



GOVERNMENT OF KERALA



Abstract

Industries Department- M/s Kerala State Mineral Development Corporation Limited (KEMDEL) - Release of ₹25 Lakh (Rupees Twenty Lakh only) for the purchase of Tools, Plant and Machinery for mining/desilting - Sanction Accorded - Orders issued.

INDUSTRIES (H) DEPARTMENT

G.O.(Rt)No.19/2022/ID Dated,Thiruvananthapuram, 07/01/2022

- Read 1. G.O.(Rt) No.941/2021/ID dated 02/09/2021
2. Letter No.KEMDEL/DIC/2021-22/128 dated 24/9/2021 from the Managing Director, Kerala State Mineral Development Corporation Limited, Thiruvananthapuram
 3. Letter No.KEMDEL/Ind/2021-22/195 dated 19/11/2021 from the Managing Director, Kerala State Mineral Development Corporation Limited, Thiruvananthapuram

ORDER

Government, as per G.O read as 1st Paper above have accorded administrative sanction for an amount of ₹2,00,00,000/- (Rupees Two Crore only) from the budget provision for the financial year 2021-22 under the head of account 6853-01-190-99(P) to M/s Kerala State Mineral Development Corporation Limited (KEMDEL) for the purchase of Tools, Plant & Machinery for Mining /Desilting activities for the Corporation subject to the following conditions:

- a. List of equipments shall be scrutinized by Principal Secretary II
- b. Procurement of these type of High & sophisticated machines shall be in accordance with the existing norms and in a transparent manner.
- c. Focus on procuring high end sophisticates tools, plant and machinery which can assess in cost effective and scientific mining operations.

2) The Managing Director, Kerala State Mineral Development Corporation Limited as per letter the read as 2nd paper above has requested Government to release Rs.200 Lakh (Rupees Two Hundred Lakh only) for the purchase of Tools, Plant and Machinery for mining/desilting activities from the budget provision of KEMDEL for 2021-22. As per the letter read as 3rd paper above, it is informed that the Corporation has been taking steps to invite tender for the purchase of Tools, Plant and Machinery for mining/desilting activities.

3) Government have examined the matter in detail and are pleased to release an amount of Rs. 25 Lakh (*Rs Twenty Five Lakh Only*) to KEMDEL as first installment for the purchase of Tools, Plant and Machinery for mining/desilting activities from the Current Financial Year budget provision under the head of account 6853-01-190-99 (P) subject to the following conditions ;

- i. Funds should be transfer credited to PSTSB account in compliance of G O(P) No.62/2018/Fin dated 16.04.2018.
- ii. The procedures prescribed in Circular No. 84/2008/Fin dated, 09-12-2008, Circular No. 75/09/Fin dated, 29/08/2009, Circular No.8/2018/Fin Dated, 30/01/2018 and Circular 53/2018/Fin dated 16.06.2018 should be scrupulously followed.
- iii. The funds shall be used for the specific purpose for which it is released and do not divert it for any other purpose.
- iv. The Operational guidelines regarding the utilization and monitoring of plan funds issued vide GO (P) No.88/2018/fin dated 11.06.2018 and GO(P) No.100/2018/Fin dated 03.07.2018 should be scrupulously followed.
- v. Financial Principles & Rules relating to the drawal & utilization of funds should be observed scrupulously.
- vi. The loan should be treated as 'Working Capital Loan'
- vii. The period of loan shall be 5 years.
- viii. Repayment of loan shall commence on the first anniversary of the drawal of loan.
- ix. Rate of interest shall be 9.5% per annum (annual compound) subject to GO (P)No.169/2018/Fin dated 16.05.2018. Regarding the sanctioning and repayment of loan, Director, Industries & Commerce should scrupulously follow all the formalities/procedures stipulated in Circular No. 40/2013/Fin dated 27.04.2013.
- x. Loan shall be repaid in equal quarterly installment along with interest and the Director, Industries & Commerce shall monitor the same.
- xi. In case of default, penal interest @ 2.50% per annum shall be charged in addition to the normal rate of interest.
- xii. The amount shall be shown as loan from Government in the accounts of the Corporation.
- xiii. Since the interest rate prescribed assumes timely repayment of principal and payment of interest, no further rebate in rates shall be allowed under any circumstances.
- xiv. The Director, Industries & Commerce should ensure that unspent balances of previous release, if any, will be adjusted against the instant release of funds. 15
- xv. Utilization Certificate/Component wise expenditure details in respect of the previous releases as well as the amount to be released should be furnished in

the prescribed format appended with G O (Ms) 04/2020/Fin dated 09/01/2020 along with further fund release proposals.

4) The Director /Additional Director of Industries & Commerce will draw and disburse the amount to M/s Kerala State Mineral Development Corporation Limited.

(By order of the Governor)
A P M Mohammed Hanish
Principal Secretary

To:

The Managing Director, Kerala State Mineral Development Corporation,
Plamoodu, Pattom , Thiruvananthapuram
The Secretary, RIAB, Thiruvananthapuram
The Director / Additional Director, Industries and Commerce,
Thiruvananthapuram.
The Accountant General (E&RSA), Kerala, Thiruvananthapuram.
The Finance (PU-D)Department (Vide file No.PU-D1/177/21/Fin)
The Finance (GMC)Department
The Industries (I) Department
✓ The Information Officer (Web & New Media)
Stock File/ Office Copy.

Forwarded /By order

Signed by AJITHKUMAR A

Date: 10-01-2022 09:52:24

Reason: Approved
Section Officer