

No. K-15016/61/2015-SC-I
Government of India
Ministry of Urban Development
Smart Cities Division

Nirman Bhawan, New Delhi
Dated: - 7th June, 2016

OFFICE MEMORANDUM

Subject: - Delegation of Financial Powers to SPV.

In continuation of our earlier OM of even number dated 26th May, 2016, It is further clarified that

"The Board of Directors only on the recommendations of the Nomination and Remuneration Committee shall prepare a policy for incurring the expenditure on remuneration of Directors, Key Managerial Personnel and other Human Resources engaged by the SPV in accordance with the provisions of the Companies Act, 2013. The policy prepared by the Board of Directors will be in accordance with the Smart City Mission Guidelines and inter-alia prioritise expenditure items under the A&OE funds. The Audit Committee of the SPV will ensure that A&OE expenditure is according to the Board's policy."

It may be ensured that expenditure under A&OE shall not exceed the GoI's commitment.



(Munish Kumar Garg)
Director, Smart Cities,
Tel. - 23062399

To

- 1) Principal Secretary (UD)/ Mission Directors of all 98 shortlisted Smart Cities
- 2) Municipal Commissioners/ CEO of SPVs with a request to bring this to the notice of the Board.