

AURANGABAD SMART CITY DEVELOPMENT CORPORATION LTD

# MINUTES OF THE FOURTH BOARD MEETING ASCDCL

FEB 2018



# AURANGABAD SMART CITY

Minutes of Board Meeting 4/2017-18 of Aurangabad Smart City Development Corporation Limited held on February 1, 2018 at 11.00 AM at Dr. Babasaheb Ambedkar Research Center, Near Amkhas Maidan, Aurangabad – 43001

**PRESENT:**

Sr. No.	Name	Designation
1.	Shri Sunil Porwal	Chairman - ASCDCL, Additional Chief Secretary (Industries, Energy and Labour – GOM)
2.	Shri Purushottam Bhapkar	Divisional Commissioner – Aurangabad – Invitee
3.	Shri Naval Kishore Ram	Collector - Aurangabad
4.	Shri Nandkumar Ghodele	Mayor - Aurangabad Municipal Corporation
5.	Shri Gajanan Barwal	Chairman of Standing Committee - Aurangabad Municipal Corporation
6.	Shri Vikas Jain	House Leader - Aurangabad Municipal Corporation
7.	Shri Feroz Khan	Leader of opposition - Aurangabad Municipal Corporation
8.	Shri D. M. Muglikar	CEO - ASCDCL, Municipal Commissioner - Aurangabad Municipal Corporation
9.	Shri Yashashvi Yadav	Commissioner of Police - Aurangabad
10.	Shri Bhaskar Mundhe	Independent director -1
11.	Shri Jagdish Prasad, New Delhi	Central Govt. Representative
12.	Shri Pramod Rathod	Representative of national party - BJP
13.	Shri Bhausahab Jagtap	Representative of national party - Congress
14.	Shri S D Panzade	City Engineer, AMC - Invitee
15.	Shri Syed Sikander Ali	Nodal officer, ASCDCL
16.	Shri Solunke	CFO - Aurangabad Municipal Corporation
17.	Dr. D. P. Kulkarni	Executive Engineer – Drainage and Light – Invitee
18.	Shri Sadanand Khanna	Dy. Engineer, AMC
19.	Shri Rajeev Vijay	CH2M General consultants
20.	Shri Hitesh Parmar	
21.	Smt. Vrinda Pasula	
22.	Shri Naresh Vatkar	
23.	Shri Harsh Patel	
24.	Shri Jaideep Pandit	
25.	Shri Vishal Patil	
26.	Shri Amol Laate	
27.	Shri Pushkal Shivam	

1. **Shri Sunil Porwal** Chairman (Additional Chief Secretary – Industries, Energy and labour – GOM) being the chairman of the company, took chair of the meeting. He welcomed the Directors at the meeting of the Board of Directors. Thereafter he ascertained the quorum and the that the meeting was duly convened and properly constituted, the agenda of the meeting was taken up.



2. TO TAKE NOTE OF THE MINUTES OF THIRD BOARD MEETING 3/2017-18

The minutes of the Third Board Meeting 3/2017-18 held on November 30, 2017 were placed before the Board for Consideration.

After discussion, following resolution was passed by the Board:

“RESOLVED THAT, Minutes of Second Board Meeting 3/2017-18 held on November 30, 2017 as placed before the Board are noted by the Board”

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3. UPDATE BY THE CEO ON AMOUNT TO BE DEPOSITED AS FIXED DEPOSIT WITH A NATIONALIZED OR SCHEDULED BANK

The CEO presented quotations received from various banks and recommended that the rates given by The Maharashtra Gramin Bank were the highest and the money shall be deposited in FD in The Maharashtra Gramin Bank.

The Chairman reiterated that all the guidelines given by the government must be followed while finalizing the Bank for depositing the funds received for the Smart City works. He further observed that the Committee consisting of the CEO, the Finance Officer and the City Engineer was formed during the third board meeting. He further advised that the committee shall decide on this matter based on government guidelines and inform the board of the action taken.

