



GOVERNMENT OF KERALA

Abstract

Local Self Government Department - Development of Integrated Solid Waste Management Project with a Waste to Energy Plant of 20 TPD capacity at Munnar - Final negotiated tipping Fee - Orders issued

LOCAL SELF GOVERNMENT (WM) DEPARTMENT

G.O.(Rt)No.719/2022/LSGD Dated,Thiruvananthapuram, 23-03-2022

- Read:- (1) GO(Rt) No. 3122/2017/LSGD dated 23.09.2017.
(2) GO(Rt) No. 499/2018/LSGD dated 21.02.2018.
(3) Minutes of the 30th meeting of State Level Advisory Committee held on 21.10.2019.
(4) GO (Rt)No.392/2021/LSGD dated 12.02.2021.
(5) Letter No KSIDC/TVM/WtE/2021/2530 dated 03.03.2021 from the Managing Director, KSIDC.
(6) Government letter No. 70/DC1/2021/LSGD dated 16.04.2021 addressed to the MD, KSIDC.
(7) Minutes of the 39th meeting of State Level Advisory Committee held on 10.09.2021.
(8) Note No. KSIDC/TVM/WtE/2022/2731 dated 22.02.2022 from Project Director, PMU, WtE Project, KSIDC.

ORDER

As per GO read as 1st and 2nd paper above, Government have constituted a State Level Advisory Committee (SLAC) chaired by Chief Secretary for taking decision on establishing Integrated Solid Waste Management Plants in the State and related matters.

(2) The 30th meeting of SLAC held on 21.10.2019 read as 3rd paper above directed KSIDC to float e-tender for identifying concessionaire for Waste to Energy Project of 20 TPD capacity in 2 acres of land at

Nallathanni Estate in Munnar. KSIDC initiated the tender process in January 2020 and Bid Evaluation Committee in its meeting held on 19th August 2020, chaired by Secretary, Power Department found that the bids submitted by Consortium led by M/s ORS Pvt Ltd, Mumbai technically qualified. The result of Technical Evaluation was reported in the 37th meeting of SLAC and SLAC directed to proceed further. Financial bid submitted by the consortium was opened on 07.12.2020.

(2) Negotiation Committee constituted as per the GO read as 4th paper above chaired by Principal Secretary, Local Self Government Department negotiated the Tipping Fee and based on the negotiations, consortium reduced the Tipping Fee to Rs.5995/- per tonne. As per letter read as 5th paper above, MD KSIDC submitted proposal to Government for approval of the tender process carried out and to approve the final negotiated Tipping Fee.

(3) As per letter read as 6th paper above, MD, KSIDC has been directed to include the matter of approval for tender process carried out by KSIDC for the development of Integrated Waste Management Project with WtE facility at Munnar and review the final negotiated Tipping Fee of Rs.5995/- offered by the consortium led by M/s Organic Recycling Systems Pvt Ltd for Munnar WtE plant as the agenda item for the next SLAC meeting. Accordingly matter was placed in the 39th SLAC held on 10.09.2021.

(4) The 39th SLAC noted the status of the project and following decisions were taken

Deliberations

"KSIDC reported that in accordance with the decision taken at the 38th

SLAC meeting Negotiation Committee chaired by Principal Secretary LSG (Urban) department negotiated with the successful bidder and based on the negotiation held, the bidder has offered a final offer of Rs. 5995/- per tonne for the project.

It is also reported that the final offer given by the bidder was reported to Government and Addl. Chief Secretary LSGD directed to submit the final offer to SLAC for approval.

Principal Secretary LSG (Urban- KSWMP & WtE Projects) informed that as per the financial bid submitted by the bidder was Rs. 6500/- per tonne. The processing capacity of the plant is only 20 TPD. Investment to be made by the Concessionaire for the development of the plant, higher transportation cost being incurred by the Concessionaire due to the geographical nature of Munnar, absence of VGF for the project etc., were the various parameters considered during the negotiation.

Adl. Chief Secretary Finance Department informed that a clear cut mechanism for the payment of Tipping Fee also needs to be worked out for the project.

Decision

SLAC after deliberations observed that in the meeting convened by Hon'ble Chief Minister held on 05/08/2021, mechanism for the payment of Tipping Fee to other waste to energy projects being developed in the state were finalized. In similar lines Munnar & Devikulam Grama Panchayaths, the participating Local Bodies in Munnar cluster shall explore the possibility of collecting user fee from households and other industrial and commercial establishments within their limits and to deposit the amount in a common pool of fund being opened for ensuring uninterrupted payment of Tipping Fee to the Concessionaire. Necessary council

approvals in this regard shall also be obtained by both the Grama Panchayaths.

SLAC directed Munnar & Devikulam Grama Panchayaths to take urgent steps to place the matter to the next council itself and to report the status at the earliest.

(5) Government have examined the matter in detail and came to the conclusion that SLAC approved the tender process carried out by KSIDC and the negotiation carried out by a committee constituted by the Government under the chairmanship of Principal Secretary, LSGD and approve the negotiated tipping fee to Rs.5995/- per tonne for developing the Waste to Energy Project at Nallathanni Estate in Munnar. It is also ordered to carry out a clear-cut mechanism for the payment of Tipping Fee for the project in similar to the other WtE Projects in the State.

(By order of the Governor)
BISHWANATH SINHA
ADDITIONAL CHIEF SECRETARY

To:

The Managing Director, KSIDC.

The Concessionare (through MD, KSIDC)

The Secretary, Munnar Grama Panchayat.

The Secretary, Devikulam Grama Panchayat.

The Executive Director, Suchitwa Mission.

The Principal Accountant General (A&E), Kerala,
Thiruvananthapuram.

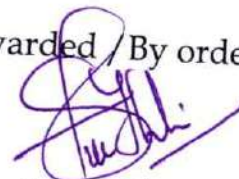
The Accountant General (Audit I) / (Audit II), Kerala,
Thiruvananthapuram.

The Executive Director, Information Kerala Mission.

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