

Proceedings of the 3rd Project Empowered Committee (PEC-3) meeting held on 20.01.2015 at 11.00 AM and 04.02.2015 at 11.30 AM in the chamber of Additional Chief Secretary & Development Commissioner, Government of Karnataka, Vidhana Soudha, Bangalore.

Presided by Mrs. Latha Krishna Rau, IAS., Additional Chief Secretary & Development Commissioner, Government of Karnataka.

Members Present:

As per the enclosed list.

The Commissioner, Watershed Development Department and Project Director KWDP-II (Sujala-III) welcomed the Chairman and the members for the Project Empowered Committee (PEC) meeting. Agenda was placed before the committee for deliberation.

Agenda No: 1	Confirmation of the proceedings of the 2nd PEC meeting of KWDP-II (Sujala-III) project.
	Proceedings of the Second P.E.C meeting held on 31.05.2014 is furnished for information. The proceedings were communicated to all the members of the PEC. The comments received by the members are incorporated.
	The Proceedings of the 2nd PEC meeting held on 31.05.2014 were confirmed as there were no comments.

Agenda No: 2 (A)	Action taken on the Proceedings of the 2nd PEC meeting of KWDP-II (Sujala III) Project held on 31.05.2014.
	<p>Committee confirmed the action taken on the proceedings of the second PEC meeting held on 31.05.2014</p> <p>2.1 Four CGAIR districts are included in Sujala-III project.</p> <p>2.2 Restructuring of the project is completed.</p> <p>2.3 ICRISAT is implementing Bhuchetana programme in project districts.</p> <p>2.4 List of participants for international study tour is finalized and awaiting approval from GoK.</p> <p>2.5 Bangalore University is entrusted with the task of geophysical survey and ground water quality test.</p> <p>2.6 The issues of the University have been sorted out after the instructions from the Additional Chief Secretary & Development Commissioner, Government of Karnataka, Bangalore.</p> <p>2.7 Out sourcing of consultants wherever needed was completed. Additional Chief Secretary & Development Commissioner, instructed to maintain the</p>

	<p>quality of consultants whenever engaged.</p> <p>2.8 The Additional Chief Secretary & Development Commissioner has instructed to get the progress report on the convergence of micro irrigation and rural load segregation in the project.</p> <p>The chair expressed the displeasure for low progress in Horticulture components. Principal secretary, Horticulture replied that the approval of the Government is not obtained for restructured cost table. The Chairman observed that the Government's approval is not needed in the instant case.</p> <p>The decisions taken by the PEC do not require a separate Government order as long as there is no deviation from the project document as the project is already approved by GoK & GoI.</p> <p>Regional Director NBSS&LUP, Bangalore reported that one soil sample is collected in every 250 meter grid and fertility map is prepared. Based on the fertility maps, fertilizer recommendations will be provided to the farmers. This helps in the effective implementation of Bhuchetana programme in the project area.</p> <p>There is need for carrying out soil analysis in all the fields under the project either by the Department of Agriculture or Horticulture or the Partners agencies.</p>
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Agenda No.2 (B)	Action taken report for the proceeding of 2nd PEC meeting for Horticulture component	
Sl. no	Subject	Action taken
1.	Implementation of KWDP-II, Sujala-3 Horticulture component in batch III & IV of IWMP	<ul style="list-style-type: none"> • 115 Ha of perennial and 88 Annual Demonstration plots have been raised in Batch-III. Under Batch-IV for raising demonstration plots, the planting material and other required input have been procured.
2.	Approval of Project document & Procurement plan	<ul style="list-style-type: none"> • Revised cost table for Rs. 142.1 crores is approved. • Procurement plan is submitted through WDD for World Bank approval.
3.	Creation of posts for implementation & monitoring of the project at PMC and district office.	<ul style="list-style-type: none"> • Govt. has created 65 posts under Sujala project and so far only 37 posts are filled and remaining 28 is vacant. The vacant post may be filled by out sourcing.
4.	Hiring of FMTSC & FRC	WDD has already taken action to appoint Mr. Badri Madhusudhan & Srinivasan as FMTSC.

