



### ABSTRACT

TNUDF III – Implementing of Phase I of the Water Supply Improvement Scheme to Pollachi Municipality – Revised administrative sanction and sanction of Additional loan – Orders issued,

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### MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

**G.O.(Ms).No.259**

**Dated: 30 .12.2009**  
**Read:**

Read again:

- 1) G.O.(Ms.)No.288, Municipal Administration and Water Supply Department, dated 8.6.2004

**Read also:**

- 2) From the Director of Municipal Administration Lr.No.58069/06/WS1, dated 19.12.2009

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### ORDER:

In the G.O.first read above, administration sanction has been accorded for implementing Water supply Improvement Scheme at Pollachi Municipality at an estimated cost of Rs. 9.30 crore under TNUDF III.

2.In the letter second read above, the Director of Municipal Administration has stated that the Government had accorded Administrative Sanction vide G.O No.288, MA&WS (MA3) Department, dt.2.6.04 for Rs.9.30 crore with Rs.5.94 crore for the first phase of improvement works and Rs.3.36 crore for the second phase. The funding pattern is mentioned below for both the phases.

#### Rs.in crore

TNUDF loan	5.86
Grant	2.51
ULB contribution	0.93
Total	9.30

The Phase I work was taken up initially. The TNUFSL sanctioned a loan of Rs. 2.56 crore for the first phase of for this project. The Phase I envisaged improvements to the existing Head Works, Treatment Plant, additional sump, 3 service reservoirs and the rehabilitation and the new distribution system. The

phase I comprises of extension of the distribution system to the unserved areas which is to be taken up.

3. The Director of Municipal Administration has stated that accordingly, the TNUIFSL has worked out the financial viability of the scheme and sanctioned an additional loan of Rs. 2.40 crore in the second meeting of the Project Finance Committee-I held on 14-09-2009. The SLPSC, has approved the sanction of additional loan of Rs.2.40 crore with the revised funding pattern as follows:

**Rs.in crore**

TNUDF loan	2.55
TNUDF additional loan	2.40
Grant GF I	1.87
ULB contribution	1.81
<b>Total</b>	<b>8.64</b>

The details of Financial Operating Plan are furnished as follows.

**Means of Finance: As per original sanction (2005)**

Details	Amount (Rs. In crore)
Grant (GFI)	1.87
Grant (GF II)(Supervision)	0.44
Own Contribution	1.37
TNUDF Loan	2.56
<b>Total Project Cost</b>	<b>6.24</b>

**Revised Means of Finance: As per re-appraisal (2009)**

Details	Amount (Rs. In crore)
TNUDF Loan – Already sanctioned (TNUDF III)	2.56
<b>TNUDF additional Loan – (TNUDF III)</b>	<b>2.40</b>
Grant – GF I	1.87
ULB/ Public Contribution	1.81
<b>Total Project Cost</b>	<b>8.64</b>

4. The Director of Municipal Administration has stated that the SLPSC in its 7<sup>th</sup> meeting held on 17.11.09 has approved and recommended to the Government for sanction of additional loan of Rs.2.40 crore as per the revised funding pattern for implementing Phase I of the Water Supply Improvement Scheme to Pollachi Municipality.

5. The Director of Municipal Administration has therefore requested the Government to accord the revised Administrative Sanction for the implementing Phase I of the Water Supply Improvement Scheme to Pollachi Municipality as per the revised means of finance.

6. The Government have carefully examined the proposal of the Director of Municipal Administration and the recommendation of the 7<sup>th</sup> SLPSC and hereby accord the Revised Administration Sanction for Rs. 8.64 crores and also sanction an additional loan of Rs.2.40 crores from the loan component of TNUDP III for implementing Phase I of the Water Supply Improvement Scheme to Pollachi Municipality.

**(BY ORDER OF THE GOVERNOR)**

**NIRANJAN MARDI,  
SECRETARY TO GOVERNMENT.**

To

The Director of Municipal Administration, Chennai – 5.

The Managing Director and Chief Executive Officer, Tamil Nadu Urban Infrastructure Financial Services Limited , Chennai-17.

The Commissioner, Pollachi Municipality, Pollachi, Salem (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, PA), Chennai-9.

**Copy to:**

The Finance (MAWS )Department, Chennai-9.

The Senior Personal assistant to Minister (Finance), Chennai-9.

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

The Private Secretary to Secretary, Municipal Administration and Water Supply Department, Chennai0.

Sf/Sc.

**/ Forwarded by Order/**

**SECTION OFFICER**