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CAO / MWSSB

March 6, 1991.

Draft minutes of the 53rd meeting of the M. W. S. S. Board, held on 13.2.1991 are submitted for approval.



[Y. S. SONAWANI]
Chief Admn. Officer.

~~FA & CAO.~~

ksawani
7/3/91

~~MEMBER SECRETARY~~

~~Mini. (U.D.)~~
~~Chairman, MWSSB~~

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11/3/91

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DRAFT MINUTES OF THE 53RD MEETING OF THE
MAHARASHTRA WATER SUPPLY & SEWERAGE BOARD
HELD ON 23.2.1991.

The 53rd meeting of the Maharashtra Water Supply and Sewerage Board was held at 3.00 p.m. on 13.2.1991 in Mantralaya. Shri. Shushilkumar Shinde, Hon'ble Minister for Urban Development and Chairman, Maharashtra Water Supply and Sewerage Board presided over the meeting. The following were present in the meeting.

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|---|---|----------------------|
| 1) Shri. Sushilkumar Shinde | Hon.ble Minister
For Urban
Development. | Chairman |
| 2) Shri. Bhaskarrao Patil
Khatgaonkar. | Hon.ble Minister
of State for
Rural Development | Vice-
Chairman. |
| 3) Shri. Satish Tripathi | Secretary, Urban
Development
Department. | Member |
| 4) Shri. Asoke Basak, | Secretary, Rural
Development
Department. | Member |
| 5) Dr. D.K. Sankaran | Municipal
Commissioner,
Thane Municipal
Corporation,
Thane. | Member |
| 6) Shri.S.T.Deokule | Secretary,
Irrigation
Department. | Member. |
| 7) Shri. B.V.Rotkar | | Member. |
| 8) Shri. V.D.Desai | | Member. |
| 9) Shri. S.S.Patwardhan | Member Secretary,
Maharashtra W.S.
& Sewerage Board. | Member
Secretary. |

The following Members had intimated their inability to attend the meeting and leave of absence was granted to them.

- 1)The Secretary(Expenditure),Finance Department.
- 2)Shri. Mohan Vasant Gupte, Mayor, Thane Municipal Corporation.
- 3)The Adviser to Govt. of India, Central Public Health & Env.Engg.Organisation,Minister of Urban Development

The following Officers of Maharashtra Water Supply and Sewerage Board also attended the meeting as invitees.

- 1) Shri. R.M. Sagane, Chief Engineer (Rural)
- 2) Shri. S.D. Armal, Chief Engineer (Project)
- 3) Shri. A.S. Narsapur, Chief Engineer (Urban)
- 4) Shri. K.R. Tamhane, Financial Adviser & Chief Accounts Officer.
- 5) Shri. Y.S. Sonawani, Chief Adm. Officer.

The proceedings of the meeting are as under:-

At the outset, the Chairman welcomed Hon.ble Shri. Bhaskarrao Patil Khatgaonkar who had recently taken over as Minister of State for Rural Development and Ex-officio Vice-Chairman of Maharashtra Water Supply and Sewerage Board. The Member Secretary welcomed Shr. Asoke Basak, Secretary, Rural Development Department and Dr. D.K. Sankaran, Municipal Commissioner, Thane, since they were attending the Board meeting at the first time after taking over the charge of their new posts.

He Member Secretary informed the Board that the Finance Department hereafter will not be represented on the Board, because of a policy decision taken by Government. The Chairman stated that it appears that there is a change in the stand previously taken by Government on this issue. The Officers of Finance Department are taken as Members of Board/Corporations, so that the advantage of their financial expertise should be available to the respective undertakings. He asked the Member Secretary to put up the copy of the letter received from Finance Department in this behalf. The Member Secretary promised to do it and pointed out that it will be necessary to amend the provisions of the Maharashtra Water Supply and Sewerage

Board Act, relating to the constitution of the Board in view of the policy decision of Government.

The Member Secretary also informed the Board about the complimentary letter received from Secretary, Rural Development Department regarding the good work done by the Board officials in Nagpur Division, in completing the various Water Supply Schemes expeditiously and earning the gratitude of the people in the region.

