



Abstract

KfW assisted Sustainable Municipal Infrastructure Financing – Tamil Nadu (SMIF – TN) Program –Implementation of Integrated Improvement to Roads with Storm Water Drains and water storage system in Panruti Municipality at an estimated cost of Rs.3.34 crores – Administrative Sanction – Orders – Issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY DEPARTMENT

G.O.(Ms).No.239

Dated: 04.12.2008

Read:

- 1) G.O.(Ms.) No.218, Municipal Administration and Water Supply Department , dated 03.11.2008
 - 2) Minutes of the First Meeting of the Empowered Committee held on 11.11.2008
 - 3) From the Director of Municipal Administration Letter Roc.No.43465/2006/KfW/WB3, dated 1.12.2008
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ORDER:

In the G.O. first read above, Government accorded administrative sanction for implementation of KfW assisted Sustainable Municipal Infrastructure Financing – Tamil Nadu (SMIF-TN) Program with a total project cost of Euro 77 million (equivalent to about Rs.500 crores), which investment component to Urban Local Bodies in Euro 65 million (equivalent to about Rs.422 Crores). The Government have also constituted an Empowered Committee for sanctioning, finalizing the means of finance including the quantum of capital grants and according administrative sanction for the sub-projects to be funded under the KfW assisted Sustainable Municipal Infrastructure Financing – Tamil Nadu (SMIF- TN) Program

2. The Director of Municipal Administration in his letter third read above, has sent proposals in respect of Panruti Municipality Grade I Municipality located in Cuddalore District, towards improvement to roads, storm water drains and water storage system. The approximate cost of the project is Rs.3.34 crores and the implementation period is 12 months.

	Components	Rs in crores	Percentage
1	ULB Contribution	0.34	10.18%
2	Loan under KfW assisted SMIF-TN Program	2.00	59.88%
3	Capital Grant under KfW Grant Fund I	1.00	29.94%
	Total Project cost	3.34	100%

3. The Panruti Grade I Municipality Council has also resolved to improve roads provide storm water drains and two overhead tanks at an estimated cost of Rs.3.75 crores.

4. The above proposals has been placed before the Empowered Committee constituted in the G.O first read above for consideration on 11.11.2008 by the TNUJFSL . The committee decided that the works relating to integrated improvement of roads with storm water drains and construction of overhead tanks, costing Rs.3.34 crores only be taken up. The balance of Rs.41 lakhs shall be taken up with own funds of the Municipality. The Committee after careful examination, resolved to (i) approve the proposal and accord administrative sanction for implementation of integrated improvement to roads with storm water drains and water storage system in Panruti Grade I Municipality at an estimated project cost of Rs. 3.34 crores, under KfW (ii) sanction of Rs. 1.00 crore as capital grant under KfW Grant Fund I and (iii) approve the following means of finance:

Sl. no.	Details	Amount (Rs. in crores)	%
1.	ULB Contribution	0.34	10.18%
2.	Loan under KfW assisted SMIF-TN Program	2.00	59.88%
3.	Capital Grant under KfW Grant Fund I	1.00	29.94%
	Total Project Cost	3.34	100%

(iv) The balance works which are small in nature costing Rs.41 Lakhs shall be taken up with own funds of the municipality.

5. Based on the approval of the Empowered Committee, the Government have carefully examined the proposal of the Director Municipal Administration and hereby, accord Administrative Sanction for Implementation of Integrated Improvement to Roads with Storm Water Drains and water storage system in Panruti Grade I Municipality at an

Estimated Cost of Rs.3.34 crores as per the pattern of funding outlined in para 4 above

6. Any escalation in project cost shall have to be borne by the Municipality only.

(BY ORDER OF THE GOVERNOR)

NIRANJAN MARDI,
SECRETARY TO GOVERNMENT.

To
The Managing Director & Chief Executive Officer,
Tamil Nadu Urban Infrastructure Financial Services Limited,
Chennai-17.
The Director of Municipal Administration, Chennai-5
The Managing Director,
Tamil Nadu Water Supply & Drainage Board,
Chennai-5.
The Commissioner, Panruti Municipality, Panruti..
The Accountant General, Chennai-18/35
The Resident Audit Officer, Chennai-9
Copy to: The Finance (MAWS /EAP)Department, Chennai-9
The Municipal Administration and Water Supply (OP 2/ /Budget)
Department, Chennai-9
The Municipal Administration and Water Supply (MA3- for further follow-
up action) Department, Chennai-9

//FORWARDED BY ORDER//

Princy
4.12.08
SECTION OFFICER