the experts shall be finalised by H&UD Department in consultation with KIW, after which advertisements for engagement shall be issued.

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



(Principal Secretary)