

September 2018

IMPLEMENTATION OF WATER SUPPLY IN 9 TOWNS

BACKGROUND

1. Government Order No.UDD 14 PRJ 2012, Bangalore, dated: 20-11-2012 was issued & has accorded sanction for implementing water supply & UGD in 16 towns of Karnataka at an estimated cost of Rs. 205.87 cr.

- Towns where no investment has been made, either under Externally Aided Projects or under the action plans of KUWS&DB in 2010-2011 & 2011-12 were selected for implementing water supply & UGD.
- Implementation & completion of the project in all the towns is 12-18 months years.
- Project funding is through 50% borrowing from domestic market & 50% through Government Grant.
- Repayment of borrowing would be through securitization of SFC devolution / Beneficiary Contribution / General Revenues of ULBs.
- Implementation structure is on line of Externally Aided Projects viz., constitution of Empowered Committee, Project Monitoring Unit., Project Implementation Unit, Third Party Inspection, etc., for implementation of the project.
- 16 towns were divided into 3 packages. 3 Consultancy firms have been appointed by following KTPP act. The Contract Agreement is signed by all consultants. The selected consultancy firms are as follows:
 1. M/s Voyants Solutions Pvt. Ltd., Package – I (6 towns viz. Gajendragad, Naregal, Mundargi, Bankapur, Alnavar & Mulki)
 2. M/s CDM Smith India Private Limited Package – II (5 towns viz. Kampli, Tekkalakote, Kottur, Kamalapura & Molakalmur)
 3. M/s Tata Consulting Engineers Limited Package – III (5 towns viz. Mahalingapura, Teredal, Mudagal, Kudachi & Shiralkoppa)
- Out of the above 16 towns, KUWSDB had executed the water supply schemes in Gajendragad, Naregal, Bankapur, Alnavar & by RDPR in Molakalmur.
- The Consultants submitted the Final DPRs for Water Supply of (1) Kottur (2) Kamalapura (3) Kampli (4) Kudachi (5)Mulki (6) Tekkalakote (7) Mundargi (8) Teredal (9) Mudagal & (10) Mahalingapura have been submitted which were accorded Technical sanction by the Chief Engineer, NKUSIP. The DPR of shirolkoppa was not prepared due to insufficient source of water.
- In the 2nd Empowered committee meeting held on 16.07.2015 under the chairmanship of Additional Chief Secretary, GoK, the Committee felt that, for the purpose of synergy and co-ordination, KUWSDB can take up distribution network in all the 16 towns & resolved to transfer the 16 town project along with the appointed Design and construction Supervision Consultant, and the allocation made in the budget towards the project to KUWS&DB, in order to avoid duplication of works.
- A meeting was held under the chairmanship of the Additional Chief Secretary, UDD, GoK, on 19.03.2016 with Managing Director, KUWSDB & Managing Director, KUIDFC & after detailed discussion a Government letter

(with the proceedings) was issued to KUIDFC to take up the project of 16 towns. Since obtaining cabinet approval for transfer of the project to KUWSDB might take lot of time. Since, it has already been delayed by nearly one year and the priority of the GoK is to provide Water Supply to all the Urban areas it was directed that the balance 11 towns where technical sanction has been obtained to be executed through KUIDFC at the earliest.

- Further, a meeting was also convened under the chairmanship of MD, KUIDFC with the stake holders, ULB President/ ULB officials and the consultants on 12.04.2016 to discuss about the provisions made in the DPRs. The representatives of Kudachi & Kamlapura opted out of the project as they had sufficient water. Thus out of 16 towns only 9 towns remained.
- The stake holders in the meeting held on 12.04.2016 had requested to make some more additional essential provisions in the DPRs like construction of Impounding Reservoir, WTP, parallel Transmission main etc., which will increase the cost of the DPRs and also increase the cost due to the revision in the schedule of rates. The consultants have submitted the revised DPRs of 8 towns after revisiting the towns along with the AEE's of the Regional Office, Hubli. Technical approval was accorded by the Chief Engineer, NKUSIP to the revised DPRs.
- Accordingly, the same was placed before the 3rd Empowered Committee meeting held on 27.05.2016 and it was resolved that, KUIDFC to implement the Water Supply Scheme for balance 9 towns & drop the 7 Towns along with UGD from the project and as per the power vested in the Government Order dated 20-11-2012, the Empowered Committee resolved to inter allocate the funds from one component to another or from one town to another, which is well within the allocated amount of Rs. 205.87 crores.
- Since the "Implementation of water supply & UGD of 16 towns" was approved in the cabinet, the proposal of dropping of seven towns and UGD was placed before the Cabinet for approval.

