



ABSTRACT

Grants - XIIth Central Finance Commission – Grants to Urban Local Bodies – Release of IInd Installment of grant to Municipal Corporations/Municipalities/Third Grade Municipalities for the year 2009 – 2010 – Orders – Issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

G.O.(D).No. 508

Dated: 24. 11.2009

Read:

1. G.O. (D) No. 336, MA &WS Department, dated 27.07.2009.
2. From the Director of Municipal Administration Lr. No. 24359/2009/ P2/ dated 16.09.2009.

ORDER:

In the G.O. read, above the Government have released an amount of Rs. 41,1487 crore to the ULBs in Tamil Nadu as XII Central Finance Commission Grants as 1st Installment.

2. The Director of Municipal Administration in his letter read above has stated that in the Budget Estimate for the year 2009 – 2010, the Government have provided funds towards Twelfth Finance Commission grants as follows.

1	Grants to Municipal Corporations as per the recommendation of 12 th Finance Commission – controlled by DMA	Rs. 35,46,40,000/-
2	Grants to Municipalities as per the recommendation of 12 th Finance Commission – controlled by DMA	Rs. 38,89,60,000/-
3	Grants to Third Grade Municipalities as per the recommendation of 12 th Finance Commission – Controlled by DMA.	Rs. 7,93,74,000/-
	Total	Rs. 82,29,74,000/-

The Director of Municipal Administration has therefore requested the Government to release the balance 50% of the amount as IInd installment grant as per the Budget Estimate for the year 2009 -2010 so as to distribute the funds to the ULBS.

3. The Government after careful examination and in anticipation of the receipt of second installment from Government of India sanction and release the second installment grant for the year 2009 – 2010 as follows:-

	Amount (in Rs.)	Head of Account (DP Code)
1.Grants to Municipal Corporations	17,73,20,000 (Rs. Seventeen crores, seventy three lakhs and twenty thousand only)	3604-00-191-JB-0911
2. Grants to Municipalities	19,44,80,000 (Rs. Nineteen crores, forty four lakhs and eighty thousand only)	3604-00-192-JB-0919
3. Grants to III Grade Municipalities.	3,96,87,000 (Rs. Three crores, ninety six lakhs and eighty seven thousand only)	3604-00-192-JC-0917
Total	41,14,87,000	

4. The distribution among various municipalities shall be made by giving 75% weightage to population (2001 census) and balance 25% weightage to financial parameters.

5. The amount sanctioned in para 3 above shall be utilized as below:-

(a) 50% for the scheme of Solid Waste Management through Public Private Partnership. The Municipalities should concentrate on collection, segregation and transportation of Solid Wastes. The cost of these activities whether carried out in-house or out-sourced could be met from the grants.

(b) 25% of the grant for conversion of earthen/metal road into BT/CC roads and for formation of storm water drains wherever required.

(c) 25% for miscellaneous works such as creation of database, payment of electricity charges etc.

6. The Director of Municipal Administration is directed to ensure that 50% of the grants sanctioned in para 3 above are utilized only for the schemes of Solid Waste Management and the balance 50% shall be utilized for the purposes as mentioned in para 5 (b) and (c) above.

7. Necessary provisions have been made in the Budget Estimate 2009 – 2010. The Director of Municipal Administration is authorized to draw and disburse the amount sanctioned in para 3 above to all Municipal Corporations/Municipalities/IIIrd Grade Municipalities.

8. The Director of Municipal Administration is also directed to furnish the Utilization Certificates for the utilization of the amount sanctioned in para 3 above to the Government in the format prescribed by Government of India so as to forward the same to the Government of India, early.

9. The expenditure sanctioned in para 3 above shall be debited to the following heads of account:-

For Municipal Corporations: Rs. 17,73,20,000/- (Rupees Seventeen crores seventy three lakhs and twenty thousand only)

3604.00. Compensation and Assignments to local bodies and Panchayat Raj Institutions - 191. Assistance to Municipal Corporations - Schemes in the Eleventh Five Year Plan - II State Plan - JB. Grants to Municipal Corporations as per the recommendations of 12th Finance Commission - Controlled by Commissioner of Municipal Administration - 09. Grants-in-aid - 01. Grants for Current Expenditure. (DPC 3604 00 191 JB 0911).

For Municipalities: (Rs. 19,44,80,000/-) (Rupees Nineteen crores forty four lakhs and eighty thousand only).

3604.00. Compensation and Assignments to local bodies and Panchayat Raj Institutions - 192. Assistance to Municipalities/Municipal Councils - Schemes in the Eleventh Five Year Plan - II State Plan - JB. Grants to Municipalities as per the recommendations of 12th Finance Commission - Controlled by Commissioner of Municipal Administration - 09. Grants-in-aid - 01. Grants for Current Expenditure. (DPC 3604 00 192 JB 0919).

For Grade III Municipalities: (Rs.3,96,87,000/- (Rupees three crores ninety six lakhs and eighty seven thousand only.)

3604.00. Compensation and Assignments to local bodies and Panchayat Raj Institutions - 192. Assistance to Municipalities/Municipal Councils - Schemes in the Eleventh Five Year Plan - II State Plan - JC. Grants to Third Grade Municipalities as per the recommendations of 12th Finance Commission - Controlled by Commissioner of Municipal Administration - 09. Grants-in-aid - 01. Grants for Current Expenditure. (DPC 3604 00 192 JC 0917).

10. This order issues with the concurrence of Finance Department vide its U.O. No. 67010/MAWS/09, dated 19.11.2009.

(BY ORDER OF THE GOVERNOR)

NIRANJAN MARDI,
SECRETARY TO GOVERNMENT.

To
✓ The Director of Municipal Administration, Chennai-5.
The Commissioner, Corporation of Chennai, Chennai-3.
The Director, Finance Commission, Block No. 11, Vth Floor,
CGO Complex, Lodhi Road, New Delhi- 110 003.
The Pay and Account Officer (East) Chennai - 5(2 copies).
The Accountant General, Chennai-18.
The Accountant General(Audit), Chennai-18.
The Resident Audit Officer, Chennai-9.
The Director of Local Fund Audit, Chennai-108.
copy to: The Finance (MAWS/FC IV/W&MI) Department, Chennai-9.
The P.S. to Secretary to Govt, MAWS Dept, Chennai-9.
The Municipal Administration and Water Supply(Budget/ OP.II) Department, Chennai-9.

/ Forwarded by Order/

1c. 
24/11/09
SECTION OFFICER