“RESOLVED THAT the resolution taken in the third BOD meeting point no. 5 shall be amended and shall read as under:

“RESOLVED THAT, the committee consisting of the CEO, the Finance Officer and the City Engineer is empowered to take decision on selection of the bank and the amounts to be deposited adhering to the government guidelines. The committee shall inform the board members on decision taken on selection of bank and the amount deposited as Fixed Deposit and amount kept for execution of projects.”



**4. PROGRESS UPDATE OF THE ROOFTOP SOLAR PANEL PROJECT FOR AMC BUILDING ROOFTOP**

The nodal officer informed the board that rooftop solar panel project has commenced from January 26, 2018.

The chairman enquired on the estimated savings of power and advised that the observations on power saved should be shared with the board after the project is completed.



  
5 | Page

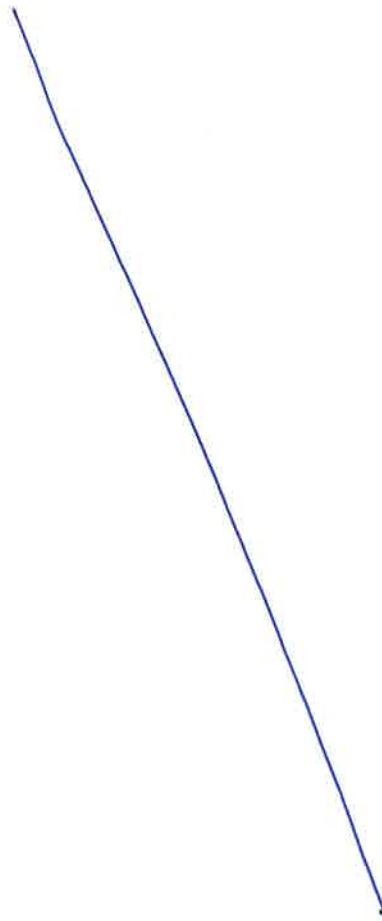
5. EXISTING LED STREET LIGHT PROJECT AS SMART CITY PROJECT – CEO’S REPORT BASED ON EE ELECTRICAL SUBMISSION AND LEGAL OPINION OF LEGAL ADVISOR

The CEO shared his study of the existing LED contract with the board. He informed that the already awarded project cannot be taken up as a smart city project. He further added that a new project for LED lights may be taken up under smart city for the areas not covered by the existing LED streetlight project.

The following resolution was passed:

“RESOLVED THAT the incorporation of Aurangabad Municipal Corporation’s LED Streetlight project in the smart city project is not approved”

“RESOLVED THAT, A proposal be prepared listing roads not already included in the existing LED streetlight project and presented before the board in the next board meeting”



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6. TO REVIEW AND CONCLUDE THE IMPLEMENTATION OF THE MASTER SYSTEM INTEGRATOR (MSI) PROJECT

The CEO briefed the board that a letter was received from DIT (GOM) advising the CEO that the MSI would be implemented by DIT and the funds assigned for the MSI under the Smart City program be transferred to Mahait (GOM)'s account.

The CEO also informed the board that a letter by the Additional Secretary, MoHUA was sent to the Principal Secretary – UD-II (GOM) stating that the MSI project must be implemented by the SPV and the transfer of the fund would be violation of the Mission Guidelines.

The Mayor requested the board to consider that the SPV is a capable body to carry out the project and should implement the project by themselves.

The Chairman responded that a proper process must be followed to decide on this matter. He observed that the MOHUA letter was sent to Principal Secretary, UD-II (Government of Maharashtra) and that the SPV must seek clarity on this matter from the Principal Secretary, UD-II (Government of Maharashtra).

The following resolution was passed:

“RESOLVED THAT the SPV shall seek an early response from the Principal Secretary, UD-II (Government of Maharashtra) and shall act based on the advice received from the Principal Secretary, UD-II (Government of Maharashtra) on implementation of MSI project.”



7. TO REVIEW AND APPROVE ASCDCL CAPACITY BUILDING AND PROPOSED SPV ORGANIZATION STRUCTURE

The General Consultants briefed the board on necessity of developing the SPV's own management and staff capacity to enable swift review, decision making, flow of information and adequate support roles.

