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No.G-16014/6/2015-HFA-V (FTS-13711)
Government of India
Ministry of Housing and Urban Poverty Alleviation
HFA-IV Section

Nirman Bhawan, New Delhi.
Dated: 13th July, 2016.

OFFICE MEMORANDUM

Sub: Minutes of the second meeting of the Committee on Monitoring the Credit Linked Subsidy Scheme(CLSS) for Housing for All (Urban) Mission of Pradhan Mantri Awas Yojana (PMAY)-reg.

The undersigned is directed to enclose herewith a copy of the minutes of the above said meeting held with Secretary, Ministry of Housing and Urban Poverty Alleviation and Secretary, Department of Financial Services as Co-Chairs on 3rd June, 2016 at 1100 hours in the Conference Hall, Third Floor, Department of Financial Services, Jeevan Deep Building, Parliament Street, New Delhi, for information and necessary action.



(Rahul Mahna)

Under Secretary to the Government of India
Tel.23061285

Encl: As above.

To

1. Secretary, Department of Financial Services, Ministry of Finance, Jeevan Deep Building, New Delhi-110001.
2. CMD, HUDCO, HUDCO Bhawan, Core-7A, India Habitat Centre, Lodi Road, New Delhi-110003.
3. MD & CEO, NHB, Core 5-A, 4th Floor, India Habitat Centre, Lodi Road, New Delhi-110003.

Copy to:-

1. PPS to Secretary (HUPA)
2. Sr. PPS to JS (Housing)
3. PPS to JS (UPA)
4. PA to JS & MD(HFA)
5. PS to JS & FA
6. Director (IFD)
7. DS (HFA-IV)

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(Rahul Mahna)

Under Secretary to the Government of India

Committee on Monitoring

CREDIT LINKED SUBSIDY SCHEME (CLSS) for Pradhan Mantri
Housing for All (Urban) Mission, Pradhan Mantri Awas Yojana

Minutes of the Second Meeting of the Committee held on 3rd June, 2016

1. The second meeting of the Committee on Monitoring the Credit Linked Subsidy Scheme (CLSS) for Pradhan Mantri Awas Yojana (PMAY)-Housing for All (Urban) Mission was held under the Co-Chairpersonship of Secretary, Ministry of Housing and Urban Poverty Alleviation and Secretary, Department of Financial Services on 3 June, 2016 at 1100 hours in the Conference Hall, Third Floor, Department of Financial Services, Jeevan Deep Building, Parliament Street, New Delhi. The list of participants is enclosed at Annexure I.
2. Joint Secretary (Housing), Member Convener, welcomed the participants and presented a brief overview on the developments since the first meeting of the Committee on 8 October, 2015.
3. Secretary (HUPA), thereafter, explained the loan disbursement process, the milestones achieved by CNAs and the progress made in CLSS vis-à-vis the earlier schemes of RRY and ISHUP. Secretary (HUPA) also highlighted the following issues which are pertinent to CLSS:
 - (i) Need for a separate sub-categorisation of housing loans below Rs. 10 lakh within the segment of Priority Sector Lending;
 - (ii) Inclusion of targets and review of CLSS as an agenda item in FM's quarterly review meetings; and
 - (iii) Inclusion of CLSS in the key performance indicators of banks.

Secretary (DFS) informed that Housing credit and CLSS has been included as an agenda item in FM's Quarterly Review Meeting scheduled for 6 June, 2016.
4. The Committee thereafter took up the agenda for discussion.

1. Review of progress made during the year 2015-16 by HUDCO and NHB in respect of CLSS.

Secretary (DFS) mentioned that there is a need to analyse the data of the beneficiaries available with both CNAs and to clearly identify the areas of concern and constraints faced by PSBs and HFCs so that these are addressed effectively to ensure improved performance by the CNAs and PLIs.

Secretary (DFS) suggested that the existing process of flow of funds from GoI to the CNAs and then on to the PLI concerned be reviewed for ensuring that there is no delay in transfer of funds to the loan account of the CLSS beneficiary. In this light, Secretary (DFS) indicated that there is a need to study the relevant provisions of Direct Benefit Transfer (DBT) and to ensure its implementation in CLSS to effectively reduce the float time for flow of funds from Government of India to the beneficiary account.

2. Disseminating the CLSS scheme through wide network of branches of PLIs.

Secretary (HUPA) recalled that the need for banks to issue operational guidelines on CLSS from head offices of Banks was raised during the FM's Quarterly Meeting in November, 2015 in order to give an impetus to the Scheme. Secretary (DFS) stated that this has been done by the banks.