Shri. V.D. Desai expressed a view that the agenda item numbers 6,7,9 and 12 are important and are linked up with the Report of the Merani Committee. The Secretary, Urban Development Department informed the members that the meeting of the Committee headed by Chief Secretary to study the Merani Report is likely to be held soon and that the Urban Development Department was seized of the matter.

Item No.1: Confirmation of minutes of the 52nd meeting of the Board held on 24.9.90

Member Secretary explained that 52nd meeting was held for discussing the Report of the Merani Committee. Unfortunately, due to heavy rains many members could not attend the meeting. However, the gist of the discussions in the meeting has been forwarded to all the Members of the Board and no corrections or modifications have been pointed out. The minutes of 52nd meeting were thereafter confirmed.

Item No.2: Action taken/initiated/or being taken on the actionable points in the minutes of 51st meeting of the Board held on 14.8.1990

The Chairman explained that the action taken, initiated or being taken on actionable points in the minutes of 51st meeting has been explained in the statement accompanying the Agenda item. The Board noted the position as explained in the statement.

Action
A.O.

ItemNo.3: Conversion of posts of Assistant Secretary and Superintendent in the Central Office of the Board into posts of Section Officer.

The Member Secretary explained that the proposal is put up in order to bring the supervisory posts in the Administrative wing of Central office on par with the supervisory posts in Mantralaya departments. The Secretary, Rural Development Department enquired whether it was necessary to have the posts on par with Mantralaya Departments. The Chief Administrative Officer replied that the Administrative wing of Central Office is functioning on the pattern of Mantralaya Departments and hence the proposal is justified. He also explained that, though 2 posts of Assistant Secretaries were available, eligible Superintendents have been promoted as Section Officers against these posts, on the ground that Mantralaya Departments have stopped the promotions to the posts of Assistant Secretaries. Therefore, it will be unjust to refuse to up-grade the posts of Superintendents to those of Section Officers as is done in Mantralaya. The Secretary, Rural Development Department pointed out that the sentence in para-4 of the agenda item that "there will be no financial burden on the Board" did not appear to be correct. The Chief Administrative Officer admitted that it was not correct and that there will be a marginal financial burden of Rs. 18,000/- per annum. The Chairman observed that before preparing such a proposal, prior consultation with the Finance Department on informal basis should be done and all the pros and cons of the proposal should be examined in detail, so that future complications do not crop up. The Chairman observed that this should be recorded in the minutes. Thereafter, it was agreed to send the proposal to Government.

Action
C.A.O.

The Board then passed the following resolution:

" Resolved that-

1) 2 post of Assistant Secretary and 4 posts of Superintendent in the Central Office of the Board may be converted into posts of Section Officer (Pay scale of Rs. 2000-60-2300-EB-75-3200-100-3500).

ii) The remaining one post of Assistant Secretary may be converted into that of Section Officer, as and when the present incumbent vacates it, and

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iii) The Member Secretary is authorised to approach Government for necessary approval to the conversion of posts.

**Item No.4: Revision of pay-scales of
i)Water Rate Collector, and
ii)Water Rate Superintendent**

Member Secretary explained that the proposal has been formulated after comparing the recruitment rules and duties and responsibilities prescribed for these posts. The Secretary, Urban Development Department expressed a view that it was not correct to justify the proposal by comparing the three posts with the posts of clerical cadre. The Chairman then enquired whether the information regarding pay-scales for similar posts in M.I.D.C. has been obtained. The Chief Administrative Officer replied that no such information was obtained. It was then decided that the Board office should first obtain such information and then put up the proposal.

Action
C.A.O.

Item No.5: Payment of ex-gratia amount to Board employees for the year 1989-90.

Member Secretary explained that the Board follows the rules and regulations applicable to State Government servants for governing service conditions of its employees. Therefore, the Board has been paying ex-gratia amount to its employees on par with the State Government servants. However, recently Government in Finance Department issued a Government Resolution on 1.10.1990 prescribing guidelines for payment of ex-gratia amount by Public Sector Undertakings of State Government and according to clause (B) of the Resolution the Board is expected to pay the minimum bonus laid-down in the payment of bonus Act i.e. 30 days salary. The Secretary, R.D.D. expressed a view

that it is not correct to say that the Board does not depend on Government for its expenditure. The Member Secretary replied that the Govt. does not give any GIA for revenue expenditure of the Board. The Secretary, Urban Development Department was of the opinion that, since the Board wanted parity with Government in regard to service conditions, provision of the G.R. dated 1.10.90, were not applicable to it. After some discussion, it was decided that the Board Office should make a reference to Government in Finance Department explaining the position in detail and seek their opinion as to whether the exgratia amount should be paid at the rate applicable to Govt. servants or as per clause (B) in the Government Resolution dated 1.10.1990.

