



GOVERNMENT OF KERALA

Abstract

Kerala State Textile Corporation Ltd-Modernization Programm at Malabar Spinning & Weaving Mills -Additional amount of Rs.17 lakh- Cost escalation relating to the "Civil & Electrical Works - Administrative Sanction accorded- Orders Issued.

INDUSTRIES (C) DEPARTMENT

G.O.(Rt)No.128/2024/ID Dated, Thiruvananthapuram, 15-02-2024

Read 1 GO(Rt) No.627/2021/Id dated 26.06.2021

2 Letter No.101:01/Prj./GoK/547 dated 31.07.2023 and letter No.PROJ/839 dated 21.10.2023 from the Managing Director, Kerala State Textile Corporation Ltd, Thiruvananthapuram

3 Letter No.KSTC/I-163/2023/D-61 dated 10.11.2023 from the Member Secretary, Board for Public Sector Transformation (BPT), Thiruvananthapuram

4 G.O.(Rt)No.115/2024/ID dated 08.02.2024

ORDER

Government sanctioned an amount of Rs.598.70lakh for the project value addition through installation of Autoconer in Malabar Spinning & Weaving Mills, a unit of Kerala State Textiles Ltd, by meeting the expenditure from 2021-22 years budget under the head of account 6860-01-190-95 vide Government Order read as 1st paper above. An amount of Rs.50lakh and Rs.7.50lakh were allocated for Civil and for Electrical works respectively. The said amount was released during the financial years 2021-22, 2022-23. During the financial year 2022-23, an amount Rs.58 lakh was sanctioned and released to meet the cost escalation expenditure occurred in the import of Autoconer machine.

As per letter read as 2nd paper above, the Managing Director, Kerala State Textile Corporation Ltd. has requested to sanction and release Rs.17 lakh towards cost escalation under civil & electrical for the modernization programme at Malabar Spinning & Weaving Mills from

the current year budget allocation for Kerala State Textile Corporation Ltd. The Managing Director has reported that an amount of Rs.656.70 lakh was sanctioned and released for the Modernization of Malabar Spinning and Weaving Mills. Out of this, the unspent balance available with KSTC is Rs.25.75 lakh, which is earmarked for the setting up of humidification plant and civil & electrical works pertaining to the extension of winding department.

The Member Secretary, BPT has recommended that as the machinery has already arrived and the company has already spent 96% of the amount received, the additional amount of Rs.17 lakh requested against cost escalation for completion of electrical works may be released from the budget allocation of Rs.23.05 crores under the head of account 6860-01-190-95 of KSTC vide letter read as 3rd paper above. Mean while, revised administrative sanction issued for the proposal of Cost escalation relating to the component "Humidification plant" for Rs.46.53 lakh, vide Government Order read as 4th paper above.

Government have examined the matter in detail and are pleased to accord administrative sanction for an additional amount of Rs.17 lakh towards the Cost escalation relating to the "Civil & Electrical Works for the Modernization Programme at Malabar Spinning & Weaving Mills" in Malabar Spinning and Weaving Mill, under the head of account '6860-01-190-95 of KSTC' from the current year's budget provision.

(By order of the Governor)
SIJU JACOB
JOINT SECRETARY

To:

The Director of Industries and Commerce, Thiruvananthapuram

The Director of Handloom and Textiles , Thiruvananthapuram

The Member Secretary, BPT, Thiruvananthapuram

The Managing Director, Kerala State Textile Corporation Ltd,
Thiruvananthapuram

The Principal Accountant General Kerala, Thiruvananthapuram

The Accountant General (A&E) Kerala, Thiruvannathapuram

Finance (PUD/GMC/BW) Department

The Planning & Economics Affairs (PIE&M) Department

The Chief Executive Officer, K-Bip, Thiruvananthapuram

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✓ I&PRD

Forwarded /By order

Signed by

Sreekumar R

Date: 15-02-2024 11:19:58

Section Officer