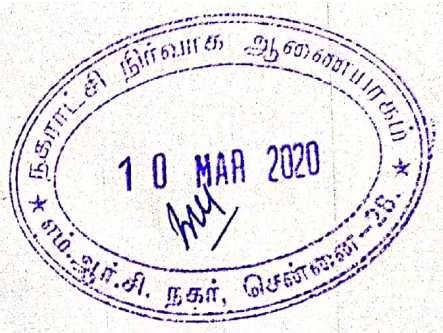

ABSTRACT

Atal Mission for Rejuvenation and Urban Transformation (AMRUT) 2017-2020 – Implementation of Water Supply Improvement Scheme(WSIS) to added areas of Coimbatore Corporation with River Bhavani as Source (Pillur III) at an estimated cost of Rs.779.86 Crore – Implementation by Tamil Nadu Water Supply and Drainage Board (TWAD) – Alternate fund tie-up under Housing and Urban Development Corporation (HUDCO) loan – Revised Administrative Sanction – Orders - Issued.

Municipal Administration and Water Supply (MC2(2)) Department

G.O.(Ms) No.36 **Dated: 10.03.2020**

திருவள்ளுவராண்டு, 2051

விகாரி வருடம், மாசி 27

Read:-

1. G.O. (Ms) No.50, Municipal Administration and Water Supply (MA2) Department, Dated 21.05.2018.
2. From the CMA Letter Roc.No.30826/2017/IHSDP3, Dated 07.01.2020 and 13.01.2020

ORDER:-

In the Government order first read above, the Government have accorded Administrative Sanction for implementation of Water Supply Improvement Scheme to the expanded area of the Coimbatore Corporation including newly added areas with River Bhavani as source (Pillur – III) at an estimated cost of Rs.740.15 Crore with the following funding pattern under Atal Mission for Rejuvenation and Urban Transformation (AMRUT) with both Government of India share and State share, Asian Development Bank fund (Tamil Nadu Urban Flagship Investment Program (TNUFIP)) and annual maintenance cost of Rs.20.17 Crore to be met out by the Coimbatore Corporation:-

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(Rs. in crore)

GOI Share under AMRUT	214.27
GOTN Share under AMRUT	129.86
ULB share under own fund	74.02
ADB fund (Tamil Nadu Urban Flagship Investment Program (TNUFIP))	322.00
Total	**740.15**

2. In the letter second read above, the Commissioner of Municipal Administration has sent a proposal seeking for Revised Administrative Sanction at an estimated cost of Rs.779.86 Crore with Annual Maintenance cost of Rs.22.98 Crore for implementing Water Supply Improvement Scheme (WSIS) to added areas of Coimbatore Corporation with River Bhavani as source and he has stated as follows:-

(i) The work was entrusted to Tamil Nadu Water Supply and Drainage Board (TWAD). Tamil Nadu Water Supply and Drainage Board has taken up implementation in 3 packages viz., Package I Head Works, Package II Water Treatment Plant (WTP) & Package III Tunnel. The tenders for these packages have been finalized and awaiting No Objection Certificate from Asian Development Bank (ADB) for award.

(ii) The lands are required for establishing Head Works at River Bhavani, Water Treatment Plant at Kattan Hills, Master Storage Reservoir at Pannimadai, Transmission lines for a length of 30.24 km and feeder mains.

(iii) During Atal Mission for Rejuvenation and Urban Transformation (AMRUT) review meeting held on 11.11.2019 at New Delhi, it was informed that the Government of India is planning not to consider financing for projects taken up after December 2019. Hence, all the tenders have to be finalized at the earliest, to get financial assistance under Atal Mission for Rejuvenation and Urban Transformation. During the Chief Secretary review meeting held on 26.12.2019, Tamil Nadu Urban Infrastructure Financial Services Limited (TNUIFSL) has informed that Asian Development Bank has proposed to include this project in Tamil Nadu Urban Flagship Investment Program (TNUFIP) – Tranche III, provided the project falls under Social Categorization B. However, if more than 200 project affected pattadars lose more than 10% of their land, it will get changed to **A** Category which Asian Development Bank will not be funding. It was decided to take up Civil Works

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of Head Works, Construction of Water Treatment Plant and Tunnel works, as tenders are finalized by Tamil Nadu Water Supply and Drainage, so as to avail funding under Atal Mission for Rejuvenation and Urban Transformation.

(iv) Based on the discussion during the meeting the Council of the Corporation has resolved for taking up the implementation of Water Supply Improvement Scheme by availing loan from Housing and Urban Development Corporation (with Government guarantee) along with Atal Mission for Rejuvenation and Urban Transformation fund sanctioned already vide Corporation Council Resolution No.405, dated 30.12.2019.

(v) Regarding the Land Acquisition, Government order was obtained under Right to Fair Compensation and Transparency in Land Acquisition, Rehabilitation and Resettlement Act with an allocation of Rs.105.56 Crore under Corporation own fund/Capital Grant Fund, and an amount of Rs.60 Crore has been allotted and released under Capital Grant Fund in the year 2017-2018 and 2018-2019. Now, the Land Acquisition cost is arrived at Rs.104.00 crore. So, fund tie up has to be made for the balance amount of Rs. 44 crore (Rs.104 Cr - Rs.60Cr) also.