Action

L. & L.O.

Item No.6 : Audit Report on the accounts of Maharashtra water supply & sewerage Board for the year 1987-88.

The Member Secretary informed the Board that the Committee headed by the then Secretary, R.D.D. had held a meeting to study the Audit Report of the Accountant General for the year 1987-88 and considered the observations of audit and the replies given by the Board there to at great length. The minutes of the Committee are enclosed as Annexure-I. The Secretary R.D.D. said that the point No. 2 of the minutes was important as it related to diversion of loan funds to the extent of Rs. 33 crores to other purposes. Shri. Rotkar explained that this was inevitable in the circumstances in view of the very huge arrears due from Municipal Councils. The Chairman said that efforts are separately being made to recover the dues

from the Municipal Councils. The agenda item was approved and the following resolution was passed :-!

RESOLUTION:

ACTION

F.A. & C.A.O.

" The Board approves the compliance to the audit report on the accounts of the Maharashtra Water Supply and Sewerage Board for the year 1987-88 and authorises the Member Secretary to forward to the Govt. a certified copy of the annual accounts for the year 1987-88 and audit report thereon for submission to both the houses of legislature".

Item No.7: Cash-flow position of the Board during the current financial year 1990-91.

Action

F.A. & C.A.O.

This item was discussed at great length. The Member Secretary pointed out the difficult position in which the Board was placed due to non release of funds by Govt. in time and this hampered the progress of execution of the schemes and at times funds were not available even for payment of salaries of the employees. The Secretary, R.D.D. said that the Board should give quarterly cash-flow statement indicating the funds received from Govt. and the expenditure incurred, so that grants will be released accordingly. The F.A. & CAO pointed out that the cash flow statement was already appended with the agenda item and that such a statement is being given to Govt. periodically. However, as desired by Secretary, R.D.D., quarterly statement will be given. The Board then passed the following resolution:-

RESOLUTION:-

" The Board has noted that the release of funds by Govt. to the Board for execution of Urban and Rural water supply and Drainage scheme is erratic. The Board

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hereby authorises the Member Secretary to convey the Board's feelings in the matter to Govt. and request Govt. to ensure smooth and proportionate release of funds to the Board to enable it to discharge its functions as per the provisions of the Maharashtra Water Supply and Sewerage Board Act, 1976. Board also requests Govt. to release quarterly grants in advance so as not to hamper the progress of works".

Item No.8: Lifting of the loan of Rs.349.74 lakh from Housing and Urban Development Corporation, Bombay for Low cost Sanitation Programme.

This item had already been passed by Circulation a resolution has already been passed as under:-

RESOLUTION:

"The Board hereby approves the borrowing of Rs. 349.74 lakhs from HUDCO for Low Cost Sanitation Programme for the 88 towns with all the conditions attached thereto and also authorises Member Secretary/Financial Adviser and Chief Accounts Officer to approach the HUDCO for the loan".

Item No.9: Handing over of Board Water works and Sewerage Pumping Station in Pune City Municipal Corporation.

- i) Recovery of outstanding dues.
- ii) Sharing of losses.

The Member Secretary pointed out that the Pune Municipal Corporation had backed out from its earlier promise to pass on the dues for past periods recovered by them to the Board and that the arrears collected by the Pune Municipal Corporation amounting to Rs. 60 lakhs were still not paid to the Board. He stated that the matter was already brought to the notice of the Government and it was necessary for Government to intervene in the matter. He also

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expressed that we should take a leaf from the experience we have of Pune Municipal Corporation and before handing over Water Works to local bodies, the aspects of recovery of arrears should be kept in view and proper agreement should be executed which will bind the local bodies. The Chairman promised that Government would help the Board in the matter. After discussion, the following resolution was passed:-

RESOLUTION:

Action
F.A. & C.A.O. 1) The Board has noted with deep concern the position of outstanding recoveries and sharing of losses and agreed that the matter be taken up with Government with a request to settle the issue early.

