



### ABSTRACT

Grants – 13<sup>th</sup> Central Finance Commission recommendation grants from the year 2010 – 11 to 2014 – 2015 – Urban Local Bodies – Release of Rs.92,12,77,500/- as 2<sup>nd</sup> instalment of General Basic Grant for the year 2011 – 12 – Orders issued

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

G.O.(D) No.512

Dated: 27.12.2011

Read:

1. G.O. (Ms) No.86, Finance (Budget Co-ordination) Department, dated: 8.3.2011.
2. G.O.(D) No:251, Municipal Administration and Water Supply(MA2) Department, dated: 11.7.2011.
3. From the Commissioner of Municipal Administration Lr. Roc.No. 15985/ P1/2011-2, dated 22.11.2011.

#### ORDER:

In the Government Order first read above, Government have provided funds towards General Basic Grant based on the 13<sup>th</sup> Central Finance Commission recommendation in the Budget Estimate for the year 2011 – 12 as follows:-

1	Grants to the Municipal Corporations (D.P.Code 3604-00-191-JC-0919)	Rs.79,40,03,000 (Rupees Seventy nine crore forty lakh and three thousand only)
2	Grants to the Municipalities (D.P.Code 3604-00-192-JD-0915)	Rs.87,08,42,000 (Rupees Eighty seven crore eight lakh and forty two thousand only)
3	Grants to the Grade – III Municipalities (D.P.Code 3604-00-192-JE-0913)	Rs.17,77,10,000 (Rupees Seventeen crore seventy seven lakh ten thousand only)
	Total	Rs.184,25,55,000 (Rupees One hundred and eighty four crore twenty five lakh and fifty five thousand only)

The Government have also provided the funds towards the general performance grants based on the 13<sup>th</sup> Central Finance Commission

recommendation in the Revised Budget Estimate for the year 2011 – 12 as follows:-

1	Performance Grants to the Municipal Corporations: (DP Code: 3604 -00-191-JD-0917)	Rs.27,14,48,000 (Rupees Twenty seven crore fourteen lakh and forty eight thousand only)
2	Performance Grants to the Municipalities. (DP Code: 3604-00-192-JF-0911)	Rs.29,77,17,000 (Rupees Twenty nine crore seventy seven lakh and seventeen thousand only)
3	Performance Grants to the Grade – III Municipalities: ( DP Code: 3604-00-192-JG-0913)	Rs.6,07,54,000 ( Rupees Six crore seven lakh and fifty four thousand only)
Total		Rs.62,99,19,000 (Rupees Sixty two crore ninety nine lakh and nineteen thousand only)

2. In the letter third read above, the Commissioner of Municipal Administration has stated that, the total grants provided in the Budget Estimate for the year 2011 – 12 as follows:-

Sl.No	Name of the Urban Local Bodies	Grants	Performance Grants	Total
1	Corporations	Rs. 79,40,03,000	Rs. 27,14,48,000	Rs. 106,54,51,000
2	Municipalities	Rs. 87,08,42,000	Rs. 29,77,17,000	Rs. 116,85,59,000
3	Grade – III Municipalities	Rs. 17,77,10,000	Rs. 6,07,54,000	Rs.23,84,64,000
	Total	Rs. 184,25,55,000	Rs.62,99,19,000	Rs.247,24,74,000

The Government had released the following 50% of the General Basic grants only as 1<sup>st</sup> instalment for the year 2011 -12 vide the G.O. second read above.

Sl.No.	Name of the Urban Local Bodies	General Basic Grants
1	Corporations	Rs.39,70,01,500
2	Municipalities	Rs.43,54,21,000
3	Grade – III Municipalities	Rs.8,88,55,000
	Total	Rs.92,12,77,500

3. The Commissioner of Municipal Administration has, therefore, requested the Government to release the remaining 50% general basic grant and 100% of the performance grant for the second year 2011 -12 as follows:

