



PROCEEDINGS OF THE GOVERNMENT OF KARNATAKA

Sub: Creation of Project Monitoring Unit and Project Review Unit for PPP Projects.

- Read:**
1. Government Order No. IDD 5 UIP 2006(P) Bangalore dated 18.06.2007.
 2. Infrastructure Policy 2007 (Amended upto October, 2015).
 3. Office Memorandum No.14011/09/2008-Infra (Part-II) dated 08.08.2012 of Government of India.

Preamble:

Government of Karnataka created the PPP Cell and constituted State Level Single Window Agency vide Government Order read at (1) above. The various functions of the PPP Cell are enumerated in para 3 of the Government Order. One of the function of the PPP Cell as mentioned in sub para 3 (J) is “To inspect, visit, review and monitor any PPP projects under implementation in the State”.

2. Amendments to Karnataka Infrastructure Policy-2007 was issued vide Government Order read at (2) above. The para 39(a) refers to Post Award Governance and Project Monitoring as under:

- i. It is essential to continuously monitor the performance of the PPP projects over the project life cycle in accordance with the Planning Commission guidelines on “Institutional Mechanism for monitoring of PPP projects” issued vide OM No.14011/09/2008-Infra (Part-II) dated 08.08.2012 of Government of India.
- ii. The institutional structure for monitoring PPP projects requires the creation of a two-tier mechanism for monitoring PPP projects. The PPP Cells within each department shall have a Project Monitoring Unit (PMU) which monitors the projects through a reporting mechanism. The Monitoring Reports for each project would include compliance of contract terms, adherence to time lines,

assessment of performance, remedial measures and imposition of penalties. The State Level Performance Review Unit (PRU) should review the PPP Project Monitoring Reports submitted by the different PMUs and oversee or initiate action for rectifying any defaults or lapses.

3. The “Guidelines for an Institutional Mechanism for monitoring of PPP Projects” was issued through Office Memorandum No.14011/09/2008-Infra (Part-II) dated 08.08.2012 of Government of India read at (3) above(http://planningcommission.gov.in/sectors/ppp_report/reports_guidelines/Guidelines%20for%20Monitoring%20of%20PPP%20Projects.pdf).

Hence the following order.

Government Order No. IDD 5 ITS 2016,
Bangalore, Dated: 12.02.2016

Under the circumstances explained in the preamble, Government accords approval for setting up of an institutional structure for monitoring PPP projects by creating of a two-tier mechanism for monitoring PPP projects. The PPP Cells within each department shall have a Project Monitoring Unit (PMU) which monitors the projects through a reporting mechanism.

2. The State Level Performance Review Unit (PRU) shall review the PPP Project Monitoring Reports submitted by the different PMUs and oversee or initiate action for rectifying defaults or lapses, if any. It shall review the project and prepare quarterly ‘Review Reports’ and submit to the State Level Single Window Agency for infrastructure under the Chairmanship of the Chief Secretary to Government for further guidance.

3. The State Level Performance Review Unit (PRU) shall be constituted under the Chairmanship of the Additional Chief Secretary, Infrastructure Development Department with the following members:

- i. Principal Secretary, Finance Department
- ii. Principal Secretary, Planning, Programme Monitoring & Statistics Department
- iii. Principal Secretary, Public Works, Ports & Inland Transport Department
- iv. Principal Secretary, Commerce & Industries Department
- v. Secretary, Urban Development Department
- vi. Director, PPP Cell, Infrastructure Development Department (Member Secretary).

The Secretary (Environment & Ecology), Forest, Environment and Ecology Department shall be special invitee in case any project has environment related issues.

4. “Guidelines for an Institutional Mechanism for Monitoring of PPP Projects” issued through Office Memorandum No.14011/09/2008-Infra (Part-II) dated 08.08.2012 of the Planning Commission, Government of India (copy enclosed) shall be adhered for monitoring mechanism by PMUs and PRU.