2) The Board further authorises the Member Secretary to take up this matter with Government".

ItemNo.10: Adoption of Accounts of the Maharashtra Water Supply & Sewerage Board for the year 1989-90.

The Member Secretary presented the Annual Accounts of the Board for the year 1989-90. The Board adopted the Annual Accounts for the year 1989-90 and accordingly the following resolution was passed:-

RESOLUTION

1) Resolved that the Annual Accounts for the year 1989-90 be adopted.

Action
F.A. &
C.A.O. 2) It is further, resolved that the Annual Accounts for the year 1989-90 be authenticated by the Chairman and the Member Secretary on behalf of the Board.

3) Further resolved that the minor corrections in the adopted accounts which do not materially alter the working results brought out in the accounts may be carried

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4) Resolved that,

i) A sum of Rs. 631.77 lakhs be appropriated towards Depreciation fund.

ii) A net sum of Rs. 59.53 lakhs may be appropriated towards Pension Contribution Fund.

iii) A sum of Rs. 133.53 lakhs may be appropriated towards Sinking Fund.

Item No.11: Depreciation Fund Rules

Shri. V.D. Desai raised a point that the Board cannot have 2 sets of Depreciation Rules at the same time. It can have either the rules of 1977 as framed by Govt. or the changes suggested by the Board in 1986. The Member Secretary clarified that the amendment suggested in 1986 was in keeping with the recommendations of the Kirloskar Consultants and that the Board was following this procedure since its inception. The Chairman enquired with Secretary, Irrigation Department about the procedure followed by the Irrigation Department. Shri. Deokule clarified that in Irrigation Department different rates of depreciation were prescribed for different type of works. He further said that the suggestions of the Consultants were too simplistic. The Member Secretary clarified that, in view of the fact that the water works were very very old and that detailed information of cost of each asset was not available, there was no alternative but to fall in line with the suggestion of the Consultants. The Board then passed the following resolution:-

RESOLUTION:

" The Board approves the proposal of Depreciation Fund Rules as detailed in Annexure-'I' vide para No.4 of the proposal and authorises the Member

Action
F.A. &
C.A.O.

Secretary/Financial Adviser & Chief Accounts Officer to approach Govt. for obtaining approval to the proposed Depreciation Fund Rules".

ItemNo.12: Alarming increase in outstanding dues of the Board with the Municipalities- Concrete measures to arrest the increase.

At the outset D. Sankaran pointed out to the Chairman that the Thane Town was not getting adequate water supply from the Board and hence it was difficult to pay bills to the Board towards supply of water. He further said that the Councillors were very much agitated on this issue. He, therefore, requested that a procedure should be streamlined so that the Thane town gets adequate water supply on a regular basis. The Chairman suggested that Thane Municipal Corporation should explore the possibility of having its own independent water management. Secretary, U.D.D. remarked that the question of inadequate water supply need not be linked up with the heavy dues payable to the Board. Shri. V.D. Desai pointed out that, in a similar situation, MSE Board would actually cut electricity supply. The Chairman said that both Member Secretary and the Municipal Commissioner should sit together and sort out the problem.

The Secretary, U.D.D. then pointed out the question of arrears is also linked up with defects in execution of water supply schemes and he cited the example of Tuljapur water supply scheme. The Chairman remarked that a joint inspection by independent experts was ordered for Tuljapur water supply scheme. The Member Secretary said that after joint inspection, it was established that the scheme was properly executed and there were no defects. He also expressed that the question of arrears with the Municipal Corporations/Councils has assumed a serious

proportion, and if the problem could not be solved, it will be better to close down the Board and convert it into a Government Department.

Action
F.A. &
C.A.O.

