



## GOVERNMENT OF KERALA

### Abstract

Local Self Government Department- LIFE Mission-Availing loan for an amount of Rs 1448.34 crore from HUDCO through KURDFC (Rural Sector)-Execution of Guarantee Agreement-Sanction accorded- Further Orders issued.

---

### **LOCAL SELF GOVERNMENT (DB) DEPARTMENT**

G.O.(Ms)No.69/2022/LSGD Dated,Thiruvananthapuram, 26-03-2022

---

Read 1 GO(Ms) No. 487/04/Fin dated 16/10/2004.

2 GO(Ms)No. 53/2021/LSGD dated 18/02/2021.

3 GO(Ms) No. 302/2021/LSGD dated 17/12/2021.

4 GO(Ms) No. 49/2022/LSGD dated 09/03/2022.

### ORDER

As per Government order read as 2<sup>nd</sup> paper above, sanction was accorded for availing loan for an amount of Rs.1500 crore from HUDCO for providing houses to the eligible beneficiaries under SC, ST, and Fisheries in the additional list and those landless homeless beneficiaries who have acquired land, as part of the Total Housing Programme under LIFE Mission Phase III and in the above additional list. As per Government order read as 3<sup>rd</sup> paper above, the above said Government Order was modified by according sanction for availing the said loan from HUDCO through KURDFC.

2. As per Government order read as 4<sup>th</sup> paper above, Government have revised the Government order sanctioning the HUDCO loan for Rs 1448.34 (Rural Sector) by incorporating the pre disbursal conditions. As per the pre disbursal conditions, Guarantee for the loan amount from HUDCO and interest thereon, will be provided by Government and the Guarantee Commission payable to Government will be deducted from the devolution of the LSGIs by Finance (SFC) Department in Government as in the case of principal amount and remitted to the respective head of account. For this Guarantee Agreement shall be executed.

3. Now, as there is no guarantee space to accommodate the guarantee of Rs 1448.34 crore, Government are pleased to accord sanction for executing the deed of guarantee for an amount of Rs.500 crore (Rupees Five Hundred crore only) initially upon the following conditions in the format at Annexure:

(i) Guarantee commission @ 0.75% shall be remitted as per order in GO(Ms)No.487/04/Fin dated 16/10/2004 & Guarantee Act.

(ii) Simple interest @12% shall be charged for delayed payments as specified in clause 5 of GO(Ms) No. 487/04/Fin dated 16/10/2004.

(iii) Half yearly report shall be sent to Government in Finance Department with attested copies of chalans remitting guarantee commission and penal interest, if any indicating details of guaranteed amount outstanding, guarantee commission payable (with details of calculation).

(iv). The deed of guarantee for the balance amount of Rs 948.34 crore shall be executed after enhancement of the guarantee ceiling limit under the Kerala ceiling on Government Guarantees Act, 2003.

(v) The remittance of Guarantee commission dues may be ensured immediately

(vi) Orders regarding a proper mechanism for strict payment of guarantee commission without any fault will be issued later

(By order of the Governor)  
BIJU PRABHAKAR  
SECRETARY

The Chief Executive Officer, LIFE Mission.

Regional Chief, HUDCO.

The Managing Director, KURDFC.

Member Secretary, State Planning Board.

The Director of Panchayats, Thiruvananthapuram.

The Director of Urban Affairs, Thiruvananthapuram.

The Commissioner of Rural Development, Thiruvananthapuram.

The Principal Accountant General, (Audit), Kerala,  
Thiruvananthapuram.

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

The Finance Department (No.Dev-2/32/2021-FIN dated 25/03/2022).

The Law Department.(No.6029/Convey1/2022/Law dated 26/03/2022).

The Executive Director, IKM.

The Director, Kerala State Audit Department.

The State Performance Audit Officer.

Information Officer, Web & News Media Wing, I &PRD.

Stock File/Office Copy.

Forwarded /By order

Section Officer