5.	Hiring of Part time procurement Consultant.	The services of Procurement Consultant Sri Venkata Raman hired by WDD is extended to Horticulture component.
6	Conducting trainings through NGO/ Universities/KVK's:	The NGO hired by WDD under IWMP can be utilized for Horticulture Activity.
7.	Approval of 2014-15 action plan	Action plan is already approved in 2 nd PEC and action has been taken accordingly.
8.	Procurement of inspection Vehicle	Vehicle has been purchased.
9.	Hiring of Financial consultant	Consultant has been hired.
Committee confirmed the action taken on the proceedings of the second PEC meeting held on 31.05.2014		

Agenda No: 3	Approval of Restructured cost table																					
	<p>The restructuring of project was done in consultation with partners. The world bank has approved the restructuring of the project with the following cost tables.</p> <p style="text-align: right;">Rs. In Crores</p> <table border="1"> <thead> <tr> <th></th> <th>Original</th> <th>Revised</th> </tr> </thead> <tbody> <tr> <td>A. Improved Program Integration in Rain-fed Areas</td> <td>121.60</td> <td>158.69</td> </tr> <tr> <td>B. Research, Development and Innovation</td> <td>107.80</td> <td>140.37</td> </tr> <tr> <td>C. Institutional Strengthening</td> <td>50.10</td> <td>41.40</td> </tr> <tr> <td>D. Horticulture</td> <td>151.70</td> <td>142.12</td> </tr> <tr> <td>E. Project Management and Coordination</td> <td>40.10</td> <td>31.79</td> </tr> <tr> <td>Total Project Costs Including Contingencies</td> <td>471.30</td> <td>514.38</td> </tr> </tbody> </table> <p>The restructuring of the project was necessitated due to change in the price structure of goods, services and equipments, as per norms of ICAR. In addition 3 new activities are also proposed.</p> <ol style="list-style-type: none"> Pilot Demonstration of Water harvesting and production technologies Pilot demonstrations on saturation of Watersheds in selected micro-watersheds Peri-urban watershed planning, management by utilizing the treated sewage water <p>The restructured project was submitted to Government of India,</p>		Original	Revised	A. Improved Program Integration in Rain-fed Areas	121.60	158.69	B. Research, Development and Innovation	107.80	140.37	C. Institutional Strengthening	50.10	41.40	D. Horticulture	151.70	142.12	E. Project Management and Coordination	40.10	31.79	Total Project Costs Including Contingencies	471.30	514.38
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	Department of Economic Affairs, New Delhi through the finance department Government of Karnataka for further action on 28.10.2014.
	The restructuring of the Cost table was necessitated because of the appreciation in the dollar rates resulting in increasing the project cost from Rs 471.3 Crores to 514.38 Crores. Besides, the revision has included 3 new additional components for which project plan is to be prepared and placed before the next PEC. The restructured cost table is approved by the World Bank and hence it is confirmed.

Agenda No.4	Approval of Research proposals recommended by PPMU.
	<p>Research and Extension cell has approved 16 research projects submitted by the partners for placing before the PPMU. The research proposals were discussed at length and approved by the Project Planning and Management Unit as below.</p> <ol style="list-style-type: none"> 1. Evaluation of Genetically farmed Tilapia (GIFT) in watersheds of yadgir district - Rs. 18.99 lakhs 2. Establishing Value-Chain for unused Farm byproducts/wastes Through Briquette technology in Gadag & Koppal Districts Rs.19.98 Lakhs 3. Developing short duration Ragi Varieties for Karnataka State Rs.73.22 lakhs. 4. Genomics Assisted Breeding for high yielding and climate Resilient Pigeon pea varieties and Promotion - Rs. 111.34 Lakhs
	The research projects on the briquette technology by unused farm byproduct to enhance the value chain, developing short duration ragi varieties and the project on Genomics Assisted Breeding for high yielding and Climate Resilient Pigeon pea varieties are approved with instructions to reduce the cost of the project suitably.