(Vi) The Commissioner of Municipal Administration in his proposal has further stated that the Managing Director, Tamil Nadu Water Supply and Drainage Board has requested for sanction of additional funds for the tendered 3 packages. Based on the proposal received from the Managing Director, Tamil Nadu Water Supply and Drainage Board, the revised fund requirement details of Rs. 779.86 Crore (including tender excess) for implementation and the Annual Maintenance cost for Rs. 22.98 Crore (including price escalation) is as follows:

Packages	**Sanctioned Amount as per AMRUT**	**Sanctioned Amount as per G.O. (2017-18 SoR)**	**Tender Value including GST**	**Tender Value including GST, LS and Overheads**
Package-I, Providing Improved water supply from River Bhavani to newly added areas of Coimbatore Corporation.(Head works, Pipeline, MST and MSRs) **BOQ Value– Rs. 434.55Cr**	500.05	570.27	470.15	614.86

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Package-II, Design and Construction of Water Treatment Plant of 178.30 MLD capacity. **BOQ Value - Rs. 92.27 Cr**	92.51	105.21	104.90	92.51
Package-III, Design and Construction of 900m of Tunnel across Kattan Hills for Cler water Main from Water Treatment Plant to MST at Pannimadai. **BOQ Value - Rs. 54.88 Cr**	56.85	64.67	61.36	72.49
Total	**649.41**	**740.15**	**636.41**	**779.86**
Annual Maintenance cost : Rs. 22.98 Crore (including price escalation)				

- Balance Fund Tie-up required based on award:Rs.**39.71Cr** (Rs.779.86cr–Rs.740.15cr)
- Additional fund required for Land Acquisition: Rs.**44 Cr** {Rs.104cr–Rs.60cr(allocated under CGF)}

(Vii) Considering the financial position of the Coimbatore Corporation, the amount of Housing and Urban Development Corporation loan may be raised to Rs. 405.71 Crore (Rs.322cr. + Rs.39.71cr. + Rs.44cr.).

3. The Commissioner of Municipal Administration has therefore requested the Government to accord necessary Revised Administrative Sanction for the revised estimate cost of **Rs. 779.86 Crore** for implementation of Water Supply Improvement Scheme with Annual Maintenance cost of Rs.22.98 Crore with the following revised funding pattern for implementing Water Supply Improvement Scheme to added areas of Coimbatore Corporation with River Bhavani as Source (Pillur III) sanctioned under Atal Mission for Rejuvenation and Urban Transformation 2017 - 2020 by delinking Asian Development Bank funding and for availing Housing and Urban Development Corporation loan for an amount of **Rs.405.71 Crore** (including Land Acquisition cost of Rs.44 Crore) directly by

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the Coimbatore City Municipal Corporation with Government Guarantee:-

(Rs. in crore)

GOI Share under AMRUT	214.27
GOTN Share under AMRUT	129.86
ULB share under own fund	74.02
HUDCO loan(Rs. 322cr+Rs.39.71cr)	361.71
Total	**779.86**

4. The Government, after careful examination of the proposal of the Commissioner of Municipal Administration, have decided to accept the same and accord revised administrative sanction for the revised estimate cost of **Rs.779.86 Crore** for implementation of Water Supply Improvement Scheme with Annual Maintenance cost of Rs.22.98 Crore for implementing Water Supply Improvement Scheme to the added areas of Coimbatore Corporation with River Bhavani as Source (Pillur III) sanctioned under Atal Mission for Rejuvenation and Urban Transformation 2017 - 2020 by delinking Asian Development Bank funding and permitted availing Housing and Urban Development Corporation loan for an amount of **Rs.405.71 Crore** (including Land Acquisition cost of Rs.44 Crore) directly by the Coimbatore City Municipal Corporation with Government Guarantee with the revised funding pattern as mentioned at para 3 above.

5. This order issues with the concurrence of Finance Department vide its U.O.No.7584/Fin(MAWS)/2020, dated.25.02.2020.

(BY ORDER OF THE GOVERNOR)

HARMANDER SINGH,
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

To
The Commissioner of Municipal Administration,
Chennai – 600 028.
The Chairman and Managing Director,
Tamil Nadu Urban Finance and
Infrastructure Development Corporation
Limited, Chennai- 600 005.

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The Managing Director,
Tamil Nadu Water Supply & Drainage Board,
Chennai – 600 005.
The Managing Director,
Tamil Nadu Urban Infrastructure
Financial Services Ltd.,Chennai – 600 028.
The Pay and Accounts Officer (East), Chennai – 600 005.
The Accountant General, Chennai – 18/35.

Copy to:

The Hon'ble Chief Minister's Office,
Chennai – 600 009.
The Hon'ble Deputy Chief Minister's Office,
Chennai – 600 009.
The Finance Department, Chennai – 600 009.
The Special Personal Assistant to the Hon'ble Minister
for Municipal Administration, Rural Development and
Implementation of Special Program, Chennai – 600 009.
The Private Secretary to the Additional Chief
Secretary to Government, Municipal Administration and
Water Supply Department, Chennai – 600 009.
The Municipal Administration & Water Supply (OP2) Department,
Chennai – 600 009.
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// FORWARDED BY ORDER //

SECTION OFFICER
16/3/2020

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