By order and in the name of the
Governor of Karnataka

Sd/-
(M. Venkatesh Murthy)
Under Secretary to Government,
Infrastructure Development Department.
Ph: 22034063

To:

1. The Principal Accountant General (G&SSA), Karnataka, New Building, ‘Audit Bhawan’, Post Box No. 5398, Bangalore-01.
2. The Principal Accountant General (E&RSA), Karnataka, New Building, ‘Audit Bhawan’, Post Box No. 5398, Bangalore-01.
3. The Principal Accountant General (A&E), Karnataka, Park House Road, Post Box No. 5329, Bangalore-01.

4. The Chief Secretary to Government, Vidhana Soudha, Bangalore
5. The Additional Chief Secretary to Government, Vidhana Soudha, Bangalore
6. The Additional Chief Secretary to Government and Development Commissioner, Vidhana Soudha, Bangalore
7. All the Additional Chief Secretaries / Principal Secretaries / Secretaries to Government
8. The Commissioner, Bruhat Bangalore Mahanagara Palike [BBMP], NR Square, Bangalore.
9. The Commissioner, Directorate of Urban Land Transport [DULT], BMTCTTMC, 'B' Block, 4th floor, KH Road, Shanthinagar, Bangalore.
10. The Commissioner & Director, DMA, 9th Floor, Visveswaraya Main Tower, Dr Ambedkar Road, Bangalore
11. The Commissioner for Industrial Development and Director of Industries & Commerce, Khanija Bhavan, No. 49, Race Course Road, Bangalore
12. The Commissioner, Bangalore Development Authority [BDA], Kumara Park, Bangalore.
13. The Commissioner, Health & Family Welfare Dept, Ananda Rao Circle, Bangalore
14. Commissioner, Karnataka Housing Board (KHB), Cauvery Bhavan, K.G.Road, Bangalore- 560 001
15. Chief Executive Officer & Executive Member, Karnataka Industrial Area Development Board (KIADB), Khanija Bhavan, Racecourse Road, Bangalore
16. The Managing Director, Karnataka State Finance Corporation Ltd [KSFC], KSFC Bhavan, Thimmaiah Road, Bangalore.
17. The Managing Director, Karnataka Power Transmission Corporation Ltd[KPTCL], Cauvery Bhavan, Bangalore.
18. The Managing Director, Bangalore Metro Rail Corporation Limited, Shantinagar, Bangalore.
19. The Managing Director, Karnataka Power Corporation Ltd [KPCL], Shakti Bhavan, Race Course Road, Bangalore
20. The Managing Director, Karnataka Renewable Energy Development Ltd [KREDL], No. 39, Shanthi Gruha, Bharat Scouts and Guides Building, Palace Road, Bangalore.
21. The Managing Director, Karnataka State Road Transport Corporation Ltd[KSRTC], KH Road, Shanthinagar, Bangalore.

22. The Managing Director, Bangalore Metropolitan Transport Corporation Ltd [BMTC], KH Road, Shanthinagar, Bangalore.
23. The Managing Director, Karnataka Road Development Corporation Ltd [KRDCL], No.16/J, Miller tank, Thimmaiah Road, Bangalore 560052.
24. The Managing Director, Karnataka State Tourism Development Corporation Ltd [KSTDC], Khanija Bhavan, Bangalore.
25. The Managing Director, Karnataka Urban Infrastructure Development & Finance Corporation Ltd [KUIDFC], “Nagarabhivridhi Bhavana”, No. 22,17th F Corss, Binnamangala 2nd stage, Old Madras Road, Indiranagar, Bangalore 560038
26. The Managing Director, Karnataka Urban Water Supply and Drainage Board [KUWSDB], #6, Jal Bhavan, Bannerghatta Road, Bangalore.
27. The Managing Director, Karnataka Co-operative Milk Producers Federation Limited, KMF Complex, Dr. M.H. Marigowda Road, Bengaluru – 560 029.
28. The Managing Director, Karnataka State Industrial and Infrastructure Development Corporation (KSIIDC), Khanija Bhavan, Bangalore.
29. The Diector (Projects), Bangalore Airport Rail Link Ltd., KSFC Bhavan, Thimmaiah Road, Bangalore.

Copy to:

- a. The Personnel Secretary to the Additional Chief Secretary, Infrastructure Development Department, Vikasa Bhavan, Bangalore.
- b. The Under Secretary -2, for uploading in the website.
- c. S.G.F / Extra copies.