

**3.19 2003-04 – Construction of New Houses and upgradation of Kutcha Houses – Loan assistance from HUDCO**

Rural Development (CSSI) Department

G.O. (Ms) No. 223

Dated: 07.11.2003

Read:

1. From the Director of Rural Development, D.O.No.32735/03/Sch1.1, Dated:28.08.2003
2. Government Letter No.27741/CSS1/2003-2, Dated : 09.10.2003
3. From the Director of Rural Development, Roc. No.79402/03/ Sch1(1), Dated : 22.10.2003

**ORDER**

In the reference first read above, the Director of Rural Development has sent proposals for the construction of 37,377 new houses and upgradation of 18691 kutcha houses under IAY for the at a cost of Rs.68.22 crores under the state funds during the year 2003-2004.

2. In the reference 2<sup>nd</sup> read above, the Government permitted to Director of Rural development to move the HUDCO for obtaining a loan of Rs.68.22 crores required for IAY for the year 2003-04.

3. The Director of Rural Development in the reference 3<sup>rd</sup> read above, has sent proposals for permission to avail loan from HUDCO for IAY 2003-04 by availing financial assistance from HUDCO as detailed below:-

i) Loan	-	Rs.6707.29 lakks
ii) Rate of Interest	-	9.25 %
iii) Front end fee	-	Rs.16.77 lakhs
iv) Repayment period	-	15 years
v) Application Fees	-	Rs.1.0 lakh

4. The Government have examined the proposal of the Director of Rural Development carefully and decided to avail the loan assistance from HUDCO subject to the terms and conditions stipulated by HUDCO under Article 293 of the constitution of India. The Government authorize the Director of Rural Development to execute the loan agreement for obtaining the loan amount of Rs.6707.29 lakhs (Rupees Six thousand seven hundred and seven lakhs and Twenty Nine thousand only) for IAY Housing Scheme for the year 2003-04 and send it to HUDCO for execution at their end also obtain its duplicate for record purpose.

5. Necessary budgetary support will be provided for the repayment of the loan from HUDCO together with interest.

6. Sanction is accorded for a sum of Rs.16.77 lakhs (Rupees Sixteen lakhs and Seventy seven thousand only) towards front-end-fee on the loan amount as fixed by the HUDCO.

7. The loan sanctioned by the HUDCO shall be drawn and credited and the repayment debited under the following head of account:-

6003.00 internal Debt of the state Government 109: loans from other institutions – loans from HUDCO for IAY schemes.

8. The interest payable to HUDCO shall be debited to the following head of account:-

"2049 – Interest payment -01. Interest on Internal debt 200. Interest on other Internal Debt – I. Non – Plan- BM loan from HUDCO for IAY schemes" 25 interest. (DPC 2049 01200 BM 2503)

### 3. IAY

9. The amount sanctioned in para 6 towards front-end-fee shall be debited to the following head of account.

"2505-Rural Employment -01. National Programmes – 702- Jawahar Grama Samirdhi Yojana – Schemes in the Tenth Five year plan – II State plan JE – Indira Awaas Yojana – 09 – Grants in aid 03 – Grants for specific schemes". (DPC 2505-01-702-JE-0939)

10. The Government also permit the Director of Rural Development to remit a sum of Rs.1.00 lakh (Rupees one lakh only) being the application fee to be paid to the HUDCO by incurring expenditure initially from Panagal Building Society funds and later on to recoup the same to the Panagal Building Society by drawing the same from Government Account.

11. The Director of Rural Development shall be the estimating, reconciling and controlling authority for the heads of accounts in paragraphs 6, 7 and 8 above the Director of Rural Development is authorized to draw and disburse the amount of repaid of Principal and payment of interest to Housing and Urban Development Corporation (HUDCO) limited under intimation to Government. The Director of Rural Development is requested to send necessary budget proposals for making budget provisions towards repayment of principal and payment of interest to Government in Finance (W& M- II) Department regularly.

12. This order issues with the concurrence of Finance Department vide its U.O. No.3599/FS/P/03, Dated: 28.10.2003.

(By order of the Governor)

**SANTHA SHEELA NAIR**  
SECRETARY TO GOVERNMENT