2. Government Order No.UDD 14 PRJ 2012, Bangalore, dated: 06-04-2017, was issued & has accorded sanction for implementing water supply in 9 towns at an estimated cost of Rs. 205.87 cr.

- Out of the 9 towns, tenders were invited for 8 towns, viz, Mundargi, Mulki, Terdal, Mahalingapur, Mudgal, Kottur, Kampli & Tekkalkote (except Shirolkoppa) in the e-portal by following the KTPP Act & Contract Agreement are executed in all the 8 towns & the works are in progress in all the towns.
- The Empowered Committee vide, its 4th meeting held on 17.08.2017 has resolved to drop Shirolkoppa town from the 9 towns project and to take up K. R. Pete town of Mandya District at an amount of Rs. 27.75cr (Bulk improvement) and hence a new GO was issued.

3. Government Order No.UDD 14 PRJ 2012, Bangalore, dated: 15-12-2017, was issued & has accorded sanction for implementing water supply in 9 towns at an estimated cost of Rs. 205.87 cr.

- In the above G.O, K.R Pet of Mandya District has been taken up in lieu of Shirolkoppa of Shimogga district at the cost of 27.75 crores. Expression of

Interest (EOI) was invited in the e-portal & the RFP was issued to the shortlisted consultants. During evaluation it was found that the rates quoted were very high & hence the tender was cancelled. Fresh Short term tender for EOI was invited and the single EOI received is under evaluation.

- It was learnt that the Executive Engineer KUWS&DB, Mandya had requested the Chief Officer of K.R Pete town to deposit an amount of Rs. 10 lakhs towards the survey & preparation of DPR for the continuous water supply, which was deposited during 2014-15. But the DPR was not furnished. In this regard correspondence was made to Chief Officer, K.R.Pet to obtain Bulk Water Supply DPR from KUWS&DB and submit the same to KUIDFC to save time and cost.
- Further as the implementation of the water supply schemes in other 8 towns of the project has already started and is under progress, the implementation of Bulk water supply to K.R pet town is lagging for want of finalization of DPR. To save time and cost, a letter dated 06.09.2017 and 16.07.2018 was addressed to MD KUWS&DB, to direct their Chief Engineer to furnish the DPR to the Chief Officer of K.R Pete, since the requisite amount is paid.
- Managing Director, KUWS&DB had replied vide letter dated 03.08.2018 to deposit an amount of Rs. 83.25 lakhs towards the survey and preparation of the DPR.
- A meeting was conveyed with MD KUWSDB on 25.09.2018 and during the discussions, it was opined that as water supply schemes are to be taken up on time bound basis and to save time, escalation charges and in the interest of public, it was proposed BY KUIDFC to reduce the cost of the DPR by 50% of Rs. 83.25 lakhs as proposed by Managing Director, KUWS&DB. The proposal was accepted by the Managing Director KUWS&DB, subject to approval of KUWS&DB Board.
- Thereby, the cost of DPR including technical sanction is Rs.42 lakhs which is including 10 lakhs paid by the Chief Officer K.R Pet.
- KUWS&DB has agreed to furnish the Technical sanctioned DPR of Bulk water supply scheme to K.R.Pet along with the draft tender, which is awaited.

Task Manager,
9 Towns, KUIDFC.