



ABSTRACT

JICA – TNUIP – Water Supply – Water Supply Improvement Scheme to Palani, Madavaram, Idappady, Coonoor and Devakottai Municipalities – Approval of Empowered Committee – Administrative Sanction – Accorded – Orders issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

G.O.(D) No.85

Dated: 21.02.2011

Read:

From the Director of Municipal Administration Letter Roc.No. 12925/10/Ws3, dated 30.12.2010.

ORDER:

In his letter read above, the Director of Municipal Administration has stated that, the Government in the G.O. (2D) No. 112, MAWS(MAI) Department, dated 6.8.2008, accorded Administrative Sanction for the JICA assisted TNUIP at a total cost of 9824 million Japanese Yen (Rs. 344.70 crore). The objective of the project is to improve the living conditions of people of urban areas by creating infrastructure like water supply and sewerage facilities. A loan agreement between JICA and Government of India has been signed on 10.3.2008 for Japanese Yen 8,551 Million. The total project cost is 9, 824 Million Japanese Yen (about Rs. 344.70 crore) of which the JICA line of credit is 8,551 Million Japanese Yen (about Rs. 300.04 crore).

2. The Director of Municipal Administration has further stated that in the Government order G.O. (2D) No. 112, dated 06.08.2008, an Empowered Committee has been constituted under the Chairmanship of Hon'ble Minister, Rural Development and Local Administration (RD&LA) Department for sanctioning, finalizing the means of finance and according administrative sanction for the sub projects, funded under the JICA assisted TNUIP. Accordingly, the Empowered Committee, in its first meeting held on 18.9.2008 approved the following projects and administrative sanction was accorded by the Government.

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The details are as follows:

SL. No.	ULB	Cost Sharing (Rs.in . crore)			Total Project cost in crore
		Loan	Grant	ULB Contribution	
1	Tiruchicrappali WSIS	93.16	25.00	24.84	143.00
2	Chidambaram UGSS	9.97	26.34	7.69	44.00
3	Pattukottai UGSS	6.05	22.54	5.31	33.90
4	Rameshwaram UGSS	-	11.10	3.62	14.72
	Total	109.18	84.98	41.46	235.62

3. The Director of Municipal Administration also stated that, out of the 4 projects sanctioned, Pattukottai UGSS and Rameshwaram UGSS have been deferred in G.O. No. 467, MAWS (MA-3), dated 02.09.2010 and G.O. No. 468, MAWS (MA -3), dated 02.09.2010, respectively, due to various reasons such as delay in finalization of land, poor financial position of ULB to meet the additional cost and poor response to the bides, etc and a proposal for cancellation of UGSS for Chidambaram is under consideration of the Government. Hence, the net balance fund available under JICA is as follows.

(Rs. in. crore)

SL. No.	Details	Project cost in crore	Loan	Grant	ULB Contribution
1	JICA fund	300.04	198.25	101.79	23.26
2	Trichy WSIS (under progress)	143.00	93.16	25.00	24.84
	Balance available		105.09	76.79	

4. The Director of Municipal Administration has also stated that in this regard, Principal Secretary discussed the issue of cancellation of UGSS for Chidambaram and taking up alternate Water Supply Improvement Schemes on 16.12.2010. The details of the alternate proposals were furnished by the consultants in the meeting held on 16.12.2010 (incorporating suggestion made in the previous meeting held on 08.11.2010). Subsequently, the financial viability of these projects were analyzed by TNUIFSL and the cancellation of Chidambaram UGSS taking up 5 alternate Water Supply Improvement scheme was placed and approved by the Empowered Committee in its circulation resolution, dated 22.12.2010.

The Committee has resolved to

- i) cancel UGSS for Chidambaram;
- ii) approve and recommend the proposal to the Government of Tamil Nadu for issuing Administrative Sanction for implementing the WSIS in the 5 ULBs viz., Madhavaram (Rs. 55.00 crores), Palani (Rs. 21.60 Crores), Coonoor (Rs. 13.85 Crores), Idappadi (Rs. 18.52 Crores) and Devakottai WSIS (Rs. 8.32 Crores) at a total project cost of Rs. 117.29 Crores duly relaxing the JICA GF – I guidelines for eligibility and quantum of grant.
- iii) Approve and recommend to the Government of Tamil Nadu for issuing revised Administrative Sanction for Tiruchirapalli WSIS for the revised cost of * Rs. 221.42 Crores duly relaxing the JICA GF-I guidelines for eligibility and quantum of grant.
- iv) Approve the proposal for restructuring JICA fund entirely to water supply schemes from JICA through the Government of India and
- v) Approve the proposal for converting a sum of Rs. 17.75 Crores as capital grant from loan and recommend to Government of Tamil Nadu for issuing necessary orders.

