



ABSTRACT

Tamil Nadu Urban Development Fund – Asian Development Bank assisted Tamil Nadu Urban Flagship Investment Program (TNUFIP) – Tranche-2 - Loan - Rs.36.50 crore – Released - Orders – Issued.

Municipal Administration & Water Supply (MA2) Department

G.O.(D).No.255

Dated: 18.07.2022

திருவள்ளூர்வராண்டு, 2053

சுபகிருது, ஆடி மாதம் 2-ஆம் நாள்

Read:

1. G.O.(Ms) No.43 Municipal Administration & Water Supply (MA2) Department, Dated 26.03.2020.
2. G.O.(D) No.435 Municipal Administration & Water Supply (MA2) Department, Dated 25.11.2021.
3. From the Chairman & Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited, Letter No.TNUFIP-T2/Loan-TNUDF/2020/07, Dated 17.06.2022.

ORDER:

In the Government Order first read above, the Government have accorded administrative sanction for the implementation of Asian Development Bank (ADB) assisted Tamil Nadu Urban Flagship Investment Program (TNUFIP) - Tranche-2. The total outlay of Tamil Nadu Urban Flagship Investment Program - Tranche-2 is US \$ 593.00 million, equivalent to about Rs.4,151 crore, of which Asian Development Bank assistance is US \$ 206.00 million equivalent to about Rs.1,442 crore. An amount Rs.487.01 crore has been allocated as loan to Tamil Nadu Urban Development Fund (TNUDF) for providing sub-loans to sub projects under the investment cost for water supply and sewerage projects.

2. In the letter third above, the Chairman and Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited. has stated that the entire allotment of Rs.487.01 crore has been committed for 6 sub-projects. A sum of Rs.222.00 crore has been released as loan by the Government to Tamil Nadu Urban Development Fund, of which, a sum of Rs.196.46 crore has been disbursed to the sub-projects and the balance

available is Rs 25.54 crore only. The details of loan sanctioned and disbursed are as follows:-

(Rs. in crore)				
Sl. No.	Fin. Year	G.O. No. for release of loan / Name of the ULB & Sub-project	Loan Sanctioned	Loan Disbursed
I	Amount Sanctioned & Released by Government to TNUDF			
1	2019-20	G.O.(D) No.43 MA & WS (MA2) Dept dt 26.03.2020.	487.01	-
2	2020-21	G.O.(D) No.237, MA & WS (MA2) Department dt 15.07.2020.	-	50.00
3		G.O.(D) No.42, MA & WS (MA2) Department dt 08.02.2021.	-	50.00
4	2021-22	G.O.(D) No.202, MA & WS (MA2) Department dt 28.06.2021.		75.00
5		G.O.(D) No.435, MA & WS (MA2) Department dt 25.11.2021.		47.00
Total - I			487.01	222.00
II	Amount Sanctioned & Disbursed by TNUDF to Sub-projects			
1	2020-21 to 2022-23	Trichy Corporation -Under Ground Sewerage Scheme- Phase-III	49.96	19.82
2		Ambur Municipality - Under Ground Sewerage Scheme	8.80	1.00
3		Tiruppur Corporation - Under Ground Sewerage Scheme – Phase-II	74.07	39.00
4		Vellore Corporation - Under Ground Sewerage Scheme – Phase-III	38.00	21.31
5		Tiruppur Corporation – Water Supply Improvement Scheme	126.28	80.13
6		Madurai Corporation -Water Supply Improvement Scheme	189.90	35.20
Total-II			487.01	196.46
III	Balance available		0	25.54

3. The Chairman and Managing Director, Tamil Nadu Urban Infrastructure Financial Services Ltd. has further stated that, a sum of Rs.73.00 crore has been provided by the Government in Budget Estimate 2022-23 under DP Code 6217-60-190-PQ-50201 (Demand No. 34 in Page No. 78) as loan to Tamil Nadu Urban Development Fund under Tamil Nadu Urban Flagship Investment Program -Tranche-2.

4. The Chairman and Managing Director, Tamil Nadu Urban Infrastructure Financial Services Limited has requested the Government to issue orders for release of Rs.36.50 crore as loan under ADB assisted Tamil Nadu Urban Flagship Investment Program -Tranche-2, out of the BE 2022-23 allocation, to Tamil Nadu Urban Development Fund, as loan to Urban Local Bodies for the ongoing projects under Tamil Nadu Urban Flagship Investment Program -Tranche-2. The Chairman and Managing

Director, Tamil Nadu Urban Infrastructure Financial Services Limited has also requested to release the loan of Rs.36.50 crore to the Public Deposit Account (Account No. 35877330985) in the name of Tamil Nadu Urban Development Fund.

