Tamil Nadu Urban Development Fund - World Bank assisted Tamil Nadu Sustainable Urban Development Project – Release of loan of Rs.50.00 crore - Orders – Issued.

Municipal Administration & Water Supply (MA2) Department

G.O.(Ms)No.167 **Dated: 25.11.2022**
திருவள்ளுவராண்டு, 2052
சுபகிருது,கார்த்திகை8
Read:

1. G.O.(Ms) No.05, Municipal Administration and Water Supply (MAII) Department, Dated:13.01.2016.
2. G.O.(Ms.)No.95, Municipal Administration and Water Supply (MA2) Department, Dated:28.06.2022.
3. From the Chairman, Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited, Letter No.TNSUDP/Loan–TNUDF /2015/28, Dated:18.10.2022.

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ORDER:-

In the Government Order first read above, administrative sanction has been issued for the World Bank assisted Tamil Nadu Sustainable Urban Development Project (TNUSDP). The total outlay of the project is US $ 600 million equivalent to about Rs.3,831 crore, of which World Bank assistance is US $ 400 million equivalent to about Rs.2,554 crore. The project has been restructured by reallocating the funds within the components of the project during July 2020 and June 2021. In the Government order second read above, orders have been issued for ratification of restructuring of Tamil Nadu Sustainable Urban Development Project made in July 2020 and June 2021 and approval for revised allocation amongst various components consequent to restructuring and exchange rate variation. The revised total outlay of the project is US $ 609 million equivalent to about Rs.4,104.86 crore, of which World Bank assistance is US $ 400 million equivalent to about Rs.2,770.39 crore. The project implementation period is from June 2015 to March 2022 and has been extended up to March 2023.

2. In the letter third read above, the Chairman and Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited(TNUIFSL)has stated that, in accordance to the Government order second read above, the revised allocation of loan to Tamil Nadu Urban Development Fund (TNUDF) for providing sub-loans to sub-borrowers for sub-projects is Rs.1,397.80 crore (US$ 203.50 million) (revised allocation

of Rs.1,299.35 crore and exchange rate variation of Rs.98.45 crore). The entire allocation of Rs.1,397.80 crore has been fully committed as loan for 31 sub-projects.

3. Of the revised allocation of Rs.1,397.80 crore, orders for release of Rs.1,292.00 crore have been issued by the Government. A sum of Rs.1,241.78 crore has been disbursed to Urban Local Bodies. The Details of loan sanctioned by Tamil Nadu Urban Development Fund and loan disbursed to Sub-projects under World Bank assisted Tamil Nadu Sustainable Urban Development Project are as follows:-

(Rs. in crore)

Sl. No	Name of the ULB	Scheme	Loan Sanctioned	Loan Disbursed
1	Greater Chennai Corporation	Integrated SWD in Adyar &Cooum Basins	770.74	770.74
2	Tambaram Corporation (Pallavaram)	Restoration of Zamin PallavaramPeriya Eri and Keelkattalai Eri	8.99	8.79
3	CMWSSB	TTRO Plant in Kodungaiyur	153.00	130.89
4	Sankarankoil Municipality	Combined Water Supply Scheme (6 ULBs)	77.86	57.77
5	Namakkal Municipality	Water Supply	42.31	31.00
6	Nagercoil Corporation	Water Supply	52.46	10.00
7	Cuddalore Corporation	Storm Water Drains	4.20	2.50
8	Greater Chennai Corporation	Street Lights	18.24	18.24
9	Tuticorin Corporation	Storm Water Drains	9.61	8.30
10	Tambaram Corporation (Pallavaram)	Water Supply Improvement - Pallavaram	59.97	59.97
11	Tambaram Corporation (Pammal)	Water Supply Improvement - Pammal	25.86	25.86
12	Theni Municipality	Water Supply Improvement	41.30	40.67
13	Greater Chennai Corporation	Street Lights	41.14	41.14
14	Pollachi Municipality	Roads	2.47	2.00
15	Gobichettipalayam Municipality	Roads	4.92	3.86
16	Tenkasi Municipality	Roads	2.75	2.45
17	Coimbatore Corporation	Roads	8.62	3.44
18	Erode Corporation	Roads	2.47	0.97
19	Vellore Corporation	Roads	2.95	0
20	Tiruppur Corporation	Roads	2.52	1.37
21	Tirunelveli Corporation	Roads	3.70	1.56
22	Madurai Corporation	Roads	4.92	0