The board members observed that the organization structure was not shared with them prior to the meeting and approval on the organization could not be given without proper understanding and study by the members.

The chairman suggested that the most critical and immediate requirement be considered during the meeting and the balance positions could be reviewed and decided in the next board meeting. The board members agreed that the positions of Joint Chief Executive Officer (Jt. CEO), Chief Finance Officer (CFO) and Company Secretary (CS) are the key positions and their recruitment shall be done on priority.

After the discussion following resolutions were passed:

"RESOLVED THAT a committee headed by Mr. Purushottam Bhapkar (Divisional Commissioner- Aurangabad) and consisting of the CEO, the Mayor and Mr. Bhaskar Munde, is empowered to carry out the necessary recruitments. It was further resolved that this committee shall form the methodology of recruitment by understanding of the recruitment rules, remuneration and related guidelines.

RESOLVED THAT the overall organization structure be shared with all the board members and a joint decision on further positions be taken in the next board meeting."



## 8. TO REVIEW AND APPROVE PILOT PROJECT ON SOLID WASTE MANAGEMENT BY COMPOSTING METHOD

The CEO apprised the board of the challenges pertaining to Solid Waste Management in Aurangabad city, including the need for adequate collection, processing and the rehabilitation of the existing greenfield site. The CEO said that although wet waste and dry waste are being collected separately, they are dumped at the same site.

The board members observed that land may not be available for decentralized processing units as there may be some opposition to the same at the ward level. They further said that funds allotted for greenfield development should be utilized for the setting up of an integrated processing unit.

The CEO and nodal officer discussed decentralized as well as centralized processing options. The Nodal Officer further apprised the board that Waste-to-Energy plants have not been successful in India.

The CEO informed the board that the Aurangabad Municipal Corporation has already engaged an agency for DPR preparation for the Naregaon landfill site and solid waste processing at a cost of INR 25 lakhs (reduced from the initial estimate of INR 85 lakhs) and that the tender documents will also be prepared.

The CEO further proposed to establish a wet waste processing plant as a pilot project in two wards. He emphasized that depending on the success of the experiment in two wards, it can be scaled up in future. The Mayor ensured availability of land for the pilot projects.

The Chairman observed that there is a need for a processing mechanism for the waste being generated as well as the accumulated waste at the landfill site. He said that the following three factors should be considered while drawing up a framework for solutions to solid waste management issues in Aurangabad city:

- Issue of land area for processing units
- Issue of people's consent to a processing unit being set up in their area
- Issue of who will operate the processing units

The Chairman further said that allocation of funds would be considered once the framework for a solution and an appropriate methodology is presented to the board.



After discussion, the following resolution was passed:

**“RESOLVED THAT** the Detailed Project Report for landfill and municipal solid waste processing, and accordingly, tender documents including operations and maintenance arrangements be prepared and submitted to the ASCDCL board.”

**“ALSO RESOLVED THAT** on a pilot basis, a total of 5 (Five) waste processing machines can be procured provided that adequate land is made available to set up the plant.”



9. TO PROCURE 150 NOS E-RICKSHAWS AND RELATED INFRASTRUCTURE FOR SOLID WASTE COLLECTION THROUGH GEM PORTAL

The CEO informed the board that there is a need to replenish the Aurangabad Municipal Corporation's existing fleet of vehicles for collection. He said the e-carts will lower the operations and maintenance costs.

The Chairman enquired about the operations and management framework for the e carts. He further said an asset management strategy should be in place before an asset is procured.

After discussion, the following resolution was passed:

**"RESOLVED THAT,** the procurement of 25 (Twenty-Five) nos. of e-rickshaws and related infrastructure is approved."

**"FURTHER RESOLVED THAT** the ASCDCL committee on transport (Consisting of Hon. Mayor of Aurangabad, CEO ASCDCL, Shri. Bhaskar Munde, the Commissioner of Police, representative of Aurangabad Division of MSRTC as invitee member and representative of the Regional Transport Authority (RTO) Aurangabad as invitee member) constituted in the 3<sup>rd</sup> meeting of ASCDCL BOD is empowered to decide about the specifications of e-rickshaws, mode of procurement and operations and maintenance arrangement."

