



ABSTRACT

TNUDP III – Implementation of Under Ground Sewerage Scheme in Ramanathapuram Municipality – Revised administrative sanction and sanction of Additional Grant – Orders – issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

G.O.(D).No. 550

Dated: 30 .12.2009

Read:

- 1 G.O (D) No.408, MAWS (MA3) Dept dated 19.10.2005.
- 2 Letter from the Director of Municipal Administration Letter Roc. No.6002/2002/ UGSS1, dated 14.12.2009

ORDER:

In the G.O first read above, administrative sanction has been accorded for implementation of Under Ground Sewerage Scheme to Ramanathapuram Municipality at an estimated cost of Rs. 30.00 crore.

2. In the letter second read above, the Director of Municipal Administration has stated that the Under Ground Sewerage Scheme for Ramanathapuram Municipality was taken up for implementation with the Administrative Sanction of the Government accorded in G.O. (D) No.408 MA&WS Department Dated. 19.10.2005 at an estimated cost of Rs. 30.00 crore. The Scheme was entrusted to the TWAD Board and taken up for implementation in 3 Packages i.e., Packages 1 & 2 for Collection system and Package 3 for STP with Modified Activated Sludge Process (MASP) instead of the Waste Stabilization pond Technology (WSP) sanctioned originally. He has furnished the following reasons for escalation of project cost;

1. The change in cost is mainly due to change in technology for STP.
2. The change in location of the STP & the saving in the cost of Pumping Main has resulted the project cost to its original approval cost it self.

3. The Director of Municipal Administration has also stated that the proposed scheme is to be implemented under TNUDP-III with the revised financial tie up as follows:

	(Rs. in crore)	Percentage
TNUDP III Loan	13.66	45.65%
Grant Fund I	6.50	21.73%
Local body's contribution & Public contribution	9.26	30.96%
Additional Grant	0.58	1.66%
Interest During Construction	1.51	--
Total project cost	31.51	100%

4. The Director of Municipal Administration has also stated that the Municipal Council has resolved in its Resolution No.878 dated.20.09.2009 and subsequently on municipal council resolution No. 926 dated. 27.11.2009 for the revised funding pattern . After completion of the scheme, the local body will maintain the scheme. The possibility for privatization will be explored including recycling of treated wastewater for industrial use.

5. The Director of Municipal Administration has recommended for the issue of Revised Administrative Sanctions for the implementation of comprehensive sewerage scheme for Ramanathapuram Municipality at an estimated cost of Rs.30.00 crore to install and Rs.0.87 crore to maintain annually for the present population and decided to go for the revised financial assistance as recommended by TNUDF. He has also stated that the proposal has been approved by the 7th meeting of the State Level Project Sanctioning Committee (SLPSC) held on 17.11.2009 and recommended to the Government for according Revised Administrative Sanction with the above funding pattern and Financial Operating Plan (FOP).

6. In view of the above, the Director of Municipal Administration has requested the Government to accord the revised Administrative Sanction for the implementation of the Under Ground Sewerage project in Ramanathapuram Municipality at an estimated cost of Rs.30.00 crore to install and Rs.0.87 crore to maintain annually and to sanction an additional grant of Rs. 0.58 crore in relaxation of Grant Fund Guidelines considering the poor financial status of the Municipality.

7. The Government have carefully examined the proposal of the Director of Municipal Administration and the recommendation of 7th State Level Project Sanctioning Committee (SLPSC) and hereby accord the Revised Administrative Sanction for the implementation of the Under Ground Sewerage Project in Ramanathapuram Municipality at an estimated cost of Rs.30.00 crore to install and Rs.0.87 crore to maintain annually and also sanction an additional grant of Rs. 0.58 crore under Grant Fund I of TNUDP III in relaxation of Grant Fund I Guidelines.

(BY ORDER OF THE GOVERNOR)

**NIRANJAN MARDI,
SECRETARY TO GOVERNMENT.**

To

The Director of Municipal Administration, Chennai – 600 005.

The Managing Director and Chief Executive Officer,
Tamil Nadu Urban Infrastructure Financial Services Limited, T. Nagar, Chennai
– 17.

The Managing Director, Tamil Nadu Water Supply and Drainage Board,
Chennai – 600 005.

The Commissioner, Ramanathapuram Municipality. (Through Director of
Municipal Administration)

The Pay and Accounts Officer, Chennai – 9/35.

The Accountant General Officer (Audit) Chennai – 18/35.

The Resident Audit Officer, PAO, Chennai -9

Copy to:

The Finance Department, Chennai -9

The Senior Personal Assistant to Minister(Fin) Chennai-9

The Senior Personal Assistant to Deputy Chief Minister, Chennai -9

The Personal Secretary to Secretary, MA&WS, Dept., Chennai -9

SF/SC

/ Forwarded by Order/

SECTION OFFICER