Agenda No: 5	Utilizing the services of NGO already engaged for IWMP Project to take up the training components of Sujala-III Project.
	It is planned to Utilize the services of NGO's already employed in IWMP Project for Training under KWDP-II (Sujala III) Project, as the project is mainly dependent on the ongoing IWMP projects so the selection of fresh NGO may result in duplication of the roles by NGOs and conflict of interest.
	There are 29 NGOs working under IWMP Programme at district level. The services of these NGOs were proposed for imparting training to the communities under the project. Regional Director NBSS&LUP said that the training will be given by the project partners and only logistics had to be arranged by the NGOs for conducting training programmes. The committee approved the same.

Agenda No: 6	Utilizing the services of the MELD agency already engaged for IWMP project to take up the MELD work for Sujala-III
	It is planned to Utilize the services of <i>Monitoring Evaluation Learning & Documentation agency</i> already put on board in IWMP Project for Monitoring, Evaluation, Learning and Documentation (MEL&D) under KWDP-II (Sujala III) Project, to save the time lag in the selection of fresh M&E Agency for the purpose.
	The Chairman instructed to call all the MELD agencies to make a presentation about their task in MELD.

Agenda No: 7	Farmer Field School.
	Farmer Field School programme is implemented to transfer the prevailing latest technology to the farming community to pass on the Incremental Technological developments to the farmers. Farmer Field School programme has been approved by the Government of Karnataka at a project cost Rs.212.6 lakhs Vide Letter No.KRUE-142-KRUYOKA/2014 dated 16.10.2014 . The Project Planning and Management Unit meeting held on 17.10.2014 has approved the proposal to conduct Farmer Field School at a cost of Rs. 212.6 lakhs.
	The incremental knowledge developed by the partners & the success stories will be passed on to the farmers through Farmer Field School. Farmer Field School is a process wherein learning is done by doing and it is Discovery based learning in the farmer's field. Chairman of the PEC instructed that the success stories and existing best practices already adopted in the field to be transferred to the farmers through Farmer Field School. The commissioner, WDD explained that selected farmer facilitators will be trained season long by master trainers who are working in the Agriculture Department at District Agriculture Training Centers. The farmer facilitators will conduct Farmer Field School in the project districts and the trainings will be conducted from pre sowing to post harvest covering all the aspects of crop production. The scientific technology developed by the partners will have to be transferred to the farmers for practicing the same in the field. The committee approved Farmer Field School programme at a cost of Rs 212.6 Lakhs.

Agenda No: 8	Engaging the services of Consultants/personnel on outsourcing basis at head office.
	a) Watershed Development Department sent proposals to the Government of Karnataka to hire Man Power for the project. Government has given clearance to hire 63 man powers for the project. The list of consultants are hired for the project is enclosed.

	<p>b) It is proposed to hire the services of GIS / MIS specialist (1), system analyst (1) which is already approved in the project cost table and 4 drivers (for 4 No. of new vehicles to be purchased for the project) apart from the already 63 approved posts. The drivers are essential for the vehicles to be purchased for the project and they are not included in the approved posts.</p> <p>c) Some of the manpower required urgently in the project were hired through the existing Man Power agency engaged under IWMP due to urgency. Further requirement of man power will be done through the man power agency finalized under Sujala-III project.</p>
	<p>The commissioner, WDD explained that the consultants were hired based on their qualification and experience. The committee approved the hiring of consultants/ Personnel on outsourcing basis at head office and approved hiring of GIS/MIS Specialists, System analyst and 4 drivers. Outsourcing of 16 consultants/Personnel (supporting staff) monthly remuneration was paid through the manpower agency engaged under IWMP Project due to exigency and it is approved.</p> <p>Chairman of the PEC instructed to provide a brief note about the tasks to be performed in the project by all the consultants.</p>

<p>Agenda No: 9</p>	<p>TA & DA and Mobility for Specialists / outsourced Staff under Sujala III project.</p>
	<p>The enabling GO for providing TA/DA on tour to the outsourced personnel of the project is not available. The project activities are mainly in the field for which the consultants are required to visit the field frequently for guiding or fine tuning the research activities. This is very much essential for successful implementation of the project.</p>
	<p>Committee approved TA & DA for Outsourced personnel as follows.</p> <p>The issue was discussed in the meeting and resolved to adopt the actual, subject to a maximum eligibility for Class-II Officials for the consultants and specialist and Group-III for the rest of the outsourced staff.</p>

