

Proceedings of the Commissioner of Municipal Administration (i/c),

Chennai - 600 028.

Present: Tmt.Kalaiselvi Mohan, I.A.S.,

Roc.No.7188 / 2020 / LA3

Dated:26.08.2020

**Sub. :** Grant – State Finance Commission Devolution (5<sup>th</sup> SFC) – Grant to Corporations for the year **2020-21** – Release of 5<sup>th</sup> State Finance Commission Grant to the **Municipal Corporations** for the month of **August 2020** – Regarding.

**Ref. :** 1) G.O.No.84, Finance (FC-IV) Department, dated 31.03.2017.  
2) G.O.(D) No.286 , MA&WS (FC) Department, dated:21.08.2020.

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ORDER :

As per Fifth State Finance Commission's recommendation the following criteria and weightages is adopted for sharing of SFC devolutions to Urban Local Bodies.

a) Population as per 2011 census	:	65%
b) Area	:	15%
c) Per capita Consumption Expenditure Distance	:	10%
d) Proportion of Slum Population	:	10%
<b>Total</b>	:	<b>100%</b>

Government in the G.O. 2<sup>nd</sup> cited have accorded sanction for the release of **Rs.48,35,13,540/- (Rupees Forty eight crore thirty five lakh thirteen thousand five hundred and forty only)** as Devolution of 5<sup>th</sup> SFC to the **CORPORATIONS** for the month of **August 2020**.

*As per the Demand raised by the respective institutions, the deductions made from the SFC devolution due to **Twelve Corporations** and distribution of grant for the month of **August 2020** as detailed below:*

(In Rupees)

<b>Director of Local Fund Audit, Chennai – 35.</b>	Towards deduction of Pension Payment to the Retired Municipal employees. (Rupees Four crore four lakh thirty six thousand and three hundred only)	<b>4,04,36,300</b>
<b>TNUDF</b>	Towards deduction of repayment of loan due to TNUDF (Rupees Two crore twenty five lakh six thousand two hundred and fifty three only)	<b>2,25,06,253</b>
<b>The Chairman &amp; Managing Director TUFIDCO</b>	Towards deduction of Repayment of loan due to TUFIDCO	<b>50,00,000</b>
	IUDM	<b>50,00,000</b>
	(Rupees Fifty lakh only)	
<b>The Managing Director, Chennai Metropolitan Water Supply and Sewerage Board, Chennai – 2.</b>	Allotment to Greater Chennai Corporation is <b>Rs.22,96,27,484/-</b> out of this 15% share to CMWSSB as per SFC Recommendation is worked out to <b>Rs.3,44,44,123/-</b> (Rupees Three crore forty four lakh forty four thousand one hundred and twenty three only)	<b>3,44,44,123</b>
<b>12 Corporations</b>	Towards distribution of grant amount to 12 Municipal Corporations (Rupees forty one crore fifty five lakh seventy thousand nine hundred and eighty seven only)	<b>41,55,70,987</b>
	<b>Grand Total</b>	<b>48,35,13,540</b>

The expenditure of **Rs.48,35,13,540/-** (Rupees forty eight crore thirty five lakh thirteen thousand five hundred and forty only) 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. State's Expenditure – AA Grants to Municipal Corporations as per the recommendation of State Finance Commission – Controlled by Commissioner of Municipal Administration – 309 Grants – in – Aid - 02 Grants for Creation of Capital Assets

(D.P. Code 3604-00-191-AA-30902) IFHRMS DPC

(D.P. Code 3604-00-191-AA-0921) Old DPC

The Accounts Officer of this office is authorized to draw and disburse the above amount by presenting necessary bills at the Pay and Accounts Office (East).

  
Commissioner of Municipal Administration(i/c)

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Encl.: Annexure I

0801  
27/8/20

To

The Accounts Officer of this office  
Pay and Accounts Officer (East)  
The Director of Local Fund Audit, Chennai-108.  
The Managing Director, TNUIFSL, Chennai.  
The Chairman and Managing Director, TUFIDCO, Chennai-18.  
The Managing Director, TWAD Board, Chennai – 5.  
The Director NTADCL, Chennai-35.

Copy to:

- 1) Financial Advisor of this office
- 2) The Municipal Corporation Commissioner concerned (Requested to reconcile the amount with DLFA, TNUDF at once)
- 3) Superintendent / Assistant 'A' Sec

RELEASE OF SFC GRANT TO CORPORATIONS FOR THE MONTH OF AUGUST 2020

(Annexure-I)

Sl. No.	NAME OF THE CORPORATIONS	Allotment for the month of August 2020	PENSION (DLFA)		TNUDF Annuity Dues For the month of August 2020	TUFDICO		Gross Deduction	Net Release
			For the month of August 2020	(Rs.)		IUDM	(Rs.)		
1	Chennai	195183361	9916748	(Rs.)		(Rs.)	9916748	(Rs.)	185266613
2	CMWSSB (15%)	34444123							34444123
3	Coimbatore	52705029	386959		805000		1191959		51513070
4	Madurai	42493973	261975		8074287		8336262		34157711
5	Salem	26024194	923511		5439315	5000000	11362826		14661368
6	Tiruchirappalli	30244028	2026867				2026867		28217161
7	Tirunelveli	16164774	598626				598626		15566148
8	Tiruppur	27817834	3855481		8187651		12043132		15774702
9	Erode	16739556	3659831				3659831		13079725
10	Vellore	16484730	4600148				4600148		11884582
11	Thoothukudi	12154696	4820667				4820667		7334029
12	Thanjavur	6954704	5033749				5033749		1920955
13	Dindigul	6102538	4351738				4351738		1750800
		483513540	40436300		22506253	5000000	67942553		415570987

Commissioner of Municipal Administration(I/C)

*[Handwritten Signature]*

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27/8/20



## **ABSTRACT**

State Finance Commission Devolution (5<sup>th</sup> SFC) – Grants to Municipal Corporations and Municipalities for the year 2020-2021 – Release of Grant for the month of August 2020 to Municipal Corporations and Municipalities – Orders – Issued.