5. The Director of Municipal Administration has further stated that the proposals were received from the Municipal Commissioners of Madhavaram, Palani, Coonoor, Idappady and Devakottai Municipalities for seeking Administrative sanction from the Government along with the council's resolution for the implementation of water supply improvement schemes. Upon examining technical and financial viability of each proposal for providing Water Supply Improvement Schemes to the following ULBs and the same was recommended to the Empowered Committee.

Sl.No.	Name of the project	Estimate cost Rs. in . crore	O&M Cost Rs. in. lakh
1	Madhavaram WSIS	55.00	109.00
2	Palani WSIS	21.60	21.60
3	Coonoor WSIS	13.85	81.00
4	Idappady WSIS	18.52	53.00
5	Devakottai WSIS	8.32	42.00
	Total	117.29	306.60

6. The Empowered Committee had approved the proposal in circulation note, dated 22.12.2010 for the following project cost and funding pattern.

I. Madhavaram WSIS

Sl.No.	Details	Project cost (Rs.in.crore)	Percentage %
1	Capital Grant under JICA assisted TNUIP	16.50	30.00
2	Loan under JICA assisted TNUIP	33.00	60.00
3	ULB contribution	5.50	10.00
	Total	55.00	100.00

The above project has been recommended with the objective of enhancing present supply level from 17 lpcd of protected water supply to 135 lpcd covering entire 30 wards of the ULB. The work will be executed through CMWSS Board.

II. Palani WSIS

Sl.No.	Details	Project cost (Rs. in. crore)	Percentage %
1	Capital Grant under JICA assisted TNUIP	6.48	30.00
2	Loan under JICA assisted TNUIP	12.96	60.00

3	ULB contribution	2.16	10.00
	Total	21.60	100.00

The above project has been recommended with the objective of enhancing present supply level from 79 lpcd to 135 lpcd covering all the 33 wards of the ULB. The work will be executed through TWAD Board.

III. Coonoor WSIS

Sl.No.	Details	Project cost (Rs. in crore)	Percentage (%)
1	Loan from JICA assisted TNUIP	8.31	60.00
2	Capital Grant from JICA assisted TNUIP	4.16	30.00
3	ULB Contribution	1.38	10.00
	Total	13.85	100.00

The above project has been recommended with the objective of enhancing present supply level from 86 lpcd to 90 lpcd covering all the 30 wards of the ULB and providing comprehensive designed network for the internal equitable water distribution system. The work will be executed through TWAD Board.

IV. Idappady WSIS

Sl.No.	Details	Project cost (Rs.in.crore)	Percentage (%)
1	Loan from JICA assisted TNUIP	10.00	54.00
2	Capital Grant from JICA assisted TNUIP	6.67	36.00
3	ULB Contribution	1.85	10.00
	Total	18.52	100.00

The above project has been recommended with the objective of enhancing present supply level from 59 lpcd to 90 lpcd covering all the 30 wards of the ULB. The work will be executed through TWAD Board.

V.Devakottai WSIS

Sl.No.	Details	Project cost (Rs. in crore)	Percentage (%)
1	Capital Grant under JICA assisted TNUIP	2.50	30.00
2	Loan under JICA assisted TNUIP	4.99	60.00
3	ULB contribution	0.83	10.00
	Total	8.32	100.00

The above project has been recommended with the objective of enhancing present supply level from 75 lpcd to 90 lpcd covering all the 27 wards of the ULB. The work will be executed through TWAD Board.

7. The Director of Municipal Administration has therefore requested the government to accord necessary Administrative Sanction for the 5 new Water Supply improvement Schemes of Madavaram, Palani, Coonoor, Idappady and Devakottai Municipalities with a condition that the work orders may be issued by the implementing agencies concerned after the approval for the structural reallocation by JICA.

8. The Government after careful examination accept the proposal of Commissioner of Municipal Administration and accord the Administrative Sanction for the 5 new Water Supply Improvement Schemes of Madavaram, Palani, Coonoor, Idappady and Devakottai Municipalities at the fund pattern mentioned in para 6 above with a condition that the work orders may be issued by the implementing agencies concerned after the approval for the structural reallocation by JICA.

9. This order issues with the concurrence of Finance Department vide its U.O.No. 6/JS (KK)/2011, dated 10.01.2011.

(BY ORDER OF THE GOVERNOR)

**K. ASHOK VARDHAN SHETTY,
PRINCIPAL SECRETARY TO GOVERNMENT.**

To
The Director of Municipal Administration,
Chennai - 5.
The Accountant General, Chennai-18.

The Accountant General (Audit), Chennai-18.
The Resident Audit Officer, Chennai - 5.
The Director of Local Fund Audit, Chennai - 108.

Copy to:

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

The Finance (MAWS) Department, Chennai-9.

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

/ Forwarded by Order/


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