<p>Agenda No: 10</p>	<p>Inclusion of University of Agriculture and Horticulture Science, Shivamogga as project partner</p>
	<p>In the KWDP-II (Sujala-III) Project review meeting held under chairmanship of Additional Chief Secretary and Development Commissioner, Government of Karnataka, University of Agriculture Science, Bangalore expressed their inability to take up the project work in Chikkamagalur district due to logistic and jurisdictional problems. The Chairman instructed to entrust the work to University of Agriculture and Horticulture Science, Shivamogga. They have submitted the proposal at a cost of Rs. 12.62 crores to become the partner agencies in the project.</p>

	The Committee approved the inclusion of University of Agriculture and Horticulture Science, Shivamogga as project partner. The University was advised to revise the project cost downwards.
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Agenda No: 11	Purchase of Vehicles for Mysore and Vijayapur Training Centres
	It is proposed to purchase Van (1) and Bolero Jeep (1) for each Training Centers of Mysore and Vijayapur for conducting training programmes under this project
	The committee did not approve for the purchase of vehicles and the chair suggested to hire the vehicles for the training programme. The Commissioner WDD was requested to examine the procurement of vehicles for other purposes.

Agenda No: 12	Physical and Financial progress of the KWDP-II (Sujala III) Project
	The Committee noted the action taken by the WDD, in respect of orientation trainings in respect of Hydrology, Land Resource Inventory and GIS etc., to all the partner agencies. The partner agencies have started the Land Resource Inventory works in the project area. From the inception of the project up to the end of December 2014, an amount of Rs. 11.38 crores has been incurred.

Agenda No: 13	Financial Management Technical support consultancy services & Financial Review (Audit) Consultancy (FRC) services for the Sujala-III Project
	Ms Badri Madhusudan & Srinivasan Company has quoted lowest both for FMTSC & FRC consultancy services. As per ITC 3(b) and as per the concurrence obtained from the World Bank, the FMTSC Consultancy will be awarded to Ms Badri Madhusudan & Srinivasan Company. In the FRC Consultancy Ms Badri Madhusudan & Srinivasan Company has quoted Rs 50,83,380 and Tara Bevenje Company quoted Rs 67,12,000 + service tax of Rs 6,75,102 which amounts to Rs 73,87,103. However this will mean an excess of Rs 23,03,723/- against the L1 Rs 50,83,380 offered by Ms Badri Madhusudan & Srinivasan Company. As per clause 28.7 of ITC, of the RFP quoted price for lump sum contracts cannot be negotiated. In view of the above, the following alternatives are placed for the consideration

	<p>of PEC.</p> <p>a) Award the contract of FRC to Ms Tara Bevenje & Murthy at its quoted amount of Rs 73,87,103/-. This will satisfy the stated proposal by WDD to bank and posted on the e-procurement portal. It will also fulfill the requirements of appointment of internal auditor at the earliest (It was to be done by Nov 15, 2014). However this will involve a higher outlay of Rs 23,03,723/-</p> <p>b) Reject the proposals as received and re-invite the proposals for FRC from AG empanelled CA firms by manual process (to cut down the time for receipt of EOI). This will delay the placement of internal audit and will not satisfy the legal requirement. There may also be the risk of requiring higher financial proposals on re-invitation which cannot be negotiated.</p> <p>The above proposal is placed before the PEC.</p>
	<p>The committee approved to award contact for FMTSC for an amount of Rs 1,62,23,000 + Service tax of Rs 20,05,163 totaling Rs 1,82,28,163/- for the project period.</p> <p>The committee directed to go for a fresh e-tendering process, for FRC, by fixed budget system following World Bank guidelines.</p>

Agenda No: 14	Approval of revised project cost and detailed cost.
	Horticulture component has been revised from Rs.151.73 crores to Rs. 142.1 crores in the revised cost table by including new programme such as creation of green houses, water harvesting and storage structures.
	The committee suggested to form a technical committee of 3 members and review the various programs under the Horticulture component and prepare an action plan for Rs142.1crores within 10days.

