

XII Central Finance Commission - Grants to Urban Local Bodies - Release of IInd Instalment of grant to Municipal Corporations / Municipalities / Third Grade Municipalities for the year 2007-2008 - Orders - Issued.

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

## G.O.(D)NO.589

DATED:30.11.2007 READ:

 G.O.(D)No.351, Municipal Administration and Water Supply (MA.II) Department, dated 30.7,2007.

 From the Commissioner of Municipal Administration, Letter Roc No.38839/07/P2, dated 4.10.2007.

## ORDER:

In the G.O. read above the Government have sanctioned a sum of Rs.41.1487 crores towards release of 1st instalment of local body grants recommended by the Twelfth Finance Commission for the year 2007-2008 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 for the year 2007-2008.
- 3. The Government, after careful examination and anticipation the receipt of second instalment from Government of India, sanction and release the second instalment grant for the year 2007-2008 as follows:-

Municipal Corporations.	Municipalities	Third Grade Municipalites	gev Total
31%	34%	6.9383%	700
Rs.17,73,20,000/- (Rupees Seventeen crores seventy three lakhs and twenty thousand only.)	lakhs and eighty	crores ninety six	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.
  - The amount sanctioned in para 3 above shall be utilized as below:
- a) 50% for the scheme of Solid Waste Management through Public and 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-sources, could be met from the grants.

b) 25% for maintenance of roads and storm water drain; and

- 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 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—

i. Maintenance of roads and storm water drainages and

- Miscellaneous works such as creation of data base, payment of Electricity bill etc. in equal proportion.
- 7. As necessary provisions have been made in the Budget Estimate 2007-2008, the Commissioner of Municipal Administration is authorized to draw and disburse the amount sanctioned in para 3 above to all Municipal Corporations / Municipalities / Illrd Grade Municipalities.
- 8. The Commissioner 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 thousands 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 12<sup>th</sup> 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 thousands 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 12<sup>th</sup> 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 thousands 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 12<sup>th</sup> Finance Commission – Controlled by Commissioner of Municipal Administration – 09. Grants-in-aid – 01. Grants for Current Expenditure. (DPC 3604 00 132 JC 0917).

10. This order issues with the concurrence of Finance Department vide its U.O.No.76337/MAV/S/07, dated 28.11.2007.

## (BY ORDER OF THE GOVERNOR)

K. DEENABANDU. SECRETARY TO GOVERNMENT.

To

The Commissioner of Municipal Administration, Chennai-5.

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

The Pay and Accounts Officer (North), Chennal-1. (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, Chennal-9.

-/Forwarded by Orderi-

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