23	Avadi Municipal Corporation	Roads	3.70	1.41
24	Tambaram Corporation	Roads	2.47	0
25	Tambaram Corporation	Roads - Pallavaram	2.47	0
26	Paramakudi Municipality	Roads	2.47	0.99
27	Devakottai Municipality	Roads	2.81	2.53
28	Namakkal Municipality	Roads	2.47	0.90
29	Tiruchengode Municipality	Roads	2.47	2.32
30	Rasipuram Municipality	Roads	2.96	2.05
31	Greater Chennai Corporation	Storm Water Drains-Missing links	34.98	10.06
		Total	**1,397.80**	**1,241.78**

4. The Government has provided a sum of Rs.105.80 crore as loan to Tamil Nadu Urban Development Fund under Tamil Nadu Sustainable Urban Development Project in the Budget Estimate 2022-23.

5. In the letter third read above, the Chairman and Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited, has requested the Government to issue orders for the release of Rs.50.00 crore as loan under World Bank assisted Tamil Nadu Sustainable Urban Development Project, out of the Budget Estimate 2022-23, to Tamil Nadu Urban Development Fund as the funds are required for disbursement as loan to ULBs for the sub-projects under implementation. The loan of Rs.50.00 crore may be released to the Public Deposit Account (Account No. 35877330985) in the name of Tamil Nadu Urban Development Fund.

6. The Government after careful examination of the proposal of the Chairman and Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited, have decided to accept the same and accord sanction for release of a sum of Rs.50,00,00,000/- (Rupees fifty crore only) as loan under the Tamil Nadu Sustainable Urban Development Project to the Tamil Nadu Urban Development Fund (PD account No.35877330985). Necessary orders regarding fixation of interest rate for this portion of the loan will be issued separately by the Government and the Chairman and Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited is directed to send necessary proposal in this regard.

7. The amount sanctioned in para 6 above shall be debited to the following head of account:

"6217 – Loans for urban development – 60 – other Urban Development Schemes – 190 – Loans to Public Sector and Other

Undertakings –Externally Aided Projects. PK – Loans to Tamil Nadu Urban Development Fund for implementing World Bank assisted Tamil Nadu Sustainable Urban Development Project (TNSUDP) 502-Loan Outgo -01- Bearing Interest."

(IFHRMS DPC 6217-60-190-PK-502-01)

8. The amount sanctioned in para 6 above shall not be paid in cash but credited to the following Head of Account:-

"K Deposits and Advances- (b) Deposits Non Bearing Interest – 8443-00 Civil Deposits – 800 – Other deposits – ET – Deposits of Tamil Nadu Urban Development Fund – 801 – Receipts – 02 – Not Bearing Interest"

[IFHRMS DPC: 8443-00-800-ET-801-02] (Receipts)

9. Tamil Nadu Financial Code Volume-I, chapter X- Loans and Advances, articles from 219 to 225 prescribes the procedure to be followed till the final recovery of the loan. The Director of Municipal Administration shall adhere to the said procedures. The Manual of Loans and Advances also contains the types of heads of department-wise loan, the Loan Register to be maintained by the respective department and the authority responsible for disbursal/collection/ monitoring of collection, reconciliation of disbursal and recoveries and budgeting of receipts and outgo under the loans and advances. As per the above mentioned Code and Manual, the primary responsibility of monitoring and recovery of loans and ways & means advances sanctioned to the loanee institution by the Government solely rests with the Head of the Department / Administrative Department that draws and disburses the loans/ways & means advances.

