



ABSTRACT

State Finance Commission Devolution (5th State Finance Commission) – Permission to defer the recovery of Interest Free Ways & Means advance sanctioned to the Greater Chennai Corporation, Coimbatore and Salem Corporations from their Devolution Grant for first 2 quarters for the year 2019-2020 - Orders – Issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (FC) DEPARTMENT

G.O.(D)No.498

Dated 18.12.2019

திருவள்ளூர்வராண்டு, 2050
விகாரி வருடம், மார்கழி-2

Read:

1. G.O.(D)No.416, Municipal Administration and Water Supply (MC1) Department, dated 13.10.2017.
2. G.O.(D)No.264, Municipal Administration and Water Supply (FC) Department, dated 26.06.2018.
3. G.O.(D)No.290, Municipal Administration and Water Supply (FC) Department, dated 25.07.2019.

Read also:

4. From the Commissioner of Municipal Administration Letter Roc.No.13806/2007/I.H.S.D.B3, dated 25.07.2019.
5. From the Commissioner, Greater Chennai Corporation Letter No.F.A.C.No.L&G-1/2383/2017, dated 26.07.2019 and 14.10.2019.
6. From the Commissioner of Municipal Administration Letter Roc.No.8740/2019/LA3, dated 21.10.2019.

ORDER:

In Government Order first read above, orders were issued for sanction of Interest Free Ways & Means Advance of Rs.793.81 crore to Greater Chennai Corporation, Coimbatore and Salem Corporations. Further, it was ordered that the recovery of the 1st instalment to commence from 2018-2019 as follows:-

Rs.in crore			
Sl. No	ULB	Amount sanctioned	No of instalment for recovery
1.	Chennai	504.23	3
2.	Coimbatore	147.06	3
3.	Salem	142.52	5

2. In Government Order second read above, orders were issued for release of devolution grant to Municipal Corporations and Municipalities for the period from April 2018 to January 2019. Further it was ordered that the recovery of Ways and Means Advance sanctioned to the Greater Chennai Corporation, Coimbatore and Salem Corporations shall commence from the year 2019-2020.

3. In Government Order third read above, orders were issued for release of devolution grant to Municipal Corporations and Municipalities for the period from April 2019 to January 2020 and the Commissioner of Municipal Administration was directed to recover the 1st installment of Interest Free Ways and Means Advance from the Greater Chennai Corporation, Coimbatore and Salem Corporations from their devolution grant for the year 2019-2020 are as detailed below:-

Rs.in crore

Sl. No	ULBs	Amount sanctioned	No. of instalment	Amount to be recovered during 2019-2020	Recovery per month
1.	Chennai	504.23	3	168.08	14.006
2.	Coimbatore	147.06	3	49.02	4.085
3.	Salem	142.52	5	28.51	2.376

4. In the letter fourth, fifth and sixth read above, the Commissioner of Municipal Administration and the Commissioner, Greater Chennai Corporation have stated that in Coimbatore and Salem Corporations and Greater Chennai Corporation several projects are in progress and principal and interest amount have to be paid for various loans. Therefore, taking into consideration of the financial positions of the above Urban Local Bodies, they have requested to defer the recovery of Interest free ways and means advance from the State Finance Commission devolution grant for the year 2019-2020.

5. The Government after careful examination of the request of the Commissioner of Municipal Administration and the Commissioner, Greater Chennai Corporation and impact of G.O(Ms) No.150, Municipal Administration and Water Supply (MA4) Department, dated 19.11.2019 with-holding increase in property tax till the receipt of report of Expert Committee constituted have decided to accord permission to

Commissioner of Municipal Administration to defer the recovery of Interest Free Ways & Means advance sanctioned to the Greater Chennai Corporation, Coimbatore and Salem Corporations from their State Finance Commission Devolution Grant for first 2 quarters for the year 2019-2020 and orders accordingly.

6. This order issues with the concurrence of Finance Department vide its U.O.No.347/Prl.Secy(Ex)/Fin(MAWS)/2019, dated 18.12.2019.

(BY ORDER OF THE GOVERNOR)

**HARMANDER SINGH
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT**

To:

The Commissioner of Municipal Administration, Chennai – 28.
The Commissioner, Greater Chennai Corporation, Chennai– 3.
The Commissioners' Coimbatore and Salem Corporations.
The Pay and Accounts Officer (East), Chennai – 8
The Accountant General (GSSA) Chennai – 18.
The Accountant General (Audit) Chennai – 18.

Copy to:-

The Senior Private Secretary to the Additional Chief Secretary to Government, Municipal Administration and Water Supply Department, Chennai-9.
The Finance (MAWS/SFC-MC/W&M-II) Department, Chennai-9.
The Municipal Administration and Water Supply Department (OP-2/MC1/MC2) Department, Chennai-9.

//FORWARDED BY ORDER//

Bmythili
(B.MYTHILI)

UNDER SECRETARY TO GOVERNMENT.

File
18/12/19