**"FURTHER RESOLVED THAT,** the committee will inform the board about its decision."



10. TO REVIEW AND APPROVE PROCUREMENT OF TRUCK MOUNTED DUST CLEANER FOR AURANGABAD CITY ROADS THROUGH GEM PORTAL

The Chairman said that the procurement of truck mounted dust cleaner should be accommodated within the Aurangabad Municipal Corporation budget.

**“RESOLVED THAT** procurement of truck mounted dust cleaner for Aurangabad city roads is not approved”



11. TO REVIEW AND APPROVE PROCUREMENT OF 25000 LITTERBINS FOR PUBLIC PLACES IN AURANGABAD CITY

The CEO informed the board that in 2012 240 litterbins for public places were procured by the Aurangabad Municipal Corporation and ever since new bins have not been procured.

The Chairman said that the procurement of bins should be done in phases, as per the need of the city arrived at via a suitable estimation methodology. Further, he said that in the initial phase the area taken under complete street/smart street project should be equipped with these bins.

After discussion, the following resolution was passed:

**“RESOLVED THAT** the procurement of 10,000 (Ten thousand) litterbins of overall 240 (Two hundred and Forty) Litres capacity by following prescribed procurement procedure is approved”



12. TO REVIEW AND APPROVE ENGAGEMENT OF CONSULTANTS FOR CARRYING OUT DPR FOR SOLID WASTE AND LANDFILL FOR AURANGABAD CITY

The Chairman remarked that that since DPR preparation is on under the aegis of Aurangabad Municipal Corporation, another DPR may not be necessary.

Following resolution was passed:

**“RESOLVED THAT** the engagement of consultants for carrying out DPR for solid waste and landfill for Aurangabad city is not approved.”



13. TO REVIEW AND APPROVE APPOINTMENT OF CONSULTANT FOR PREPARATION OF TOWN PLANNING SCHEME AND IMPLEMENTATION OF SCP (GREENFIELD)

The CEO apprised the board of the complex requirements of a town planning scheme and the multiple layers of approvals. The CEO said that an arbitrator should be appointed not prior to the commencement of scheme but only when formal negotiations with land owners begin.

Following resolution was made:

**“RESOLVED THAT** the engagement of consultants for preparation of town planning scheme (TPS) approved in principle.

**“FURTHER RESOLVED THAT** a committee comprising of the Aurangabad District Collector, CEO ASCDCL, Assistant Director of Town Planning Department of Aurangabad Municipal Corporation, and an elected member of Aurangabad Municipal Corporation from among the board of directors as decided by the Mayor is formed to oversee the implementation of the greenfield project. **ALSO RESOLVED THAT** this committee shall also review the draft RFP prepared for engagement of the TPS and float the RFP with due procedures.”





#### 14. TO REVIEW AND APPROVE PROCUREMENT OF 10 NOS. OF ELECTRIC BUSES

The Chairman noted that with the conclusion of first phase of the central government's FAME India scheme, the demand incentives for procurement of electric buses may not be immediately available. He noted that in the absence of reduced upfront price, the procurement of electric buses may not be feasible.

The Chairman said that the implementation of the Aurangabad city bus service project should proceed as per the resolutions passed in the 3<sup>rd</sup> meeting of board of directors and the timelines presented therein.

The board members said that the EOI for Operations and Maintenance of non-AC diesel buses should be issued first, thereby initiating the procedure for appointment of service providers. The procurement of buses could be initiated at an appropriate stage and could proceed in parallel to the procedure for the appointment of the service provided, they observed.

Some board of directors said that the buses should be procured via GeM. However, the Chairman said the bidding on GeM may not be competitive as city buses have not been procured from GeM thus far. The CEO further said that the procurement should be done via an RFP.

The chairman also observed that the prerequisites like support infrastructure like bus depots, offices and maintenance facilities must be ensured for successful operation of city bus services. He stressed that adequate land must be made available for establishing the support infrastructure. The chairman enquired on the arrangement for interim operation and maintenance of buses during the period while the necessary organization set up and infrastructure is established.

