



ABSTRACT

Grants – Award under 15th Central Finance Commission – Release of **Rs.295.25 crore** as first installment of Basic Grant for the year 2020-2021 to Non-Million Plus Cities (Cantonment Boards, Municipal Corporations, Municipalities and Town Panchayats) – Sanctioned - Orders – Issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (FC) DEPARTMENT

G.O.(D)No.213

Dated 23.06.2020

திருவள்ளூர்வராண்டு, 2051
சார்வரி வருடம் – ஆனி 9

Read:

1. G.O.(Ms)No.84, Finance (FC IV) Department, Dated 31.03.2017.
2. From the Director, Finance Commission Division, Department of Expenditure, Ministry of Finance, GOI Letter No.F.15(3)/FC-XV/FCD/2020-25-ULB Release No.1/2020- , Dated 19.05.2020.
3. From the Commissioner of Municipal Administration Lr.Roc.2925/2018/LA3, dated 21.05.2020.
4. From the Commissioner of Municipal Administration Lr.Roc.7979/2020/LA3, dated 27.05.2020.

ORDER:

The Ministry of Finance, Government of India in its release order second read above, among others, have sanctioned and released a sum of Rs.295,25,00,000/- (Rupees Two Hundred and Ninety Five Crore and Twenty Five Lakh only) as first installment of Basic grant to Non-Million Plus Cities of the State of Tamil Nadu for the year 2020-2021 as recommended by 15th State Finance Commission.

2. The Ministry of Finance, Government of India while releasing the Grant has stated that the States while allocating grants to Urban Local Bodies in Non-Million Plus cities, should also make allotment of grants on population basis for the Cantonment Boards within their territories as per the list at Annex 5.4 of the FC-XV Report for the year 2020-21. For urban local bodies other than Million-Plus cities, the grants should be distributed to all urban local bodies on the basis of accepted recommendations of the latest State Finance Commission (SFC) suitably modified to accommodate the Cantonment Boards. In case of non-availability of State Finance Commission recommendation for distribution within a particular category

the allocations should be on the basis of population and area in the ratio of 90:10.

3. It was also informed that these basic grants are untied and can be used by the local bodies for locations-specific felt needs, except for salary or other establishment expenditure. The above local body grant is released in advance. Subsequent instalments will be released as per the provisions in the Operational Guidelines on the subject which will be issued in due course of time.

4. The Commissioner of Municipal Administration in his letter fourth read above has stated that as population alone is fixed as the criteria for allocation of grant to Cantonment Boards, the population of two Cantonment Boards namely St. Thomas Mount and Wellington is added with the total population of all Municipalities and share of each cantonment Board (for the 1st instalment of Central Finance Commission grant of Rs.125,93,50,000/-) is calculated as follows:

Allocation to St.Thomas Mount = Rs.62,42,545/-
Allocation to Wellington = Rs.27,74,116/-

5. Accordingly, the Government accord sanction and release a sum of **Rs.295,25,00,000/-** (Rupees Two Hundred and Ninety Five Crore and Twenty Five Lakh only) as the first installment of Basic Grant for the year 2020-2021 under the award of 15th Central Finance Commission to Non-Million Plus Cities (i.e) Cantonment Boards, Municipal Corporations, Municipalities and Town Panchayats as detailed below:

ULBs	Amount (in Rs.)
Cantonments Boards	90,16,661/- (Rupees ninety lakh sixteen thousand six hundred and sixty one only)
Municipal Corporations	34,70,00,000/- (Rupees thirty four crore and seventy lakh Only)
Municipalities	125,03,33,339/- (Rupees one twenty five crore three lakh thirty three thousand three hundred and thirty nine only)
Town Panchayats	134,61,50,000/- (Rupees One hundred and thirty four crore sixty one lakh and fifty thousand only)
Total	295,25,00,000/- (Rupees Two Hundred and Ninety five Crore and Twenty Five Lakh only)

6. The amount sanctioned at para 5 above shall be debited under the following heads of account:-

a. Cantonment Boards – Rs.90,16,661/- (Rupees ninety lakh sixteen thousand six hundred and sixty one only)

3604-00. Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 192 - Assistance to Municipalities

Central Sector Schemes – SC Basic Grants to Non-Million Cities as per the recommendation of 15th Finance Commission - Municipalities – 309 - Grants – in – aid-01 – Grants for Current Expenditure. (D.P.C 3604 – 00 – 192 – SC- 30901)
(D.P.C 3604-00-192-SC-0918) Old DPC

b. Municipal Corporations – Rs.34,70,00,000/- (Rupees thirty four crore and seventy lakh Only)

