



## ABSTRACT

Tamil Nadu Urban Development Fund – KfW assisted Sustainable Municipal Infrastructure Financing – Tamil Nadu Programme for the year 2009-2010 – Release of loan Rs.70.00 Crores to Tamil Nadu urban Development Fund – Orders – Issued.

### **MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT**

**G.O(Ms.)No. 28**

**Dated 04.02.2010  
Read**

- 1) G.O.Ms.No.218, Municipal Administration and Water Supply Department, dated 3.11.2008
- 2) From the Managing Director and Chief Executive Officer, Tamil Nadu Urban Infrastructure Financial Services Limited Lr.No.TNUDF/KfW-Loan/2008-09, dated 30.12.2009

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#### **ORDER:**

In the G.O. first read above, administrative sanction has been accorded for the implementation of KfW assisted Sustainable Municipal Infrastructure Funding – Tamil Nadu (SMIF-TN). The total outlay of the project is Euro 77 million consisting of Euro 65 million development loan for refinancing of sub-projects (Euro 45.50 million equivalent to Rs.295 crores in the form of loan and Euro 19.50 million equivalent to Rs.127 crores in the form of capital grant). Euro 10 million equivalent to about Rs.65 crores for Master Financing Indenture (MFI) and Euro 2 million complementary measures (grant) for strengthening the technical capabilities.

2.. In the letter third read above, the Managing Director and Chief Executive Officer, Tamil Nadu Urban Infrastructure Financial Services Limited has requested the Government to issue orders releasing of Rs.70.00 crores to Tamil Nadu Urban Development Fund for disbursement as loans to Urban Local Bodies for the projects under implementation.

3. The Government after careful examination, accept the request of the Managing Director and Chief Executive Officer, Tamil Nadu Urban Infrastructure Financial Services Limited and accord sanction for a sum of Rs.70.00 Crores (Rupees Seventy Crores only) to Tamil Nadu Urban Development Fund for disbursement as loans to Urban Local Bodies for the projects under implementation of KfW assisted Sustainable Municipal Infrastructure Financing for the year 2009-2010.

4. The amount sanctioned in para 3 above shall be debited to the following head of account:-

6217 – Loans for Urban Development – 60 Other Urban Development Schemes – 190 – Loans to Public Sector and other undertakings – II State Plan – PG- Loans to Tamil Nadu Urban Development Fund with the assistance of German Development Bank (KfW) – (DPC 6217 60 190 PG 0007).

5 The amount sanctioned in para 3 above shall not be paid in cash but contra credited to the following Head of Account:-

“K DEPOSITS AND ADVANCES-

(a) Deposits bearing Interest –  
8342. 00 Other Deposits  
103 – Deposits of Government Companies,  
Corporations etc.,  
DI – Deposits of Tamil Nadu Urban Development Fund  
(DPC 8342 – 00 – 103 – DI – 000G) (Receipts)”

6 The Director of Municipal Administration is authorized to draw the amount sanctioned in para 3 above by means of an account payee cheque in favour of “Tamil Nadu Urban Development Fund” to the PD Account which is in the name of “Tamil Nadu Urban Development Fund” and credit the same to the above Deposit account.

7. This order issues with the concurrence of Finance Department vide its U.O.No. 3179/MAWS /2010-1, dated 4.2.2010.

**(BY ORDER OF THE GOVERNOR)**

**NIRANJAN MARDI,  
SECRETARY TO GOVERNMENT.**

To

The Director of Municipal Administration, Chennai-9.  
The Managing Director and Chief Executive Officer, Tamil Nadu Urban Infrastructure Financial Services Limited, Chennai-17.  
The Pay and Accounts Officer, (EAST), Chennai-5.  
The Accountant General, Chennai-18.  
The Accountant General (Audit), Chennai-18.  
The Resident Audit Officer, Chennai-9.  
copy to:  
The Finance (MAWS /L&A Cell/W&M-I) Department, Chennai-9.  
The MAWS (OP2) Department, Chennai-9.

**/ Forwarded by Order/**

**(M.H. MOHIDEEN)  
UNDER SECRETARY TO GOVERNMENT**

## ANNEXURE

### LOANS SANCTIONED BY GOVERNMENT OF TAMIL NADU LOAN SANCTION LEDGER NO. 34/2009- 2010

1.	Name of the borrower		Managing Director and Chief Executive officer, Tamil Nadu Urban Development Fund (Tamil Nadu Urban Infrastructure Financial Services Limited ), Chennai – 17.
2.	HOD Controlling the Borrower		Director of Municipal Administration, Chennai – 5.
3.	Amounts sanctioned		Rs. 70.00 crores (Rupees Seventy crores only.)
4.	Sanction valid upto		31.3.2010
5.	Purpose of Loan		For sanction of loan to Urban Local Bodies for the projects under implementation
6.	payable in cash or adjustment.		Adjustment
7.	Demand No. Sub. Head, Detailed Head under which loan is sanctioned. (both outgo and Receipt)		Demand No. 34 – Municipal Administration and Water Supply Department – 6217. Loans for Urban Development – 60-Other Urban Development Schemes – 190. Loans to public sector and other undertakings – PG – Loans to Tamil Nadu Urban Development Fund with the assistance of German Development Bank (KfW) (DPC 6217 60 190 PG 0007)( O) 6217 60 190 PG 000D (R )
8.	Repayment period		20 years (5 year – Interest 15 years – Annuity) Annual instalments.
9.	Moratorium towards repayment if any.		5 Years for Principal
10.	Date on which Repayment to commence.		Interest alone payable at the end of each year for first five years. Annuity (Principal + Interest) payable at the end of each year for the Next 15 years.

11.	Interest (a) Normal Rate (Subject to orders a Government on fixing of Rates of interest for the financial year.)		Orders on rate of interest will be issued separately as per the order issued in G.O.Ms.No.218 Municipal Administration and Water Supply (MA2) Department, dated 03.11.2008
	(b) Penal Rate of Interest		Orders on penal rate of interest will be issued separately.
12	The head of Account to which interest has to be credited.		0049 – Interest Receipts – 04. Interest Receipts of State / Union Territory Governments – 190. Interest from Public Sector and other undertakings – DK. Loans to Tamil Nadu Urban Development Project. (D.P. Code 0049 04 190 DK 0005).
13.	G.O. No and Date		G.O. (Ms). No. 28, Municipal Administration and Water Supply Department, dated 4.2.2010.

**NIRANJAN MARDI,  
SECRETARY TO GOVERNMENT**

**// TRUE COPY //**

**SECTION OFFICER**