The Chairman suggested that the Board should adopt a business like approach and try to recover as much as possible. The Board should concentrate on current recoveries and segregate these from the old arrears. Both these types of recoveries need to be tackled separately. Shri. Rotkar said that it was the experience that the Municipal Councils promise to pay and do not take care to keep the promise. The Chairman said that in such cases, water supply should be curtailed. The Chairman enquired what efforts the Board was making to recover the dues. The Member Secretary pointed out that the Recovery Officer visits the Municipal Councils and that the Financial Adviser and Chief Accounts Officer is sending letters and notices to the Municipal Councils. The Member Secretary also read out the recoveries already effected. The Secretary, Urban Development Department said that the figures of arrears need to be reconciled, because he had received complaints from the Municipal Councils wherein they had disputed the claims made by the Board regarding the water charges. The Chairman suggested that before curtailing the water supply, wide publicity should be given regarding the reason for curtailing the water supply so that public does not misunderstand the Board. Shri. Rotkar pointed out that all these issues have been considered at great length and in depth by the Merani Committee. The Secretary, Urban Development Department told Dr. Sankaran, Municipal Commissioner, Thane that the outstanding dues against these Municipal Corporations towards loan and water charges exceeded Rs.7.5 crores. Dr. Sankaran admitted that

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he was not aware of it and he promised to look into it. The Financial Adviser and Chief Accounts Officer informed that Thane Municipal Corporation has recently paid an amount of Rs.3.5 crores towards loan payment (Project loan). Still a balance of Rs. 7 crores is due. The Member Secretary pointed out that the practice of recovering dues through non-statutory grants had an adverse impact on the position of recoveries from Municipal councils in as much as they had developed an attitude of not making payment to the Board and of keeping the water bills and other dues in arrears. The Member Secretary also said that the recovery through non-statutory grants hardly amounted to 8% of the total dues and that this action did not make any serious impact on the arrears position of the Board. The following resolution was passed:-

RESOLUTION:

" The Board has noted with displeasure that the Municipalities mentioned in Annexure 'A' are habitual defaulters in payment of the Board's dues on account of cost of water sold to them and have kept Board's dues over Rs. 50 lakhs, outstanding with them. The Board is, therefore, pleased to approve the proposal of the Member Secretary to impose a cut to the extent of 25% on the water supplied to them by the Maharashtra Water Supply and Sewerage Board. If the Municipalities fail to pay dues further, the cut may be raised upto 50%

Action

F.A. &
C.A.O.

C.E. (Urban)

C.E. (Project)

Item No.13: Maharashtra Sales Tax on the transfer of property in goods involved in the execution of works Contract Act, 1985

The Member Secretary explained the difficulties faced by the field officers because of the introduction of the turn-over tax on goods. Shri. Deokule said that in Government no decision has been reached because what

constitutes finished goods has not been finally defined. He however, said that they are not facing any problem at Govt. level.

Member Secretary explained that it is intended to follow the procedure which is now actually being followed by MIDC. Shri. Deokule remarked that the Govt. has not finally accepted the liability to pay the Sales Tax. Member Secretary explained that this would be an interim arrangement, pending final decision by the Govt. Secretary, RDD. was of the opinion that, before submitting a tender the contractors do take into account various taxes payable by them. He was also of the view that the Board should not take any liability in respect of existing contracts. Member Secretary explained that the proposal is intended only for the new contracts. The Chairman said that in any case Govt. will have to pay the tax. It was then decided to adopt the procedure followed by MIDC and the following resolution was passed.

RESOLUTION

Action
F.A. & C.A.O. of inserting the clause in tender document as mentioned in the Agenda.

"Resolved that the Board approves the proposal

Further the Board also hereby authorises the Member Secretary to issue suitable instructions to Field Officers in this regard".

Item No.14: Open Market Borrowing programme for the year 1990-91.

The Board noted the programme for the year 1990-91 and the following resolution was passed:-

RESOLUTION:

Action

F.A. & C.A.O.

" Resolved that the Board here by requests the Govt. of India in U.D.D. to permit the Board to raise the Open Market Borrowing loan not exceeding Rs. 11 crores

(Rs. Eleven Crores) during 1990-91 on the terms and conditions as specified by the Govt. vide Finance Department's letter No. LNF/1089/CR.17/90/Arthpay, dated 24.7.1990, under Govt. guarantee vide Section-33 of the Maharashtra Water Supply and Sewerage Board Act, 1976".