3604-00 - Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 191 - Assistance to Municipal Corporations Central Sector Schemes – SD Basic Grants to Non-Million Cities as per the recommendation of 15th Finance Commission - Corporations –309 - Grants – in – aid-01 – Grants for Current Expenditure. (D.P.C 3604 – 00 – 191 – SD- 30901)
(D.P.C 3604-00-191-SD-0918) Old DPC

C. Municipalities – Rs.125,03,33,339/-(Rupees one twenty five crore three lakh thirty three thousand three hundred and thirty nine only)

3604-00. Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 192 - Assistance to Municipalities Central Sector Schemes – SC Basic Grants to Non-Million Cities as per the recommendation of 15th Finance Commission - Municipalities – 309 - Grants – in – aid-01 – Grants for Current Expenditure. (D.P.C 3604 – 00 – 192 – SC- 30901)
(D.P.C 3604-00-192-SC-0918) Old DPC

d. Town Panchayats – Rs.134,61,50,000/- (Rupees One hundred and thirty four crore and sixty one lakh and fifty thousand only)

3604-00. Compensation and Assignments to Local Bodies and Panchayat Raj Institutions – 193 – Assistance to Nagar Panchayats /Notified Area Committees or equivalent thereof - Central Sector Schemes – SC. Basic Grants to Town Panchayats as per the recommendation of 15th Finance Commission – 309. – Grants – in- aid – 01 – Grants for Current Expenditure.
(D.P.C 3604-00-193-SC-0916).
(D.P.C 3604-00-193-SC-0916) Old DPC

7. The Commissioner of Municipal Administration and Director of Town Panchayats are authorized to draw the amount sanctioned in para 5 above. The Commissioner of Municipal Administration is authorized to draw the amount as mentioned at paras 6(a), 6(b) and 6(c) above and disburse the same to the Cantonments Boards, Corporations and Municipalities respectively. The Director of Town Panchayats is authorized to draw the amount sanctioned in para 6(d) above and disburse the same to the Town Panchayats.

8. The Commissioner of Municipal Administration and the Director of Town Panchayats are requested to follow the recommendation of the 15th Finance Commission while releasing grants to Urban Local Bodies in Non-Million Plus cities, should also make allotment of grants on population basis for the Cantonment Boards within their territories as per the list at Annex 5.4 of the FC-XV Report for the year 2020-21. Further the grant may be utilised to clear the payments to utilities i.e Tamil Nadu Water Supply and Drainage Board and Tamil Nadu Generation and Distribution Corporation on priority.

9. The Commissioner of Municipal Administration and the Director of Town Panchayats are requested to furnish necessary Utilization Certificate towards the Utilization of funds sanctioned at para 5 above in the prescribed format for forwarding the same to the Government of India, immediately.

10. This order issues with the concurrence of Finance Department vide its U.O.No.48/SS(PK)/Finance (MA&WS)/2020, Dated 22.06.2020.

(BY ORDER OF THE GOVERNOR)

HARMANDER SINGH

ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

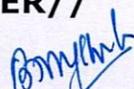
To

The Commissioner of Municipal Administration, Chennai – 28.
The Commissioner, Greater Chennai Corporation, Chennai – 3.
The Director of Town Panchayats, Chennai – 28.
The Pay and Accounts Officer (East), Chennai – 8
The Pay and Accounts Officer (North), Chennai - 1.
The Accountant General (A&E) Chennai – 18.
The Accountant General (Audit) Chennai – 18.
St. Thomas Mount and Wellington Cantonment Board.

Copy to:-

The Director, Finance Commission Division,
Department of Expenditure, Ministry of Finance,
Government of India, New Delhi -110 003.
The Ministry of Housing and Urban Affairs,
Government of India, Nirman Bhawan, New Delhi -110 001.
The Finance (MAWS/FC-I/FC-II/SFC-MC/W&M-I/BG-M) Department,
Chennai-9.
The Municipal Administration and Water Supply (OP.2/ T.P.2/
M.C.1/M.W.) Department, Chennai-9.

//FORWARDED BY ORDER//


(B.MYTHILI)

UNDER SECRETARY TO GOVERNMENT.