10. The Director of Municipal Administration is authorized to prepare and submit an adjustment entry in the IFHRMS for effecting the above transfer.

11. The Director of Municipal Administration is also requested to inform the date of drawal of the loan directly to Finance (L&A cell and W&M-I) Department.

12. This order issues with the concurrence of Finance Department vide its U.O. No.47851/Fin (L&A Cell)/ 2022, Dated:22.11.2022 and Loan sanction ledger No.55(Fifty Five)/ 2022-2023 and the IFHRMS Loan Request No.513(Five Hundred and Thirteen).

//BY ORDER OF THE GOVERNOR //

SHIV DAS MEENA
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

To
The Director of Municipal Administration,
Chennai-600 028.

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The Chairperson and Managing Director,
Tamil Nadu Urban Infrastructure Financial
Services Limited, Chennai – 600 028.

The Pay and Accounts Officer (East),
Chennai-600 008. (2 copies)

The Accountant General, Chennai-600 018.

The Accountant General, Chennai-600 035.

Copy to:

The Finance (MAWS /Ways and Means I/
BG II/ L&A Cell) Department, Chennai-600 009.

The Municipal Administration and Water
Supply (OP.II) Department, Chennai-600 009.

//FORWARDED BY ORDER //

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ANNEXURE TO
G.O.(Ms)No.167, dated:25.11.2022
LOANS SANCTIONED BY GOVERNMENT OF TAMIL NADU
LOAN SANCTION LEDGER No.55/2022-2023

1.	Name of the borrower		Tamil Nadu Urban Development Fund.
2	HOD Controlling the Borrower		The Director of Municipal Administration,Chennai – 600 028.
3.	Amounts sanctioned		Rs. 50.00 crore (Rupees Fifty crore only)
4.	Sanction valid upto		31.03.2023
5.	Purpose of Loan		For Execution of Tamil Nadu Sustainable Urban Development Project.
6.	Payable in cash or adjustment.		Adjustment in PD Account
7.	Demand No. Sub. Head, Detailed Head under which loan is sanctioned. (both outgo and Receipt)		Demand No.34 – Municipal Administration and Water Supply Department 6217 – Loans for urban development – 60 – other Urban Development Schemes – 190 – Loans to public sector and other undertakings –Externally Aided Projects. PK – Loans to Tamil Nadu Urban Development Fund for implementing World Bank assisted Tamil Nadu Sustainable Urban Development Project (TNSUDP) 502-Loan Outgo-01-Bearing Interest (DPC: 6217-60-190-PK-502-01 (Outgo) 501-Loan Outgo-01-Bearing Interest (DPC: 6217-60-190-PK-501-01) (Receipt)
8.	Repayment period		24 years. From 1st April 2023 to 31stMarch 2047.
9.	Moratorium towards repayment if any.		Already Exhausted
10.	Date on which Repayment to commence.		1st April and 1st October every year. Annuity (Principal + Interest) payable from 1st April 2023 on semi-annual basis, on 1st April and 1st October every year.
11	Mode of Repayment		Semi-annual
12.	Interest (a) Normal Rate (Subject to orders of Government on fixing of Rates of interest for the financial year)		As per the orders issued in G.O.(Ms)No.5, Municipal Administration and Water Supply (MA2) Department, dated 13.01.2016, orders on rate of interest will be issued separately

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	(b) Penal Rate of Interest		Orders on penal rate of interest will be issued separately.
	(c)Mode of Recovery of Interest		Semi-annual
13	The head of Account to which interest has to be credited.		0049 – Interest Receipts – 04. Interest Receipts of State / Union Territory Governments – 190. Interest from Public Sector and Other Undertakings – DK. Loans to Tamil Nadu Urban Development Project. 225 Interest – 11 Public Sector Undertakings/ Boards/ Corporations. (D.P. Code 0049 04 190 DK 22511)
14.	G.O. No. and Date		G.O.(Ms).No.167,MunicipalAdministration and Water Supply Department, Dated:25.10.2022.

//FORWARDED BY ORDER //

25/11/22

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