Secretary (DFS) requested MoHUPA to prepare a standard write up regarding CLSS Scheme which could be displayed on the websites of PLIs and also issue an advisory on the same to CMDs of banks, with a copy to DFS.

3. Inclusion of CLSS in the agenda of the meetings of State Level Bankers Committees and to monitor the progress thereof.

Joint Secretary (DFS) apprised that CLSS has already been included as an agenda item in SLBC meeting in several States and the operational issues are being addressed by Lead District Managers.

MD & CEO, NHB informed that NHB is already represented in SLBC of many States. CMD, HUDCO requested for inclusion of HUDCO representative in such meetings as a special invitee, wherever HUDCO was the CNA.

NHB was directed to submit a quarterly report on the proceedings of SLBC Meetings to DFS and MoHUPA so that a feedback on issues could be obtained.

4. Fixation of targets for banks under CLSS in 2016-17

The information on targets fixed by CNAs for PLIs was shared with the Committee. Secretary (DFS) mentioned that past data from other schemes revealed a pattern in which lending by PSBs was more to the higher loan size while the lending by HFCs was higher in smaller loan size within the Priority Sector Lending category. In this context, Secretary (DFS) requested information on category of PLI and geographical categorization so that a realistic view could be taken on fixing targets.

Joint Secretary (Housing) and Joint Secretary (DFS) were requested to jointly convene a meeting, within 10 days, to review the disaggregated data provided by CNAs alongwith inputs received from FM's quarterly Review Meeting scheduled for 6 June, 2016 before a final view is taken on fixing targets.

5. Request for review of progress of implementation under CLSS by the banks in their Board Meetings.

Joint Secretary (DFS) informed that progress of Government of India schemes being implemented by the banks concerned is already reviewed at Board meetings.

6. Communication strategy for CLSS.

Secretary (DFS) suggested that the radio spots should also contain a message directing the listener to a website or portal where all information on CLSS could be obtained.

7. Possibility of tracking all applications received / rejected by banks under CLSS.

Secretary (HUPA) referred to the background of the Standing Committee recommendations and the need for having a mechanism to track applications received

under CLSS by PLIs and other aspects as raised by the Standing Committee. Secretary (DFS) indicated that there is a need to evolve a solution to the issue.

8. Sub-Category under Priority Sector Lending for monitoring loans under CLSS. Secretary (DFS) informed that housing featured as a category under Priority Sector Lending.

9. Follow up on Finance Minister's Quarterly meeting held with PSBs on 23rd November, 2015.

A response is being sent to DFS on the two issues raised as a part of the ATN of the meeting.

Secretary (DFS) suggested that MoHUPA could participate in the deliberations of the next Finance Minister's Quarterly meeting scheduled for 6 June, 2015.

It was decided that the next meeting will be scheduled towards the end of June, 2016 after relevant data / information is made available by the CNAs as discussed in the meeting.

Secretary (DFS) suggested that MoHUPA could participate in the deliberations of the next Finance Minister's Quarterly meeting scheduled for 6 June, 2015.

It was decided that the next meeting will be scheduled towards the end of June, 2016 after relevant data / information is made available by the CNAs as discussed in the meeting.

List of Participants

Sl.	Name and Designation	Organisation
	Ministry	
1.	Dr.N.Chatterjee, Secretary (HUPA)	MoHUPA, In Co-Chair
2.	Ms. Anjuly Chib Duggal, Secretary (DFS)	DFS, In Co-Chair
3.	Shri Rajiv Ranjan Mishra, JS (Housing)	MoHUPA (Member Convener)
4.	Shri Amrit Abhijat, JS and MD (HFA)	MoHUPA
5.	Shri Pankaj Jain, Joint Secretary (DFS)	DFS
6.	Shri Ateesh Singh, Director	DFS
7.	Shri S.K. Valiathan, Deputy Secretary (HFA-4)	MoHUPA
8.	Shri Rajiv Sharma, Under Secretary	DFS
9.	Shri Rahul Mahna, Under Secretary (HFA-4)	MoHUPA
	PSUs and Other Organisations	
10.	Dr. M. Ravi Kanth, CMD	HUDCO
11.	Shri D. Subrahmanyam, Sr. E.D.	HUDCO
12.	Shri Sriram Kalyanraman, MD and CEO	NHB
13.	Shri V.Rajan, GM	NHB
14.	Shri S. Gupta, DGM (P)	HUDCO
15.	Shri Manoj Deodhar, DGM (F)	HUDCO
	Project Management Unit	
16.	Shri P.K. Agrawal, Lead Housing Finance	PMU, HFA, MoHUPA
17.	Ms. Nitika Krishan, Lead Affordable Housing and Urban Specialist	PMU, HFA, MoHUPA