Proceedings of the Commissioner of Municipal Administration,

Chennai-28

Present: Dr. K. Baskaran,I.A.S.,

Roc. No. 7979 / 2020 / LA3

Date: 25. 06 .2020

Sub: Central Grants - 15th Central Finance Commission recommendation grants – Basic Grant to Non-Million Plus Cities to the Corporations for the year 2020–2021 – Release of **1st installment** grant to the **Eight Municipal Corporations** – orders issued - Reg.

Ref: GO (D) No:213, Municipal Administration and Water Supply (FC) Department, dated:23.06.2020.
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ORDER:-

In the Government Order read above, Government have sanctioned a sum of **Rs.34,70,00,000/-** (Rupees Thirty Four Crore and Seventy Lakh only) as the 1st installment of Basic Grant to Non-Million Plus Cities (**Eight Corporations**) for the year 2020-2021 under the of 15th Central Finance Commission Grant.

The distribution formula recommended in the Fifth State Finance Commission, Tamilnadu have been adopted for distribution of CFC grant to the Eight Municipal Corporations as indicated below.

Municipal Corporations	Rs. 34,70,00,000/-
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The Government have authorized the Commissioner of Municipal Administration to draw and disburse the above grants to the Municipal Corporations.

Hence, sanction is hereby accorded for the release of Basic Grant to the Non-Million Plus Cities (**Eight Corporations**) **Rs.34,70,00,000/-**

(Rupees Thirty Four Crore and Seventy Lakh only) as 1st installment for the year 2020-2021 to the Eight Corporations, as per the **Annexure**.

The Accounts Officer of this Commissionerate is hereby authorized to draw the above sanctioned grant amount by presenting necessary bills to the Pay & Accounts Office (East), Chennai-8 and the above expenditure shall be debited to the following head of account:-

"3604-00 Compensation and Assignments to Local bodies and Panchayat Raj Institutions - 191 - Assistance to Municipal Corporations - SD. Basic Grants to Non-Million Cities as per the recommendation of 15th Finance Commission - Corporations - 309 - Grants - in aid - 01 - Grants for Current Expenditure"
(OLD D.P.C: 3604-00-191-SD-0918)
(IFHRMS D.P.C: 3604-00-191-SD-30901)

All the Corporation Commissioners are instructed to utilize the Basic grants now distributed in the following order of priority:-

- The Grant shall be utilised to clear the payments to utilities i.e Tamil Nadu Water Supply and Drainage Board and Tamil Nadu Generation and Distribution Corporation on priority.

Enclosure:- Annexure

Municipal
Commissioner of Municipal Administration

To:-

- 1] All Corporation Commissioners (including Chennai).
- 2] Accounts Officer of this Commissionerate.
- 3] Pay and Accounts Officer (East), Chennai-8.

Copy to:-

"A" Section of this office & Bills

25/6/20

5/14

15th CFC - Non-Million Cities (Basic Grant) to the Eight Municipal Corporations for the year 2020-2021 - 1st Installment

(GO (D) No: 213, MA&WS (FC) Department Dated: 23.06.2020
Proceeding No. 7979/2020/LA3, dated: 25.06.2020)

Sl. No.	NAME OF THE CORPORATIONS	Total population as per 2011 Census	65% allocation for Total Population of the ULB (Rs.)	Area of the Municipality (in Square Kilo Meter)	15% allocation for Area of the ULB (Rs.)	Slum Population	10% for allocation Slum Population (Rs.)	Criteria for Income Distance (as per 5th SFC details)	10% for allocation Income Distance (Rs.)	Total Grant Allocation (Rs.)
1	Salem	829267	46955617	91.34	6813390	343536	12610120	1653002789.11	6888762	73267888
2	Tirunelveli	474838	26886770	108.65	8104607	93555	3434108	976609846.08	4069946	42495431
3	Tiruppur	877778	49702457	159.35	11886508	102143	3749346	2293230136.12	9556860	74895171
4	Erode	498469	28224829	109.52	8169503	88620	3252960	1094642861.40	4561840	44209132
5	Vellore	500331	28330261	87.92	6558279	162627	5969523	894106925.91	3726122	44584185
6	Thoothukudi	372408	21086872	90.66	6762666	22814	837430	598280900.16	2493290	31180257
7	Thanjavur	222943	12623710	36.33	2709990	43502	1596821	456502545.66	1902439	18832959
8	Dindigul	207327	11739485	14.01	1045058	88531	3249693	360112486.11	1500741	17534977
	Total	3983361	225550000	697.78	52050000	945328.00	34700000	8326488490.55	34700000	347000000

Municipal

Commissioner of Municipal Administration

b/14

25/6/2020

