



Abstract

KfW assisted Sustainable Municipal Infrastructure Financing – Tamil Nadu (SMIF – TN) Program – Under Ground Sewerage Scheme (UGSS) for Villupuram Municipality at an Estimated Cost of Rs.35.67 crores – Revised Administrative Sanction – Accorded – Orders - Issued

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA3) DEPARTMENT

G.O.(Ms).No.248

Dated: 11.12.2008

Read:

- 1) G.O.(3D) No.4, MAWS, MA-2 Department dated 06.02.2007
- 2) G.O.(Ms.) No.218, MAWS(MA-2)Department dated 03.11.2008
- 3) Minutes of the First Meeting of the Empowered Committee held on 11.11.2008
- 4) From the Director of Municipal Administration Letter Roc. No.43465/2006/Kfw/WB3, dated 1.12.2008

- - - - -

ORDER:

In the G.O. first read above, Government have accorded Administrative Sanction for implementation of Underground Sewerage Scheme in Villupuram Municipality under TNUDP III at an estimated cost of Rs.27.63 crores to install and Rs. 46.50 lakhs for annual Maintenance. In the G.O. second read above, orders were issued according administrative sanction for implementation of KfW assisted Sustainable Municipal Infrastructure Financing – Tamil Nadu (SMIF-TN) Program with a total project cost of Rs.500 crores. Accordingly, a sum of Rs.295 crores in the form of loan and a sum of Rs.127 crores as capital grant are proposed to be passed on to Urban Local Bodies. For this purpose the Government have constituted an Empowered Committee for sanctioning, finalizing the means of finance including the quantum of capital grants and according administrative sanction for the sub-projects to be funded under the KfW assisted Sustainable Municipal Infrastructure Financing – Tamil Nadu (SMIF- TN) Program.

2. The proposal to accord Revised Administrative Sanction to Underground Sewerage Scheme in Villupuram Municipality was placed before the Empowered Committee constituted in the G.O. third read above for

consideration, on 11.11.2008 by the Tamil Nadu Urban Infrastructure Financial Services Limited and also suggested the following means of finance.

Sno.	Particulars	Rs. in Crores	Percentage
(i)	KfW Grant Fund - I	10.70	30.00 %
(ii)	Additional Grant	5.07	14.21 %
(iii)	ULB & Public Contribution	7.58	21.26 %
(iv)	SMIF-TN Loan	12.32	34.53 %
	Total	35.67	100.00 %

3. The Empowered Committee resolved to (i) approve the proposal and accord revised administrative sanction for implementation of Underground Sewerage Scheme for Villupuram Municipality at an estimated project cost of Rs. 35.67 crores and at an estimated annual maintenance cost of Rs. 59 lakhs, (ii) sanction of Rs. 15.77 crores as capital grant under KfW Grant Fund I and (iii) approve the following means of finance:

Sl. no.	Details	Amount (Rs. in crores)	%
1.	ULB and Public Contribution	7.58	21.25%
2.	Loan under KfW assisted SMIF-TN Program	12.32	34.54%
3.	Capital Grant under KfW Grant Fund I	15.77	44.21%
	Total Project Cost	35.67	100%

4. The Director of Municipal Administration in his letter fourth read above, has requested the Government to accord Revised Administrative Sanction for Underground Sewerage Scheme for Villupuram Municipality at an estimated cost of Rs.35.67 Crores and Rs. 59 lakhs for annual maintenance.

5. Based on the approval of the Empowered Committee, the Government have carefully examined the proposal of the Director of Municipal Administration and hereby accord revised administrative sanction for implementation of UGSS in Villupuram Municipality at an estimated cost of Rs.35.67 crores to install and Rs.59.00 lakhs to maintain annually as per the funding pattern referred to in para 3 above.

6. Any escalation in project cost and O & M cost shall have to be borne by the Villupuram Municipality only.

(BY ORDER OF THE GOVERNOR)

NIRANJAN MARDI
SECRETARY TO GOVERNMENT.

To
The Managing Director & Chief Executive Officer,
Tamil Nadu Urban Infrastructure Financial Services Limited, Chennai-17

The Commissioner of Municipal Administration, Chennai-5
The Managing Director, Tamil Nadu Water Supply & Drainage Board, Chennai-5.
The Commissioner, Villupuram Municipality, Villupuram.
The Accountant General, Chennai-18/35
The Resident Audit Officer, Chennai-9

Copy to:

The Finance (MAWS /EAP)Department, Chennai-9
The Municipal Administration and Water Supply(OP 2/ /Budget/
MA2)Department, Chennai-9
S.F/S.C

//Forwarded by Order//

SECTION OFFICER.