

ABSTRACT

State Finance Commission – Recommendations of 3rd State Finance Commission – Fund set apart 3% towards infrastructure gap filling fund and 2% towards O&M gap filling fund for the year 2012-13 – Release of funds to Corporations and Municipalities – Orders issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

G.O.(D) No.274

Dated: 01.11.2012

Read:

1. G.O.(Ms)No.199, Finance (FC IV), Department, dated 25.05.2007.
2. G.O.(Ms)No.52, Municipal Administration and Water Supply (MA 2) Department, dated 27.03.2008.
3. From the Commissioner of Municipal Administration Lr. Roc.No. 14950/ 2012/LA3, dated 04.10.2012.

ORDER:

Based on the recommendations of the Third State Finance Commission, in the G.O. 1st read above, the Government have ordered that the 42% share of Urban Local Bodies, in the devolution grant should be distributed to Municipal Corporations, Municipalities and Town panchyats in the ratio 30:41:29 respectively and that the Government would set apart 3% towards infrastructure gap filling fund and 2% for Operational & Maintenance gap filling fund from the out of the share of each tier.

2. In the Budget Estimate 2012-2013 necessary provision has been made for the infrastructure gap filling fund and for the Operational and Maintenance gap filling fund for Municipal Corporations and Municipalities and the above allocations are to be distributed to the Urban Local Bodies, where fund is required for the creation/operational & maintenance of the needy infrastructure facilities.

3. The Common Committee called Infrastructure and O&M Gap Filling Fund Committee constituted in the G.O. 2nd read above, met on 07.09.2012 and accorded approval for the projects/schemes to be undertaken from out of the above funds provided in BE 2012-13.

4. Now, the Commissioner of Municipal Administration In the letter third read above, has requested the Government to sanction and release the amount allocated for the year 2012-13 under the Infrastructure and O&M gap filling fund as indicated below:-

Infrastructure gap filling fund

ULB	Amount	Head of Account
Municipal Corporations	Rs.26,51,30,000/-	3604-00-191-AB-0929
Municipalities	Rs.36,23,44,000/-	3604-00-192-AE-0921

Operational and maintenance gap filling fund

ULB	Amount	Head of Account
Municipal Corporations	Rs.17,67,53,000/-	3604-00-191-AC-0927
Municipalities	Rs.24,15,63,000/-	3604-00-192-AF-0929

5. The Government after careful examination accepts the proposal of the Commissioner of Municipal Administration at para 4 above and accord to sanction and release the amount allocated for the year 2012-13 under the Infrastructure and O&M gap filling fund as indicated below:-

Infrastructure gap filling fund

ULB	Amount	Head of Account
Municipal Corporations	Rs.26,51,30,000/-	3604-00-191-AB-0929
Municipalities	Rs.36,23,44,000/-	3604-00-192-AE-0921

Operational and maintenance gap filling fund

ULB	Amount	Head of Account
Municipal Corporations	Rs.17,67,53,000/-	3604-00-191-AC-0927
Municipalities	Rs.24,15,63,000/-	3604-00-192-AF-0929

6. The amount sanctioned in para 5 above, shall be debited to the following heads of account.

Infrastructure Gap Filling Fund

Municipal Corporations Rs. 26,51,30,000/-

3604-00 Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 191 – Assistance to Municipal Corporations – 1-Non – Plan – AB Contribution to the infrastructure Gap Filling Fund – 09 – Grants – in – aid-02 – Grants for Creation of capital assets (DPC No. 3604 – 00 – 191 – AB – 0929)

Municipalities : Rs. 36,23,44,000/-

3604-00 Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 192 – Assistance to Municipalities / Municipal Councils – 1-Non-Plan – AE – Contribution to the infrastructure Gap Filling Fund – 09 – Grants – in- aid – 02 – Grants for Creation of capital assets (OPC No. 3604-00-192-AE-0921)

Operation and Maintenance gap filling fund;

Municipal Corporations: Rs. 17,67,53,000/-

3604 – 00 Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 191 – Assistance to Municipal Corporations – 1-Non-Plan – AC – Contribution to the Operational and Maintenance gap filling fund – 09 – Grants – in-aid-02-Grants for Creation of capital assets (DPC No. 3604-00-191-AC-0927)

Municipalities : Rs. 24,15,63,000/-

3604-00 Compensation and Assignment to Local Bodies and Panchayats Raj Institutions – 192 – Assistance to Municipalities / Municipal Councils – 1-Non – Plan – AF - Contribution to the Operational and Maintenance Gap filling fund – 09 – Grants – in – aid – 02 – Grants for Creation of capital assets (DPC No. 3604 – 00-192 – AF – 0929)

7. The Commissioner of Municipal Administration is authorized to draw the amount sanctioned in para 5 above and credit in the P.D. account, viz. " Tamil Nadu Infrastructure Development and Renewal Fund" (P.D. A/c No. 01G03099750 BQ) maintained by the Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited (TUFIDCO) and released to the

ULBs as per the decision of the Infrastructure and O&M Gap Filling Fund Committee.

8. This order issues with the concurrence of Finance Department vide its U.O. No.57977/MAWS/2012, dated 28.10.2011.

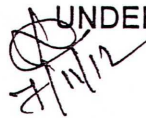
(BY ORDER OF THE GOVERNOR)

SHEELA BALAKRISHNAN
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT.

To
The Commissioner of Municipal Administration, Chennai – 5.
The Director of Town Panchayats, Chennai – 108.
The Pay and Accounts Officer (East), Chennai - 5.
The Accountant General, Chennai-18.
The Accountant General (Audit), Chennai-18.
Copy to:
The Private Secretary to Additional Chief Secretary to Government,
Municipal Administration and Water Supply Department, Chennai-9.
The Finance (MAWS) Department, Chennai-9.
The MAWS (Budget / OP II) Department, Chennai – 9.

/ Forwarded by Order/


(Z. ABRAHAM)

 UNDER SECRETARY TO GOVERNMENT