5. 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 accordingly sanction a sum of Rs.36,50,00,000/- (Rupees Thirty Six Crore and Fifty Lakh Only) as loan under the Asian Development Bank assisted Tamil Nadu Urban Flagship Investment Program (TNUFIP) – Tranche-2 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.

6. The amount sanctioned in para- 5 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-State's Expenditure-PQ-Loans to TNUDF for implementation of Asian Development Bank assisted Tamil Nadu Urban Flagship Investment Program. (TNUFIP)" 502 – outgo- 01 Bearing Interest.

(IFHRMS DPC 6217-60-190-PQ- 50201)

7. The amount sanctioned in para-5 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)"

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

9. 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.

10. 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 disbursements and recoveries and budgeting of Receipts and Outgo under the Loans and Advances. As per the above Code and Manual, the primary responsibility of monitoring and recovery of Loans and Ways and 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 and Means Advances.

11. This order issues with the concurrence of Finance Department vide its U.O. No.33817/Finance (L&A Cell)/ 2022, Dated 14.07.2022 and Loan sanction ledger No.5 (Five) / 2022-2023 and the IFHRMS Loan Register No.353. (Three hundred and fifty three).

//BY ORDER OF THE GOVERNOR //

SHIV DAS MEENA

ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

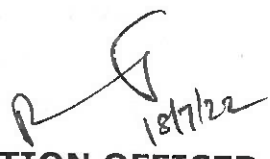
To

The Director of Municipal Administration, Chennai-600 028.
The Chairman 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//

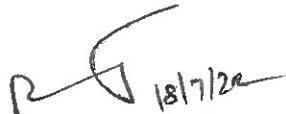

SECTION OFFICER

ANNEXURE TO
G.O.(D)No.255, Dated:18.07.2022
LOANS SANCTIONED BY GOVERNMENT OF TAMIL NADU
LOAN SANCTION LEDGER No.5/2022-2023

1.	Name of the borrower	Tamil Nadu Urban Development Fund.
2	HOD Controlling the Borrower	The Director of Municipal Administration, Chennai – 600 028.
3.	Amount sanctioned	Rs.36.50 crore (Rupees Thirty Six Crore and Fifty Lakh only)
4.	Sanction valid upto	31.3.2023
5.	Purpose of Loan	For Execution of Tamil Nadu Urban Flagship Investment Program- Tranche 2.
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 Project -PQ-Loans to TNUDF for implementation of Asian Development Bank assisted Tamil Nadu Urban Flagship Investment Program. (TNUFIP)" – 502 outgo – 01 Bearing Interest DPC 6217-60-190-PQ 50201 (outgo) 6217-60-190-PQ-50101 (Receipts) Old DPC 6217-60-190-PQ- 0001 (outgo) 6217-60-190-PQ-00J (Receipts)
8.	Repayment period	22 $\frac{3}{4}$ years (2 $\frac{3}{4}$ years of principal moratorium up to March 2025 and 20 years of principal repayment from April 2025 to October 2044).
9.	Moratorium towards repayment if any.	Principal Moratorium for the period up to 31 st March 2025.
10.	Date on which Repayment to commence.	Interest alone payable during the Principal Moratorium period (up to 31 st March 2025) on semi-annual basis, on 1 st April and 1 st October every year. Annuity (Principal + Interest) payable from 1 st April 2025 on semi-annual basis, on 1 st October and 1 st April every year.
11	Mode of Repayment	Semi-annual
12.	Interest (a) Normal Rate	Orders on rate of interest will be issued separately as per the orders issued in

	(Subject to orders of Government on fixing of Rates of interest for the financial year.)	G.O(Ms).No.43, Municipal Administration and Water Supply (MA.2) Department, dated 26.03.2020.
	(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. (DPC 0049 04 190 DK 22511)
14.	G.O. No. and Date	G.O.(D).No.255, Municipal Administration and Water Supply Department, Dated:18.07.2022.

//FORWARDED BY ORDER//

 18/7/22
SECTION OFFICER

Verified