Agenda No: 15	Approval to outsource the services of Field facilitators required for the implementation of the project at districts.
	Two field facilitators per district is required to implement the components of Horticulture in the farmers plots at MWS level and having such facilitators would help in taking up various activities at village level in an effective manner. This is recommended by the WB Mission Team and also been suggested by ACS & DC during wrap up meeting held on 11-09-2014. The funds shall be met out of operational cost in the project.
	The committee approved to hire the services of 22 field facilitators for 11 districts.

Agenda No: 16	Approval for implementation of the project through DDH (ZP)
	Under the project 7 posts are created for the original 7 districts and for the included 4 CGIAR districts, it is proposed to implement the Horticulture components by utilizing the services of DDH who are under the control of Zilla Panchayath.
	The committee discussed and approved the proposal.

The meeting was concluded with Vote of Thanks to the Chair



~~Chairman of PEC,~~
Additional Chief Secretary
& Development Commissioner
GoK, Bengaluru



COMMISSIONER
Watershed Development Department
Bangalore

Members Present in the Third Project Empowered Committee Meeting held on Date 20.01.2015

Sl. No	Name	Designation & Organization
1	Sri. Rajeev Chawla, IAS	Principal Secretary, Horticulture Department, GoK.
2	Sri. H.G. Shivananda Murthy, IFS	Project Director, KWDP-II, Commissioner, WDD & Member Secretary, PEC.
3	Smt. Prachi Pandey, Additional Secretary (Fiscal Reforms), Finance Department	Secretary, Finance Department (FR). (Rep.)
4	Sri. K. G. Murthy, Special Law Secretary.	Secretary, Law Department. (Rep.)
5	Sri. M. Vijendra Babu, Director	Principal Secretary, Planning, Programme, Monitoring and Statistics Department. (Rep)
6	Mr. Parandamaiah, Deputy Secretary, Agriculture Department.	Principal Secretary to GoK, Agriculture Department. (Rep.)
7	Dr. Srinivas Reddy. G.S, Scientist, KSNDMC, Bangalore	Principal Secretary to GoK, IT, BT & S&T Department. (Rep.)
8	Dr. Satish kumar, Scientist, UAS, Raichur	Vice Chancellor, University of Agricultural Sciences, Raichur. (Rep.)
9	Dr. Rajendra Hegde, Professor & Principal Scientist	Regional Director, NBSS&LUP. (Rep.)
10	Dr. Nanda, Joint Director, Horticulture.	Director, Horticulture, Lalbag, B'lore. (Rep.)

Members Present on Continued Third Project Empowered Committee Meeting held on Date 04.02.2015

Sl. No.	Name Smt/Sri	Designation	Institution
1	Harsh Gupta	Principal Secretary	Animal Husbandry & Veterinary Sciences
2	Uma Mahadevan	Secretary, Agriculture Department	Department of Agriculture
3	Prachi Pandey	Additional Secretary (Fiscal Reforms), Finance Department	Finance Department
4	H.G Shivananda Murthy	Commissioner	W.D.D
5	Dr. G.S. Srinivasa Reddy	Director, KSNDMC	KSNDMC
6	Vijendra Babu	Director, PF Division, Planning	Planning Department
7	Krishnamurthy H.M	Joint Director	RDPR
8	Rajendra Hegde	Principal Scientist	ICAR-NBSS&LUP
9	S.P. Shadakshara Swamy	Director, Horticulture	Department of Horticulture
10	Dr. Nanda. S	Project Co-ordinator	Department of Horticulture
11	Prakash. H	Additional Chief Programme Co-ordinator	BAIF, Institute for Rural Development, Tiptur
12	Dr. C. N. Prabhu	Scientist	KSNDMC
13	Prof. T. J. Renuka Prasad	Professor	Bangalore University
14	Ambady Madhav	Conservator of Forests	Office of Additional PCCF
15	Dr. P. M. Salimath	VC, UAS, Raichur	UAS, Raichur
16	J.N. Raj	ED & CCF, Watershed Development Department	Watershed Development Department