



## ABSTRACT

State Finance Commission – Devolution Funds – Infrastructure Gap Filling Fund for the year 2007-2008 – Common Committee – "Infrastructure Gap Filling Fund Committee" for approving project proposals for Municipal Corporations, Municipalities and Town Panchayats – Constituted – Orders – Issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA.II) DEPARTMENT

G.O.(Ms.)NO.52

DATED:27.3.2008

READ:

1. G.O.Ms.No.199, Finance (FC.IV) Department, dated 25.5.2007.
2. From the Commissioner of Municipal Administration, Letter Roc No.49632/2007/LA3, dated 11.9.2007.
3. From the Commissioner of Municipal Administration, Letter Roc No.49632/2007/LA3, dated 23.11.2007.

### ORDER:

In the G.O. read above orders were issued to the effect that 42% share of Urban Local Bodies, in the devolution grant shall be distributed to Municipal Corporations, Municipalities and Town Panchayats in the ratio of 30:41:29 respectively and Government shall set apart 3% towards infrastructure gap filling fund and 2% for O &M gap filling fund from out of the share of each tier.

2. The Commissioner of Municipal Administration in his letters read above has stated that provision has been made in the B.E. 2007-08 for the infrastructure gap filling fund and Operational and Maintenance gap filling fund for Municipal Corporations and Municipalities as follows:-

#### Infrastructure Gap Filling Fund:

ULB	Amount	Head of Account
Municipal Corporations	Rs.10,35,32,000/-	3604-00-191-AB-0929.
Municipalities	Rs.14,14,94,000/-	3604-00-192-AE-0921

The above allocation is to be distributed to the Urban Local Bodies, where fund is required for the creation of the following needy infrastructure facilities:-

- a. Water Supply Scheme
- b. Conversion of earthen road into B.T. / C.C. roads.
- c. Construction of Bridges, culverts and SWD etc.
- d. Construction of office buildings.

- e. UGD Schemes
- f. Disaster management works.
- g. Modernisation of Bus stand.
- h. Modernisation of Canals running through the city / town.
- i. Modernisation of parks.
- j. Any other needy scheme which is essential for the development of the city / town.

**Operational and Maintenance Gap filling fund**

ULB	Amount	Head of Account
Municipal Corporations	Rs.6,90,22,000/-	3604-00-191-AC-0927.
Municipalities	Rs.9,43,29,000/-	3604-00-192-AF-0929

The above allocation is to be distributed to the Urban Local Bodies, where fund is required for the O & M of the following needy infrastructure facilities:-

- a. Water Supply Schemes
- b. Maintenance of B.T. / C.C. roads.
- c. Operation and Maintenance of Bridges, culverts and SWD etc.
- d. Maintenance of office buildings.
- e. Operation & Maintenance of Bus Stands.
- f. Maintenance of Canals running through the city / town.
- g. Operation & Maintenance of parks.
- h. Operation & Maintenance of any other items which is essential for the development of the city / town.

3. The Commissioner of Municipal Administration has further stated that financially weaker ULBs, which lack infrastructure facilities and are unable to meet out the expenditure from its own source, will be selected for execution of works / schemes. Apart from this, financial assistance will also be provided for the ULBs, which have taken major infrastructure works and are in need of fund. Further it is felt that the distribution of the infrastructures gap filling fund to all ULBs. may not give any visible / desired result. Therefore this infrastructure gap filling fund shall be utilized for the execution of urgent / useful and purposeful works in selected ULBs. Similarly financially weaker Urban Local Bodies, which require fund for O & M facilities and are unable to meet out the expenditure from its own source, will be selected depending upon the nature of works.

4. The Government after careful examination are of the view that a common committee may be constituted to accord approvals for taking up projects / schemes under Infrastructure and O & M Gap Filling Fund.

5. Accordingly the Government direct that a Common Committee called "Infrastructure and O & M Gap Filling Fund Committee" be formed to accord approvals for projects / Schemes under Infrastructure and O & M Gap Filling

Fund for Municipal Corporations, Municipalities and also Town Panchayats with the following composition

1. Secretary, M.A. & W.S. Department - Chairperson
2. Secretary, Finance Department - Member
3. Commissioner of Municipal Administration - Member-Secretary
4. Commissioner of Town Panchayats - Member

(BY ORDER OF THE GOVERNOR)

K. DEENABANDU,  
SECRETARY TO GOVERNMENT.

To

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

The Secretary to Government, Finance Department, Chennai-9.

✓ The Commissioner of Municipal Administration, Chennai-5.

The Commissioner of Town Panchayats, Chennai-108.

Copy to:

The Commissioner, Corporation of Chennai, Chennai-3.

The Finance (MAWS/FC.IV / BG.I) Department, Chennai-9.

The MAWS (OP.II/TP.II/ Budget) Department, Chennai-9.

-/Forwarded by Order/-

*Princy*  
SECTION OFFICER  
22.3