## **MUNICIPAL ADMINISTRATION AND WATER SUPPLY (FC) DEPARTMENT**

**G.O.(D)No. 286**

**Dated 21.08.2020**

திருவள்ளூர்வராண்டு, 2051  
சார்வரி வருடம் - ஆடி

### **Read:**

1. G.O.(Ms)No.84, Finance (FC-IV) Department, dated 31.03.2017.
2. G.O.(D) No.223, Municipal Administration and Water Supply (FC) Department, dated 29.06.2020.
3. G.O.(D) No.250, Municipal Administration and Water Supply (FC) Department, dated 29.07.2020
4. From the Commissioner of Municipal Administration Letter Roc.No.7188/2020/LA3, dated 03.08.2020.

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### **ORDER:**

Based on the Fifth State Finance Commission recommendation vide the Government Order first read above, it has been ordered that the Devolution Grant for the Urban Local Bodies shall be released in 10 monthly instalments (from April to January) as per the existing procedure based on Budget Estimate provisions and the balance based on Revised Estimate provisions for State Own Tax Revenue (SOTR).

2) In the Government Order second read above, the Government have adopted a methodology that the provision made in the Budget Estimate 2020-2021 under the State Finance Grant, the 5% of amount to be devolved each and every month (from the month of April 2020 to January 2021) and the sanction for the balance amount would be accorded in 4 instalments from: February to March 2020-2021. Accordingly, the Government have sanctioned for the release of Devolution Fund of the Fifth State Finance Commission to the Municipal Corporations and Municipalities for the months of April, May, June and July 2020.

3) In the letter fourth read above, the Commissioner of Municipal Administration has requested orders of the Government to release Devolution Fund as per the recommendation of the Fifth State Finance Commission to the Municipal Corporations and Municipalities for the month of August, 2020 and he has also requested to authorize him to draw and disburse the amount to Urban Local Bodies.

(Rs. in thousands)

Head of Department	BE 2020-2021	Revised (60% of BE 2020-2021)	For every month up to Jan.2021 (5% of Revised amount)	For remaining 4 Instalment
Corporations	16117118	9670270.8	4835135.4 (483513.54x10 Instalments)	4835135.4 (to be released 12.5%x4)
Municipalities	11684911	7010946.6	3505473.3 (350547.33x10 Instalments)	3505473.3 (to be released 12.5%x4)

4) The Government after careful examination of the proposal of Commissioner of Municipal Administration accord sanction for release of Rs.35,05,47,330/- (Rupees Thirty five crore five lakh forty seven thousand three hundred and thirty only) to Municipalities and a sum of Rs.48,35,13,540/- (Rupees Forty eight crore thirty five lakh thirteen thousand five hundred and forty only) to Municipal Corporations (including Greater Chennai Corporation) as Devolution Grant as per the recommendation of the Fifth State Finance Commission for the month of August 2020.

5) The amount sanctioned in para 4 above shall be debited under the following heads of account:-

**Devolution Grant:**

**Municipalities: Rs.35,05,47,330/- (Rupees Thirty five crore five lakh forty seven thousand three hundred and thirty only)** for the month of August 2020

3604-00 Compensation and Assignments to Local bodies and Panchayat Raj Institutions – 192 Assistance to Municipalities / Municipal Councils. State's Expenditure – AA Grants to Municipalities as per the recommendation of State Finance Commission - Controlled by Commissioner of Municipal Administration – 309 Grants – in – Aid -02 Grants for Creation of Capital Assets.

**(D.P.Code 3604-00-192-AA-30902)IFHRMS DPC**

**(D.P. Code 3604-00-192-AA-0929) Old DPC**

**Municipal Corporations: Rs.48,35,13,540/- (Rupees Forty eight crore thirty five lakh thirteen thousand five hundred and forty only) for the month of August 2020**

3604-00 Compensation and Assignments to Local bodies and Panchayat Raj Institutions - 191 Assistance to Municipal Corporations. State's Expenditure - AA Grants to Municipal Corporations as per the recommendation of State Finance Commission - Controlled by Commissioner of Municipal Administration -309 Grants - in - Aid -02 Grants for Creation of Capital Assets.

**(D.P.Code 3604-00-191-AA-30902)IFHRMS DPC**

**(D.P. Code 3604-00-191-AA-0921) Old DPC**

6) The Commissioner of Municipal Administration is authorized to draw the amount sanctioned in para 4 above and disburse to the concerned Urban Local Bodies.

7) This order issues with the concurrence of Finance Department vide its U.O.No. 26333/Fin(MAWS)/2020, dated 18.08.2020.

**(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 Pay and Accounts Officer (East), Chennai - 8. (4 Copies)

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-I) Department, Chennai-9.

The Municipal Administration and Water Supply (OP-2/MC1) Department, Chennai-9.

SF/SC

**//FORWARDED BY ORDER//**

*B. Mythili*  
**(B.MYTHILI)**

**UNDER SECRETARY TO GOVERNMENT.**

*J.P.*  
*24/8/2020*

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