**Item No.15: Payment of L.I.C. loan
Payment due on 1st Dec.1990.**

Since this issue was discussed while discussing item No.8, the item was passed. The Board noted the agenda item.

**Item No.16: Grant of loan from Open Market
Borrowing(OMB) to the Municipalities
for financing Urban Schemes.**

The Board approved the item. However, Secretary, U.D.D. intervened to say that because he was hard pressed for time, he had not read the item. The Chairman then said that he should discuss this item with Member Secretary and the item can be taken as passed with the following resolution:

RESOLUTION:

" Board approves the proposal of revising the existing lending terms and conditions of OMB loan given to the Municipalities and approves the lending terms and conditions of loan to Municipalities, as shown in the Annexure 'IV'.

Action
F.A. &
C.A.O.

**Item No.17: Aug. of present capacity of water
supply arrangement to Nhava Sheva
Sub-region Stage-I from 50 MLD to
100 MLD.**

The Member Secretary explained that there is a proposal to augment the capacity of the Nhava-Sheva Water Works for which CIDCO would be paying towards the cost of the project under the BUDP Project. This item has been brought to the notice of the Board, since the value of the

Board assets would increase after completion of Project.

On a query of Shri. V.D. Desai, the Member Secretary clarified that the programme of taking up this Project is in line with the overall availability of water in Patalganga. The Board then, passed the following resolution:-

Action

C.E.(Project)

RESOLUTION:

" He Board approves the proposal of executing the augmentation of present capacity of water supply arrangements to Nhava-Sheva Sub-Region Stage-I from 50 MLD to 100 MLD. as full deposit work.

Board further authorises Member Secretary to take all necessary steps to execute the Project".

Item No.18:Maharashtra Rural Water Supply and Environmental Sanitation Project India with World Bank Assistance and Bilateral Project with U.K.Assistance

Action

C.A.O.

The Member Secretary explained in brief the features of the proposed " Maharashtra Rural Water Supply and Environmental Project to be executed by World Bank Assistance and Bilateral Assistance". The contents were noted. The Board passed the following resolution:

RESOLUTION:

" It is resolved that in view of the above, the Board urges the Govt. of Maharashtra to accord its sanction to the proposal of creation of offices and staff for implementation of these projects at the earliest. The Member Secretary is authorised to approach the Govt. for the same".

Item No.19:Rural Piped Water Supply Programme 1990-91-Targets fixed by Govt. for commissioning of the piped water supply schemes before March 1991.

The Member Secretary explained that the targets were fixed by Govt. initially on the basis of availability

of funds. This issue was, however, reviewed during a meeting and it has been pointed out that it will be extremely difficult to achieve the targets for the following reasons:

- i) Non availability of PVC pipes in the context Gulf war.
- ii) A large number of schemes are yet to be administratively approved.
- iii) Non-availability of funds with the Government.

Shri. Asoke Basak, Secretary, RDD however observed that the reduction in targets proposed is more than 50% and such a step will give a picture of poor performance by the State in comparison with other States. He suggested that, though the above-mentioned reasons are acceptable, the Board should make alround efforts to complete as many schemes as possible in the context of the targets fixed. This was accepted by the Member Secretary. The Chairman opined that, though the position brought out in the agenda item is noted by the Board, as pointed out in the Secretary, R.D.D., the Bord officers should be directed to implement as many schemes as possible in the circumstances.

Action

C.E. (Rural)

Item No.20:Augmentation to Tuljapur Water supply Scheme, Tal & Dist. Osmanabad.

This item was already discussed along with item No.12 viz. outstanding dues. It was pointed out by the Member Secretary that a Committee including a Board Member and a Chief Engineer of outside Engineering Organisation(MIDC) had visited the Tuljapur water supply scheme when the local M.L.A. was also present. It was pointed out that there are no serious lapses in the implementation of the scheme and that the major cause for reluctance on the part of the Municipal council to take

over the scheme is financial implications involved in operation of the scheme after take-over. He also said that these developments have already been brought to notice of the Municipal Council.

Action

C.E.(Urban)

The Chairman directed that all the efforts have been made by the Board. The local body was earlier ready to take over the scheme after all the short-comings are attended to. It is now for the local body to take over the scheme. He further added that, in case, the local body does not take over the scheme, the Board should go ahead with the proposal of stopping the water supply.

