



### ABSTRACT

**TNUDP - III Delegation of Powers to Director of Municipal Administration for procurement of goods, services and equipment etc. upto the value of Rs. 10.00 lakhs to the Director of Municipal Administration's component under TNUDP III - Orders - Issued.**

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

**G.O.(Ms) No. 266**

**Dated: 27.10.2010**

**Read:**

1. G.O.(Ms) No. 55, Municipal Administration and Water Supply Department, dated 29.4.2005.
2. G.O. (Ms) No. 215, Municipal Administration and Water Supply Department, dated 24.9.2009.
3. G.O. (Ms) No. 94, Municipal Administration and Water Supply Department, dated 24.6.2005.
4. The Commissioner of Municipal Administration Lr. Roc. No. 42177/2006/WB1, dated 28.7.2006.
5. The Director of Municipal Administration Roc.No. 42177/2006/WB1, dated 14.9.2010

### ORDER:

In the letter 5<sup>th</sup> read above, the Commissioner of Municipal Administration has stated that in Government order second read above, the Government have issued orders empowering the Commissioner of Municipal Administration to accord Administrative Sanction for all works ranging from Rs. 25.00 lakhs to Rs. 1.00 crore. He has added that in Government order first read above, Government have issued orders for approving the implementation of the TNUDP - III Project with the World Bank, in which it has been ordered therein that proposals for all other project components including administrative sanction for consultancies, other services and equipment upto the value of Rs. 1.00 crore may be approved by Commissioner of Municipal Administration after being cleared by the Sub - Committee. In respect of works, consultancies, services



and goods costing over Rs. 1 crore, these will be examined and cleared by the State level Project Sanctioning Committee in periodic meetings.

2. The Commissioner of Municipal Administration has further stated that the Sub-Committee in its meeting held on 3.7.2006 (5<sup>th</sup> Sub-Committee Meeting) suggested that Commissioner of Municipal Administration may seek approval for delegation of power for procurement of goods, services and equipment etc., under Commissioner of Municipal Administration component of TNUDP III which are required for day to day administration upto the value of Rs. 10.00 lakhs and for all the items above Rs. 10.00 lakhs and upto Rs. 1.00 crore the relevant subjects may be placed before the Sub-Committee.

3. The Director of Municipal Administration has informed that in the Government order third read above orders issued empowering the Sub Committee constituted under the TNUDP III to accord sanction for all works up to the value of Rs. 1.00 crore. As of now, the sanction of the Sub committee has to be obtained for incurring expenditure for small amounts even below fifty thousand such as procuring stationary items, computer spares, printers etc. All Stationary items including Xerox paper, file boards, toners for printers etc., furniture's like tables, chairs, cupboards etc, required to be procured for the use of the office. The stationary items, furnitures etc are required for the day to day functioning of the office which may cost less than Rs. 1.00 lakh and as of now for each and every item the matter has to be placed before the Sub Committee for getting either approval prior to the procurement or for getting the ratification. As per the existing procedure since there is no delegation of financial power to the Director of Municipal Administration under the Tamil Nadu Urban Development Project III, for each and every items of expenditure even for small amounts like Rs. 20,000, Rs. 25,000, Rs. 50,000 etc., for the purchase of stationary, systems, printers etc the matter has to be placed before the Sub Committee for its approval or ratification has to be obtained after incurring the expenditure in view of urgency and such expenditure items cannot wait till convening the next meeting of the Sub Committee. Therefore in order to avoid such a situation and for the smooth functioning, the Sub Committee has recommended in its meeting held on 3.7.2006 to provide financial powers to the Director of Municipal Administration up to Rs. 10.00 lakh to meet small items of expenditure for procuring goods, services, equipments such as computers, printers etc.

4. In the above circumstances the Director of Municipal Administration has requested the Government that in respect of implementation of the Director of Municipal Administration's Component under TNUDP III, Government may delegate powers to Commissioner of Municipal Administration to accord sanction for the procurement of goods, services and equipment etc. to the value upto Rs. 10.00 lakhs.

5. The Government after careful examination have accepted the proposal of Director of Municipal Administration in para 4 above and accordingly the



Government delegate the Financial powers to Director of Municipal Administration to accord sanction for the procurement of goods services and equipment etc., to the value upto Rs. 10.00 lakhs under Director of Municipal Administration's component of Tamil Nadu Urban Development Project – III.

6. This order issues with the concurrence of Finance Department vide its U.O. No. 52251/MAWS /2006, dated 21.9.2006.

(BY ORDER OF THE GOVERNOR)

K. ASHOK VARDHAN SHETTY,  
PRINCIPAL SECRETARY TO GOVERNMENT.

To  
The Director of Municipal Administration, Chennai-5.  
The Managing Director and Chief Executive Officer,  
Tamilnadu Urban Infrastructure Financial Services Limited, Chennai-17.  
The Pay and Accounts Officer (East), Chennai-5.  
The Account General, Tamil Nadu, Chennai-18  
The Account General (Audit) , Chennai-108

Copy to:  
The Special PA to Honble Deputy Chief Minister, Chennai – 9.  
The Finance (MAWS) Department, Chennai-9.  
The Municipal Administration and Water Supply (OP-II) Department, Chennai-9  
The Private Secretary to Principal Secretary to Government,  
Municipal Administration and Water Supply Department,  
Chennai-9.  
SF/SC.

/ Forwarded by Order/

  
SECTION OFFICER  
27/10/10