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ABSTRACT

XII Finance Commission – Grants to Urban Local Bodies – Release of 1st instalment - Grants 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.347

DATED:14.8.2008

READ:

1. G.O.(D)No.351, Municipal Administration and Water Supply Department, dated 30.7.2007.
2. G.O.(D)No.589, Municipal Administration and Water Supply Department, dated 30.11.2007.
3. From the Commissioner of Municipal Administration, Letter Roc No.3509/2008/P2, dated 17.5.2008.

ORDER:

In the G.O. first and second read above, the Government have released an amount of Rs.82,29,74,000/- to the Urban Local Bodies in Tamil Nadu as XII Finance Commission Grant for the year 2007-08. In the Budget estimate for the year 2008-09 the Government have provided funds towards Twelfth Finance Commission grants as follows:-

		Amount Allotted	DP Code
1.	Grants to Municipal Corporations as per the recommendations of 12 th Finance Commission.	Rs.39,01,04,000	3604 00 191 JB – 0911
2.	Grants to the Municipalities as per the recommendations of 12 th Finance Commission.	Rs.38,89,60,000	3604 00 192 JB – 0919
3.	Grants to Third Grade Municipalities as per the recommendations of 12 th Finance Commission.	Rs.7,93,74,000	3604 00 192 JC – 0917

2. The Commissioner of Municipal Administration has therefore requested the Government to release the first instalment grant as per the Budget Estimate 2008-2009.

3. The Government after careful consideration sanction and release the 1st instalment grant for 2008-09 in anticipation of its receipt from Government of India 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 way of giving 75% weightage to population (2001 census) and 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 B.E. 2008-2009. The Commissioner 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 Commissioner of Municipal Administration is also requested to send the Utilisation Certificates for the utilization 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 and to get the release of the second instalment by Government of India.

9. The expenditure sanctioned in para 3 above shall be debited to the following head 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 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 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 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 Illrd Grade 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 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.47747/FC.IV/08, dated 13.8.2008.

(BY ORDER OF THE GOVERNOR)

K. DEENABANDU,
PRINCIPAL 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), Chennai-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, Chennai-9.

-/Forwarded by Order/-

M.T. Nandani
(M.T. NANDANI) 18/8/08
18/8/08
UNDER SECRETARY TO GOVT.