Item No.21:Imp. to Water Supply to Paper Mills and other industries at Paithan MIDC

Action

C.E.(Urban)

The Member Secretary explained the scheme in brief. The Secretary, UDD. wanted to know why the Board intends to take up the scheme because he had come to know that the Irrigation Department has allocated the quantum of water and that the Paper Mill is ready to implement the scheme itself. Shri. B.V. Rotkar, however, pointed out that it would be in the interest of the Board to take up the scheme because with the least efforts on the part of the Board, the scheme could be completed. The Member Secretary clarified that the Board would get it confirmed from the Aurangabad Paper Mills whether they are interested in executing the schemes themselves. If not, the Board would enter into a specific agreement. Thereafter the following resolution was passed:-

RESOLUTION:

" Board approves the proposal of taking up "Improvement to Water Supply System for Paper Mills and other industries at Paithan" costing Rs. 113.14 lakhs net and Rs. 133.00 lakhs gross with 17.5% E.T.P. charges totally as a Board's scheme with full financial liabilities

and by availing finance through raising OMB loan".

Item No.22:Aug. to Ambad-Jalna water supply scheme-Handing over of the same to Mun.Council,Jalna for day today maintenance.

The issue is similar to that of Tuljapur and the Board has already taken all the precautions to the extent possible. The Member Secretary pointed out that the local body is not ready to take over the scheme. The Board has been incurring expenditure on operation and maintenance Action C.E.(Project) by diverting the funds meant for development works. The Chairman thereafter said that in case the local body was not ready to take over the water supply, the water supply should be stopped.

Item No.23:Consideration of Report of Committee Restructuring organisation pattern of Maharashtra W.S. & Sewerage Board.

Consideration of the item was deferred.

Table ItemNo.1:Plan loan assistance from LIC of India for financing Urban Water supply and Sewerage schemes during the current financial year 1990-91.

The Board approved the proposal to lift the loan of Rs. 1421 lakhs from LIC and the following resolution was passed:-

RESOLUTION:

" Resolved that the Maharashtra Water Supply and Sewerage Board hereby agrees to raise the loan from the LIC of India of the amount not exceeding Rs. 1421 lakhs on the standard terms and conditions laid down by the L.I.C. of India and authorises the Member Secretary to obtain Govt. sanction and guarantee thereto. The Board also authorises Member Secretary/Financial Adviser & Chief Accounts Officer to execute the agreement with the L.I.C. of India by affixing the common seal of the Maharashtra Water Supply and Sewerage Board".

Action

F. A. &
C.A.O.

Table Item No.2:

Raising of loan of Rs. 6.45 crores from LIC of India for financing Barshi Kurdwadi combined Water supply Project(Ujjani Dsm as a source)

The Board approved the proposal to lift the loan of Rs. 6.45 crores from the LIC of India for Barshi-Kurdawadi W.S. scheme and the following resolution was passed:-

" Resolved that MWSSB hereby agrees to raise a loan upto Rs. 6.45 crores for Barshi-Kurdawadi combined water supply project (Ujjani dam as a source) on the terms and conditions mentioned in Annexure-I and authorises its Member Secretary/Financial Adviser & Chief Accounts Officer to approach the Govt. for obtaining guarantee for the loan and to execute the agreement with LIC of India by affixing the common seal of the MWSSB.

Action
F.A. &
C.A.O.

Table Item No.3:

Maharashtra W.S & Environmental Sanitation Project with World Bank assistance-Negotiations with the World Bank at Washington.

The Board approved the proposal to depute shri.P.R. Kulkarni, Consultant to USA at Board's cost for participating in the proposed negotiations with the World Bank. The Board accordingly passed the following resolution:-

RESOLUTION:

" Resolved that shri. P.R.Kulkarni, Consultant(Rural Project) may be deputed to USA at Board's costs for participating in the proposed negotiations with the World Bank scheduled to be held in Feb.,1991 at

Action
C.A.O.

Washington(USA) in respect of Maharashtra Rural Water Supply and Environmental Sanitation Project".

The meeting concluded with a vote of thanks to the Chair.