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C. Prabhakarji

GOVERNMENT OF ODISHA
DEPARTMENT OF HIGHER EDUCATION

No. 22869 /HE., Dated 10-8-16
HE-LSFXI-PLAN-1/2016(Pt)

RESOLUTION

Subject: Revised Interest Subvention Scheme "Kalinga Sikhya Sathi Yojana" on education loan availed by students of Odisha pursuing higher studies.

One of the most pressing needs in higher education today is finance. Due to manifold hike in cost of higher education, adequate financial incentive could allow poor and deserving students to attain their educational goals, meet their professional objectives. Poor and deserving students of Odisha are being deprived of higher education in the fields of technical and professional courses due to lack of adequate funding. Even most of the students are unable to avail education loan extended by scheduled banks under Government of India scheme due to high rate of interest after the moratorium period. In order to encourage poor and meritorious students of Odisha aspiring for higher studies, "Odisha State Interest Subvention Scheme" (OSISS) is being implemented by the Department of Higher Education to provide interest subsidy @ 4% (for boy student) and 6% (for girl student) against education loan availed by them from different banks from the financial year 2015-16. As per prevailing OSISS scheme, students with annual parental income less than ₹ 4.50 lakh from all sources are only eligible to avail the interest subsidy after the moratorium period. The proposal to further alleviate interest burden/ financial stress of the parents and to extend the parental income range was under active consideration of the Government from some time past.

Background

10/8/16

GOVERNMENT OF ODISHA
DEPARTMENT OF HIGHER EDUCATION

No. 28402 /HE, Dated 3-10-16
HE-LSFXI-Plan-001/2016(Pt)

CORRIGENDUM

Subject: Revised Interest Subvention Scheme "Kalinga Sikhya Sathi Yojana" on education loan availed by students of Odisha pursuing higher studies.

1. The expression at para 3 of the Resolution No 22869/HE, dated 10.08.2016 relating to period of implementation,

"This Resolution shall come into effect from the financial year 2015-16. That means students, who have availed fresh bank loan on or after 01.04.2015 under Government of India scheme are only eligible for such benefit. Loans paid prior to 2015-16 shall not be covered under the scheme."

shall be substituted by

"This Resolution shall come into effect from the financial year 2016-17. Such students, who have availed fresh bank loans on or after 01.04.2016 under the Government of India scheme shall only be eligible for such benefit. Loans disbursed by banks prior to 01.04.2016 shall not be covered under the scheme."

2. In **partial modification of the para 6** of the Resolution relating to interest subsidy, following **sub para 6 (i) shall be added** below the main para;

"6 (i) The interest subsidy during the moratorium period in respect of students with annual parental income exceeding ~~Rs~~ 4.50 lakh but less than ~~Rs~~ 6.00 lakh, those who have not been covered under Government of India scheme, shall be borne by the Government of Odisha."

3. The **para 7** relating to *Miscellaneous ..*

"The earlier Resolution No 25271/HE, dated 17.11.2015 issued to this effect is partially superseded accordingly. It is further stipulated that the girl

3/10/16

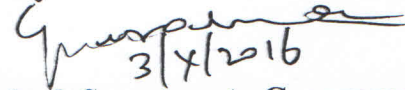
students as well as boy students who were already covered as per the terms of the said Resolution will stand migrated to the new scheme”

shall stand deleted.

This corrigendum shall come into force with immediate effect. All other provisions as in the Resolution shall remain unchanged.

ORDER : Ordered that the Corrigendum be published in an extra ordinary issue of Odisha Gazette for general information of public. Ordered also that copy of the corrigendum be forwarded to all Departments of the Government/ All Heads of the Department/ All Collectors/ Registrar, Odisha High Court.

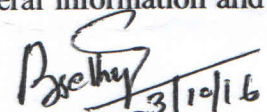
By Order of the Governor



Principal Secretary to Government

Memo No . 28403 /HE, Dated 3-10-16

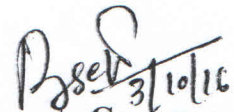
Copy forwarded to the Gazette Cell-in-charge, Gazette Cell, Commerce Department for kind information and necessary action. They are requested to publish the Corrigendum in an extra ordinary issue of Odisha Gazette for general information and to supply 200 copies to this Department.



Joint Secretary to Government

Memo No . 28404 /HE, Dated 3-10-16

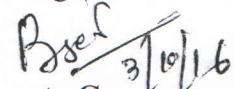
Copy forwarded to all Departments of Government / All Directorates under Higher Education Department/ Director of Treasuries & Inspection, Odisha, Bhubaneswar/ Accountant General, (A&E), Odisha, Bhubaneswar/ Treasury Officer, Special Treasury No. II, OLA Campus, Bhubaneswar / Circle Head, UCO Bank-cum-Convener, State Level Bankers Committee(SLBC), Ashok Nagar, Bhubaneswar/Chief General Manager, State Bank of India, Local Head Office, III/1, Pandit Jawaharlal Nehru Marg, Bhubaneswar- 751 001 for information and necessary action.