Sl.No	Name of the Urban Local Bodies	General Basic Grants (50%)	Performance Grants (100%)	Total
1	Corporations	Rs. 39,70,01,500	Rs.27,14,48,000	Rs.66,84,49,500
2	Municipalities	Rs. 43,54,21,000	Rs.29,77,17,000	Rs.73,31,38,000
3	Grade – III Municipalities	Rs.8,88,55,000	Rs.6,07,54,000	Rs.14,96,09,000
	<b>Total</b>	<b>Rs. 92,12,77,500</b>	<b>Rs.62,99,19,000</b>	<b>Rs.155,11,96,500</b>

4. The Government after careful consideration, accord sanction and release only a sum of Rs. 92,12,77,500/- ( Rupees Ninety two crore twelve lakh seventy seven thousand and five hundred only) towards the second instalment of General Basic Grant for the year 2011-12 as below: (pending receipt of grant from the GOI)

Sl.No	Name of the Urban Local Bodies	General Basic Grants (50%)
1	Corporations	Rs. 39,70,01,500
2	Municipalities	Rs. 43,54,21,000
3	Grade – III Municipalities	Rs.8,88,55,000
	<b>Total</b>	<b>Rs. 92,12,77,500</b>

5. The amount sanctioned in para 4 above shall be debited to the following heads of accounts :-

**For Municipal Corporations**

**General Basic Grants (50%) Rs. Rs.39,70,01,500/-** (Rupees Thirty nine crore seventy lakh one thousand and five hundred only)

3604-00. Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 191. Assistance to Municipal Corporations – II State Plan – JC. Grants to Municipal Corporations as per the recommendation of 13<sup>th</sup> Finance Commission – Controlled by Commissioner of Municipal Administration – 09. Grants – in – Aid-01 – Grants for Current Expenditure. (D.P.Code 3604 – 00 – 191 – JC – 0919)



For Municipalities :

General Basic Grants (50%) Rs. 43,54,21,000/- (Rupees forty three crore fifty four lakh and twenty one thousand only)

3604-00. Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 192 – Assistance to Municipalities / Municipal Councils – II. State Plan – JD. Grants to Municipalities as per recommendation of 13<sup>th</sup> Finance Commission – Controlled by Commissioner of Municipal Administration – 09. – Grants – in- Aid – 01 – Grants for Current Expenditure (D.P.Code 3604-00-192-JD-0915)

For Grade III Municipalities

General Basic Grants (50%) Rs.8,88,55,000/- (Rupees Eight Crore eighty eight lakh and fifty five thousand only)

3604-00. Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 192 – Assistance to Municipalities / Municipal Councils– II. State Plan – JE. Grants to Grade III Municipalities as per the recommendation of 13<sup>th</sup> Finance Commission – Controlled by Commissioner of Municipal Administration – 09. – Grants – in- Aid – 01 – Grants for Current Expenditure (D.P.Code 3604-00-192-JE-0913)

**Grants Total – Rs.92,12,77,500/-** ( Rupees Ninety two crore twelve lakh seventy seven thousand and five hundred only)

6. The Commissioner of Municipal Administration is authorized to draw the amount sanctioned in para 4 above and to disburse the grants to all the civic bodies. The Commissioner of Municipal Administration is directed to furnish the Utilization Certificate in the prescribed format for the entire grant released by the Government at the earliest, so as to forward the same to the Government of India.

7. This order issues with the concurrence of Finance Department vide its U.O No. 65354/ MAWS/ 2011, dated 23.12.2011.

(BY ORDER OF THE GOVERNOR)

SHEELA BALAKRISHNAN  
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT.

To

The Commissioner of Municipal Administration, Chennai – 5.

The Commissioner, Corporation of Chennai, Chennai – 3.

The Managing Director, Chennai Metro Water Supply and Sewerage Board,  
Chennai – 2.

The Director of Town Panchayats, Chennai – 108.

✓ The Pay and Accounts Officer (East), Chennai – 5 (2 Copies)

The Accountant General, Chennai – 18

The Accountant General Chennai – 35

**Copy to ;** The Finance (MAWS) Department, Chennai-9.

The Municipal Administration and Water Supply (OP 2 / Budget) Department,  
Chennai-9

The Private Secretary to Additional Chief Secretary, Municipal Administration  
and Water Supply Department, Chennai – 9

*/ Forwarded by Order/*

  
(Z. ABRAHAM)

UNDER SECRETARY TO GOVERNMENT

  
27/12/11