



ABSTRACT

TNUDP III – Implementation of Under Ground Sewerage Scheme in Kancheepuram Municipality – Revised administrative sanction and sanction of additional loan – Orders – issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

G.O.(3D).No.18

Dated: 30 .12.2009
Read:

1. G.O (3D) No.31, MAWS (MA3) Dept dated 18.8.2004.
2. Letter from the Director of Municipal Administration Letter Roc. No.7214/2006/ UGSS1, dated 7.12.2009

ORDER:

In the G.O first read above, administrative sanction has been accorded for implementation of Under Ground Sewerage Scheme to Kancheepuram Municipality at an estimated cost of Rs. 12.60 crore.

2. In the letter second read above, the Director of Municipal Administration has stated that the Under Ground Sewerage Scheme for the Kancheepuram Municipality was taken up for implementation with the Administrative Sanction of the Government accorded in the G.O. first cited, at an estimated cost of Rs.12.60 crore. The Scheme was taken up for implementation with the CMWSSB as the PMC in a Single Package for Collection System and rehabilitation of the existing STP with the Waste Stabilization Pond (WSP) and furnished the following reasons for escalation of project cost:

- (1) Tender Premium over and above the Departmental Estimate Rate for collection system as well as STP bids.
- (2) Change in Pumping Station sites. Due to litigation and delay in alienation of site as well as public objection.
- (3) The original estimate was prepared based on 2004-2005 SOR rates. As the contract was foreclosed suit the agreement period was over and the current SOR resulted in enhancement of project cost.

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	3.98	23.96%
Grant Fund I	3.74	22.52%
Local body's contribution & Public contribution	5.79	34.86%
Additional loan	1.86	11.20%
Additional Grant	1.24	7.46%
Interest During Construction	0.45	
Total project cost	17.06	100%

4. The Director of Municipal Administration has further stated that the Municipal Council has resolved in its Resolution No.413 dated.30.11.2009 for the revised funding pattern as above. After completion of the scheme, the local body will maintain the scheme and the Possibility for privatization will be explored.

5. In the above circumstances, the Director of Municipal Administration has recommended the revised proposal for the implementation of comprehensive sewerage scheme for the Kancheepuram Municipality at an estimated cost of Rs.16.61 crore to install and Rs.1.23 crore to maintain annually for the present population and decided to go in for the revised financial assistance as recommended by the TNUDF. The Director of Municipal Administration has stated that the proposal has been approved by the 7th State Level Project Sanctioning Committee (SLPSC) Meeting held on 17.11.2009 and has been recommended to the Government for according Revised Administrative Sanction with the above funding pattern and Financial Operating Plan (FOP).

6. The Director of Municipal Administration has therefore requested the Government to accord the Revised Administrative Sanction for the implementation of Under Ground Sewerage project in Kancheepuram Municipality at an estimated cost of Rs.16.61 crore to install and Rs.1.23 crore to maintain annually and to sanction an additional grant of Rs.1.24 crore relaxing the Grant Fund Guidelines and also to sanction an amount of Rs.1.86 crore as an additional loan considering the financial status of Municipality.

7. The Government have carefully examined the proposal of the Director of Municipal Administration and the recommendation of the 7th State Level Project Sanctioning Committee (SLPSC) and hereby accord the Revised Administrative Sanction for the implementation of the Under Ground Sewerage project in Kancheepuram Municipality at an estimated cost of Rs.16.61 crore to install and Rs.1.23 crore to maintain annually. The Government also sanction an additional grant of Rs.1.24 crore under Grant Fund I of TNUDP III in relaxation of Grant Fund I Guidelines and also sanction an additional loan amount of Rs.1.86 crore under TNUDP III.

(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, Kancheepuram 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