



Legislative Assembly of the State of Goa

**The Goa State Guarantees  
(Second Amendment)  
Bill, 2001**

(Bill No. 64 of 2001)

~~As~~ \_\_\_\_\_  
(~~To be~~ introduced in the Legislative Assembly of Goa)  
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**GOA LEGISLATURE SECRETARIAT,  
ASSEMBLY HALL, PORVORIM,  
JULY, 2001.**

The Goa State Gurantees (Second  
Amendment) Bill, 2001

(Bill No. 64 of 2001)

A

BILL

*further to amend the Goa State Gurantees Act,  
1993 (Goa Act 16 of 1993).*

Be it enacted by the Legislative Assembly of  
Goa in the Fifty-Second Year of the Republic of  
India as follows:—

1. Short title and commencement.— (1) This  
Act may be called the Goa State Gurantees  
(Second Amendment) Act, 2001.

(2) It shall come into force at once.

2. Amendment of section 3.— In section 3 of  
the Goa State Gurantees Act, 1993 (Goa Act 16  
of 1993), in sub-section (1) for the expression  
“Rs. 350.00 crores”, the expression “Rs. 550.00  
crores” shall be substituted.

### Statement of Objects and Reasons

In terms of sub-section (1) of section 3 of the Goa State Guarantees Act, 1993 (Goa Act 16 of 1993), the limit upto which the executive powers of the State Government shall extend to the giving of guarantees as provided in clause (1) of Article 293 of the Constitution of India, shall be the sum of Rs. 350.00 crores only. Recently, the Government has set up the Goa State Infrastructure Development Corporation to undertake various infrastructure related projects in the State. Some of the projects would be taken through private participation and would be self financing. However, some other projects have to be executed by taking loans from financial institutions. In order to take such loan, it will be necessary to have Government guarantee for these loans. Besides this, there is a heavy demand from the Government Corporations and other organisations for Government guarantee for availing loan/cash-credit facilities from financial institutions.

It is therefore, proposed to increase the limit of giving of guarantees from the sum of Rs. 350.00 crores to Rs. 550.00 crores, by suitably amending said sub-section (1) of section 3 of the said Act, 1993.

This bill seeks to achieve the above objects.

### Financial Memorandum

Financial implications of the proposed Bill will arise only when Government Guarantees are invoked against the State Government and the liability charged to the Consolidated Fund of the State.

The amount involved in such cases cannot be foreseen at this stage.

### Momorandum Regarding Delegated Legislation

No delegated legislation is envisaged in this Bill.

Porvorim-Goa,  
16 July, 2001.

MANOHAR PARRIKAR  
Chief Minister

Assembly Hall,  
Porvorim-Goa.  
16 July, 2001.

R. KOTHANDARAMAN,  
Secretary (Legislature)

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### Governor's Recommendation under Article 207 of the Constitution.

In pursuance of the Article 207 of the Constitution of India, I, Mohd. Fazal, the Governor of Goa, hereby recommend to the Legislative Assembly of Goa, the introduction and consideration of the Goa State Guarantees (Second Amendment) Bill, 2001, by the Legislative Assembly of Goa.

ANNEXURE

.....  
**The Goa State Guarantees Act, 1993**  
**(Act No. 16 of 1993)**  
.....

*Fixation of limit upto which State may give guarantees.*— (1) The limit upto which the executive power of the State Government shall extend to the giving of guarantees including guarantees given before the commencement of this Act as provided in clause (1) of Article 293 of the Constitution of India, shall be the sum of Rs. 350 crores.

(2) The State Government shall lay before the State Legislature.—

(a) a statement of any guarantee given not later than six months from the close of each financial year.

(b) within six months after the close of any financial year.