Joint Secretary to Government

Memo No . 28405 /HE, Dated 3-10-16

Copy forwarded to the P.S. to Hon'ble Chief Minister, Odisha/ P.S to Hon'ble Minister, Higher Education/OSD to Chief Secretary/ P.S. to D.C.-cum-ACS, P&C Department/ P.S. to Principal Secretary, Higher Education Department /all Officers of Higher Education Department / All Desk Officers & Section Officers of Higher Education Department / Guard File (10 Copies) for information.



Joint Secretary to Government

Objective

2. Government, therefore, after careful consideration, have been pleased to further reduce the financial stress of the parents facing hardship in paying high rate of interest by providing financial assistance in form of interest subvention against education loan availed by students from scheduled banks under a new scheme “**Kaling Sikhya Sathi Yojana**” to attain their educational goals, meet their professional objectives and succeed to their fullest ability.

Period of Implementation

3. This Resolution shall come into effect from the financial year 2015-16. That means students, who have availed fresh bank loan on or after 01.04.2015 under Government of India scheme are only eligible for such benefit. Loans paid by banks prior to 2015-16 shall not be covered under the scheme.

Scope

4. The scheme is applicable to the students availing education loan from scheduled banks up to ₹ 10.00 lakh. The course of study should be in Management or Integrated Law or Course of Engineering or Medicine in any educational institution in India established by Acts of Parliament or by any State Legislature or other institutions recognized by the concerned Statutory Bodies. The repayment period shall not be more than ten years including the moratorium period if the loan amount is up to ₹ 7.50 lakh. Similarly, the repayment period shall not exceed fifteen years including the moratorium period for loans up to ₹ 10.00 lakh. The selection of beneficiaries and the documentation including security against the loan will be as per the terms of the respective bank.

Eligibility Criteria

5. In order to avail the benefit, the applicant student
- (i) Must be a resident of Odisha;
 - (ii) The annual income ceiling of parents must be below ₹ 6.00 lakh from all sources. The annual income includes income of father/mother and spouse (in the case of married student) from all sources for the purpose of availing this benefit;

(iii) Should not have availed similar benefit from any other Government/ Institution for the same purpose.

Note 1: *The residential certificate shall be issued by the Revenue Officer not below the rank of Additional Tahasildar for the above purpose.*

Note 2: *The income certificate can either be self-certified based on the copy of the validly submitted Income Tax return/ or it can be a certificate issued by Revenue Officer not below the rank of Additional Tahasildar.*

Interest Subsidy

6. Under the revised scheme, financial assistance shall be provided in form of interest subvention at such a rate that the net interest payable by the student after the moratorium period becomes 1% per annum with a stipulation that the interest subsidy will be provided only if the loan repayment is 100% regular. **That means in case of any default or irregular repayment, the benefit of subsidy shall not be extended further.** The interest subsidy shall be paid to bank directly from which the student has availed the loan.

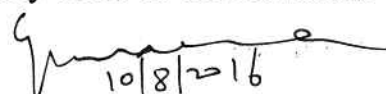
Miscellaneous

7. The earlier Resolution No 25271/HE, dated 17.11.2015 issued to this effect is partially superseded accordingly. It is further stipulated that the girl students as well as the boy students who were already covered as per the terms of the said Resolution will stand migrated to the new scheme.

8. In case of any doubt, on any provision of this Resolution, the matter shall be referred to the Government and the decision of the Government in Higher Education Department shall be final.

ORDER: Ordered that the Resolution be published in an extraordinary issue of Odisha Gazette for general information of public. Ordered also that copy of the Resolution be forwarded to all Departments of the Government/All Heads of the Department/ All Collectors/ Registrar, Odisha High Court.

By order of the Governor



Principal Secretary to Government

Memo No. 22870 /HE, Dated 10-8-16

Copy forwarded to the Gazette Cell In-charge, Gazette Cell, Commerce Department for kind information and necessary action. They are requested to publish the resolution in an extraordinary issue of Odisha Gazette for general information and to supply 200 copies to this Department.


10/8/16
Joint Secretary to Government

Memo No. 22871 /HE, Dated 10-8-16

Copy forwarded to all Departments of Government / All Directorates under Higher Education Department/ Director of Treasuries & Inspection, Odisha, Bhubaneswar/ Accountant General, (A&E), Odisha, Bhubaneswar/ Treasury Officer, Special Treasury No. II, OLA Campus, Bhubaneswar / Circle Head, UCO Bank-cum-Convener, State Level Bankers Committee(SLBC), Ashok Nagar, Bhubaneswar for information and necessary action.


10/8/16
Joint Secretary to Government

Memo No. 22872 /HE, Dated 10-8-16

Copy forwarded to the P.S. to Hon'ble Chief Minister, Odisha/ P.S. to Hon'ble Minister, Higher Education/OSD to Chief Secretary/ P.S. to D.C.-cum-ACS, P&C Department/P.S. to Principal Secretary, Higher Education Department /all Officers of Higher Education Department / All Desk Officers & Section Officers of Higher Education Department / Guard File (10Copies) for information.


10/8/16
Joint Secretary to Government

Memo No. 22873 /HE, Dated 10-8-16

Copy forwarded to the Head, State Portal for information. He/ She is requested to upload the Resolution in the official website of Higher Education Department for information of general public concerned.


10/8/16
Joint Secretary to Government