



ABSTRACT

TNUDP III – Implementation of Under Ground Sewerage Scheme in Pallavaram Municipality – Revised administrative sanction and sanction of Additional Grant – Orders – issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

G.O.(D).No.559

Dated: 31 .12.2009
Read:

1. G.O (D) No.234, MAWS (MA3) Department, dated 27.6.2002
2. Letter from the Director of Municipal Administration Letter Roc. No.7214/2006/ UGSS1, dated 7.12.2009

ORDER:

In the G.O first read above, administrative sanction has been accorded for implementation of Under Ground Sewerage Scheme to Pallavapuram Municipality at an estimated cost of Rs.36.73 crore.

2. In the letter second read above, the Director of Municipal Administration has stated that the Under Ground Sewerage Scheme for Pallavapuram Municipality was taken up for implementation with the Administrative Sanction of the Government accorded in G.O. (D) No.234 MA&WS Department Dated. 27.6.2002 at an estimated cost of Rs.36.73 crore. The Scheme was entrusted to the CMWSS Board and taken up for implementation in 5 Packages i.e., 3 Packages for Collection, Package 4 consists of construction of 2 Pumping Stations and 2 Lift Stations and Package 5 consists of construction of Main Pumping Station of 30 mld capacity for Pallavapuram and Thambaram Sewerage Schemes located in Keelkattalai lake and Pumping Main to Perungudi STP which belongs to CMWSS Board. The Work orders for the first 3 packages were issued on 01.12.2005 with an agreement period of 18 months. The Package IV and V could not be proceeded because of delay in handing over the land to the CMWSSB due to various reasons such as approach road problem, public

objections, litigations etc. The Director of Municipal Administration has furnished the following reasons for escalation of project cost:

1. The original estimate was prepared based on the 2005-2006 schedule of rate and due to the delay in finalization of land the contractors compensation claim has enhanced the project cost of package I, II and III.
2. During the execution of work in gravity system, it was noticed that the gravity sewer alignment passed through dead end streets, private properties/land, water bodies etc. Hence with the alignment available as per agreement, work could not be executed to complete the project. Hence, proposals were formulated for rerouting the alignments to overcome the constraints and leave the proposal revised.
3. The Pumping Station sites were not firmed up in the scheme due to resistance from local residents.
4. Due to non-finalization of Pumping Station sites, the gravity trunk main sewer work could not be speeded up which delayed the progress resolution in revision of estimates.
5. The original proposal of main pumping envisaged 38 mld capacity for handling both Pallavapuram and Tambaram schemes. The original site was located within Kilkattalai lake and site was handed over on 20.02.2006. As the site was slushy, work could not be taken up immediately.

The Hon'ble High Court issued stay based on a public interest litigation on 06.07.2006 for construction of Main pumping station inside the Kilkattalai Lake. The Court also directed the Vice Chancellor of Anna University to nominate an expert in Water Management to inspect the activities of the Main pumping station and furnish a report.

Based on recommendations of the expert team, the Pallavapuram Municipality identified alternate location in revenue land surplus weir of Kilkattalai lake and the extent of land is only 0.62 acres. With the available 0.62 acres, the 38 mld Main Pumping Station as originally proposed could not be executed and the contract has been foreclosed.

Revised proposal of 18 mld Main Pumping Station for Pallavapuram sewerage scheme alone has now been formulated. The land of 0.62 acres had been transferred to Pallavapuram Municipality in GO dated 07.11.2007.

6. Due to the above reasons, the contractors had slowed down their works and come up with their proposal seeking additional rates based on the market rates.
7. Compensation towards additional cost for balance works.

8. Compensation towards Hard rock Excavation.
9. Excess charges claimed by Highways Department over and above the provision made in the DPR.
10. Tender Premium over and above the Departmental Estimate Rate for collection system and Pumping Station Packages.
11. Construction of additional Pumping Station at Nanmangalam Nagar.

3. The Director of Municipal Administration has stated that the proposed scheme is to be implemented under TNUDP-III with the revised financial tie up as follows:

	(Rs. in crore)	Percentage
TNUDP III Loan	25.78	35.78%
Grant by TNUDF (GoTN)	8.50	11.78%
Local body's contribution & Public contribution	32.71	45.36%
Additional Grant	5.11	7.08%
Interest During Construction	3.23	
Total project cost	75.33	100.00%

The Municipal Council has resolved vide its Resolution No.189 dated.23.11.2009 for the revised funding pattern as above.

4. The Director of Municipal Administration has stated that recommended the revised proposal for the implementation of comprehensive sewerage scheme for Pallavapuram Municipality at an estimated cost of Rs.72.10 crore to install and Rs.3.52 crore to maintain annually for present population and decided to go for the revised financial assistance as recommended by the TNUDF. The proposal has been approved by the 7th meeting of the State Level Project Sanctioning Committee (SLPSC) held on 17.11.2009 and recommended to the Government for according Revised Administrative Sanction with the above funding pattern and Financial Operating Plan (FOP).

5. In view of the above, the Director of Municipal Administration has requested the Government to accord the Revised Administrative Sanction for the implementation of the Under Ground Sewerage project in Pallavapuram Municipality at an estimated cost of Rs.72.10 crore to install and Rs.3.52 crore to maintain annually and also to sanction an additional grant of Rs.5.11 crore relaxing the Grant Fund Guidelines considering the poor financial status of the Municipality.

6. The Government have carefully examined the proposal of the Director of Municipal Administration and the recommendation of the 7th State Level Project Sanctioning Committee and hereby accord the Revised Administrative Sanction for the implementation of the Under Ground Sewerage

project in Pallavapuram Municipality at an estimated cost of Rs.72.10 crore to install and Rs.3.52 crore to maintain annually and also sanction an additional grant of Rs.5.11 crore under Grant Fund I of TNUDP III in relaxation of the Grant Fund-I Guidelines.

(BY ORDER OF THE GOVERNOR)

**NIRANJAN MARDI,
SECRETARY TO GOVERNMENT.**

To

The Director of Municipal Administration, Chennai – 600 005.

The Managing Director and Chief Executive Officer,

Tamil Nadu Urban Infrastructure Financial Services Limited, T. Nagar, Chennai – 17.

The Managing Director, Tamil Nadu Water Supply and Drainage Board, Chennai – 600 005.

The Commissioner, Pallavapuram Municipality. (Through Director of Municipal Administration)

The Pay and Accounts Officer, Chennai – 9/35.

The Accountant General Officer (Audit) Chennai – 18/35.

The Resident Audit Officer, PAO, Chennai -9

Copy to:

The Finance Department, Chennai -9

The Senior Personal Assistant to Minister(Fin) Chennai-9

The Senior Personal Assistant to Deputy Chief Minister, Chennai -9

The Personal Secretary to Secretary, MA&WS, Dept., Chennai -9

SF/SC

Forwarded by Order/


SECTION OFFICER

31/12/09