



ABSTRACT

XIIth Central Finance Commission – Grants to Urban Local Bodies – Release of IInd Instalment of grant to Municipal Corporations / Municipalities / Third Grade Municipalities for the year 2008-2009 – Orders – Issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA.II) DEPARTMENT.

G.O.(D)NO. 540

DATED: 26.12.2008

READ:

1. G.O.(D)No.347, Municipal Administration and Water Supply (MA.II) Department, dated 14.08.2008
2. From the Commissioner of Municipal Administration, Letter Roc No.23509/08/P2, dated 11.11.2008

ORDER:

In the G.O. read above the Government have sanctioned a sum of Rs.41.1487 (Rupees Forty one crores fourteen lakhs and eighty seven thousand only) crores towards release of Ist instalment of local body grants recommended by the Twelfth Finance Commission for the year 2008-2009 to the Commissioner of Municipal Administration for distribution to all Municipal Corporations and Municipalities including Grade-III Municipalities.

2. The Commissioner of Municipal Administration in his letter read above has requested the Government to release the balance 50% of the grant as second instalment as per the Budget estimate for the year 2008-2009.

3. The Government, after careful examination and in anticipation of the receipt of second instalment from Government of India, sanction and release the second instalment grant for the year 2008-2009 as follows:-

Municipal Corporations.	Municipalities	Third Grade Municipalities	Total
31%	34%	6.9383%	
Rs.17,73,20,000/- (Rupees Seventeen crores seventy three lakhs and twenty thousand only)	Rs.19,44,80,000/- (Rupees Nineteen crores forty four lakhs and eighty thousand only.)	Rs.3,96,87,000/- (Rupees Three crores ninety six lakhs and eighty seven thousand only.)	Rs.41,14,87,000/- (Rupees Forty one crores fourteen lakhs and eighty seven thousand only.)

4. The distribution among various municipalities shall be made by giving 75% weightage to population (2001 census) and balance 25% weightage to financial parameters.

5. The amount sanctioned in para 3 above shall be utilized as below:-

(a) 50% for the scheme of Solid Waste Management through Public Private Partnership. The Municipalities should concentrate on collection, segregation and transportation of Solid Waste. The cost of these activities whether carried out in-house or out-sourced could be met from the grants.

(b) 25% of the grant for conversion of earthen / metal road into BT/CC road and for the formation of storm water drains wherever required.

(c) 25% for miscellaneous works such as creation of data base, payment of electricity charges etc.

6. The Commissioner of Municipal Administration is requested to ensure that the 50% of the grants sanctioned in para 3 above are utilized only for the schemes of Solid Waste Management and the balance 50% shall be utilized for the purposes as mentioned in para 5(b) and (c) above.

7. Necessary provisions have been made in the Budget Estimate 2008-2009. The Director of Municipal Administration is authorized to draw and disburse the amount sanctioned in para 3 above to all Municipal Corporations / Municipalities / IIIrd Grade Municipalities.

8. The Director of Municipal Administration is also requested to furnish the Utilisation Certificates for the utilisation of the amount sanctioned in para 3 above to the Government in the format prescribed by Government of India so as to forward the same to the Government of India.

9. The expenditure sanctioned in para 3 above shall be debited to the following heads of account:-

For Municipalities: (Rs.19,44,80,000/-) (Rupees Nineteen crores forty four lakhs and eighty thousand only).

3604. 00. Compensation and Assignments to local bodies and Panchayat Raj Institutions – 192. Assistance to Municipalities / Municipal Councils – Schemes in the Eleventh Five Year Plan – II State Plan – JB. Grants to Municipalities as per the recommendations of 12th Finance Commission – Controlled by Commissioner of Municipal Administration – 09. Grants-in-aid – 01. Grants for Current Expenditure.(DPC 3604 00 192 JB 0919).

For Municipal Corporations: Rs.17,73,20,000/- (Rupees Seventeen crores seventy three lakhs and twenty thousand only)

3604. 00. Compensation and Assignments to local bodies and Panchayat Raj Institutions – 191. Assistance to Municipal Corporations – Schemes in the Eleventh Five Year Plan – II State Plan - JB. Grants to Municipal Corporations as per the recommendations of 12th Finance Commission – Controlled by Commissioner of Municipal Administration – 09. Grants-in-aid – 01. Grants for Current Expenditure.(DPC 3604 00 191 JB 0911).

For Grade III Municipalities: (Rs.3,96,87,000/- (Rupees Three crores ninety six lakhs and eighty seven thousand only.)

3604. 00. Compensation and Assignments to local bodies and Panchayat Raj Institutions – 192. Assistance to Municipalities / Municipal Councils – Schemes in the Eleventh Five Year Plan – II State Plan – JC. Grants to Third Grade Municipalities as per the recommendations of 12th Finance Commission – Controlled by Commissioner of Municipal Administration – 09. Grants-in-aid – 01. Grants for Current Expenditure.(DPC 3604 00 192 JC 0917).

10. This order issues with the concurrence of Finance Department vide its U.O.No.74385 / Finance(MAWS) /08, dated 18.12.2008.

(By order of the Governor)

**NIRANJAN MARDI
SECRETARY TO GOVERNMENT**

To

The Director of Municipal Administration, Chennai-5.

The Pay and Accounts Officer (East), Chennai-5.(2 copies).

The Accountant General, Chennai-18.

The Accountant General, Chennai-18. (By name)

The Resident Audit Officer, Office of the Accountant General, Chennai-9.

Copy to: The Commissioner, Corporation of Chennai, Chennai-3.

The Director, Finance Commission Division, Ministry of Finance, Department of Expenditure, Block No.11, Vth Floor, CGO Complex, Lodhi Road, New Delhi-110 003.

The Finance (MAWS & FC.IV) Department, Chennai-9.

The Municipal Administration and Water Supply (OP.II) Department, Chennai-9.

The Private Secretary to Secretary to Government, Municipal Administration and Water Supply Department, Chennai-9.

-/Forwarded by Order/-

**(M.T.NANDANI)
UNDER SECRETARY TO GOVERNMENT.**