The mayor ensured that adequate land parcels are available with the AMC and adequate land shall be made available to establish support infrastructure for running of buses. The mayor also informed the board that he had already initiated discussions with the MSRTC to run the bus services in the interim period while the necessary prerequisites are procured and established.



Following resolution was made:

**“RESOLVED THAT** the procurement of 10 (Ten) nos. of electric buses is not approved.

**FURTHER RESOLVED THAT** the procurement of 50 (Fifty) nos of non-AC diesel Midi buses as per Ministry of Housing and Urban Affairs’ Urban Bus Specification II, as approved in the 3<sup>rd</sup> meeting of ASCDCL Board of Directors, will be done via an RFP.

**ALSO RESOLVED THAT** the Aurangabad Municipal Corporation would make the land parcels available to establish necessary infrastructure for the city bus services. The details of such lands shall be informed to the board in the next board meeting.”



## 15. APPOINTMENT AND REPLACEMENT OF DIRECTORS

The following, up to date, list of Board of Directors was presented to the board.

Sr. No.	Position	Name of Director	Note
1	Chairman	Mr. Sunil Porwal	Same
2	CEO	Mr. D.M. Mugalikar	Replaces Mr. Naval Kishore Ram
3	Municipal Commissioner- Aurangabad	Mr. D.M. Mugalikar	Replaces Mr. Naval Kishore Ram
4	Commissioner of Police - Aurangabad	Mr. Yashashvi Yadav	Same
5	Collector - Aurangabad	Mr. Naval Kishore Ram	Same
6	Independent director -1	Mr. Bhaskar Mundhe	Same
7	Independent director -2	TBD	TBD
8	Central Govt. Representative	Mr. Jagdish Prasad, New Delhi	Same
9	Mayor - Aurangabad Municipal Corporation	Mr. Nandkumar Ghodele	Same
10	Chairman of Standing Committee - Aurangabad Municipal Corporation	Mr. Gajanan Barwal	Same
11	House Leader - Aurangabad Municipal Corporation	Mr. Vikas Jain	Same
12	Leader of opposition - AMC	Mr. Feroz Khan	Same
13	Representative of national party - BJP	Mr. Pramod Rathod	Same
14	Representative of national party - Congress	Mr. Bhausahab Jagtap	Same
15	CIDCO - Joint Executive Director	TBD	TBD

Following resolution was passed:

**“RESOLVED THAT the list of Board Members as placed before the board was noted and approved by the board.”**

16. ADDITIONAL AGENDA POINT INTRODUCED WITH THE PERMISSION OF CHAIR: TO REVIEW AND APPROVE A SUITABLE SOLATIUM FOR BOARD OF DIRECTORS

The CEO placed before the Board the matter regarding payment of sitting fees to Independent Directors for attending the meeting of the Board of Directors and Committees.

In recognition of the contribution of Independent Directors caliber and experience for the benefit of the company, the Board decided to pay sitting fees of Rs. 10,000/- (Rupees Ten Thousand Only) to Independent Directors for attendance at each meeting of the Board of Directors, along with the reimbursement of expenses for participation including executive class air fare & accommodation in well-furnished hotels for attending the meetings of the company if held outside headquarters.

Further the Board decided to pay Rs. 10,000/- (Rupees Ten Thousand Only) to Independent Directors for attendance at each meeting of the committee in which the Director is a member or invitee, along with the reimbursement of expenses for participation in the meetings of the company if held outside the headquarters.

Mr. Bhaskar Mundhe, Independent Director, being interested Director, did not participate in the discussion.

After discussion, the following resolution was passed:

**“RESOLVED THAT** pursuant to section 149(9) and 197(5) of the companies act the sitting fees payable to Independent Director of the company of Rs. 10,000/- (Rupees Ten Thousand Only) for attendance at each meeting of the Board of Directors, and also the committee of which he is member or invitee along with the reimbursement of expenses including executive class Air fare & accommodation in well-furnished hotels or of the level up to 5-star grade for participation in the meetings of the company if held outside the headquarters”.

