



GOVERNMENT OF KERALA

**Abstract**

Local Self Government Department – Indira Awas Yojana (IAY) – Availing HUDCO loan of Rs.650 Crores for meeting State Government contribution –Modified- – orders issued.

=====

**LOCAL SELF GOVERNMENT (DD) DEPARTMENT**

GO(MS.)No.111/2015/LSGD

Dated, Thiruvananthapuram, 28.03.2015

=====

Read:- 1.GO(MS.)No.76/2015/LSGD Dated, 20.03.2015

2. Letter No.HUDCO/TRO/A-26564/2014-15/212/ dated 23.3.2015

**ORDER**

Government have accorded sanction for availing the loan of Rs.650 Crores from HUDCO on the condition that Government will take over the responsibility of repayment of loan with interest to HUDCO @ 8.75% vide Government order read as 1<sup>st</sup> paper above . It was also ordered that the KILA will avail the loan from HUDCO, deposit in public account and disburse through CRD to the Local Self Government Institutions on the recommendation of CRD.

2)Now, M/s. HUDCO vide letter read as 2<sup>nd</sup> paper intimated that the Memorandum of Association of KILA doesn't have a provision to avail loan from HUDCO and hence loan cannot be sanctioned in favour of KILA. Therefore the decision to authorise KILA to avail the loan may be revoked. Govt have examined the matter and found that Kerala Urban and Rural Development Finance Corporation (KURDFC) can avail the loan as KURDFC had availed a number of loans in the past.

3)In the circumstance, sanction is accorded to authorise Kerala Urban and Rural Development Finance Corporation to avail the loan and transfer the same to Commissioner for Rural Development on the same terms and conditions which were stipulated in Government Orders read as 1<sup>st</sup> paper for authorising KILA to avail the loan.

4) The Government Order read as 1<sup>st</sup> paper above stands modified to this effect only:

(BY ORDER OF THE GOVERNOR)

**JAMES VARGHESE IAS**  
**Principal Secretary to Government**

To

1. The Commissioner for Rural Development, Thiruvananthapuram.
2. The Deputy General Manager, HUDCO, Saphalyam, 3<sup>rd</sup> Floor, Palayam, Thiruvananthapuram.
3. The Managing Director, Kerala Urban and Rural Development Finance Corporation
4. The Director, KILA, Thrissur.
5. The Finance Department
6. The Principal Accountant General (Audit), Kerala, Thiruvananthapuram.
7. The Accountant General (A & E), Kerala, Thiruvananthapuram.
8. The Director, Information Kerala Mission, Thiruvananthapuram.
9. Stock file/Office Copy.

Forwarded/By Order,

  
Section Officer