



ABSTRACT

Chennai Metro Rail Project—Implementation of three Metro rail corridors under Phase-II – Implementation of part of the Phase-II Corridors to the length of 52.01 Km with assistance from Japan International Cooperation Agency (JICA) – Administrative sanction – Orders – Issued.

PLANNING, DEVELOPMENT AND SPECIAL INITIATIVES (S.I) DEPARTMENT

G.O.Ms.No.4

**Dated:11.01.2019
Vilambi, Margazhi – 27
Thiruvalluvar Aandu - 2049**

Read:

1. G.O.Ms.No.23, Planning, Development and Special Initiatives (SI) Department, Dated: 13.04.2017.
2. G.O.Ms.No.41, Planning, Development and Special Initiatives (SI) Department, Dated: 09.05.2018.
3. From the Managing Director, CMRL D.O Letter No579/CMRL/Comprehensive DPR for Phase-II/2017, dated 12.12.2018.

ORDER:

In the Government Order first read above, the Government has accorded approval for implementation of three Metro Rail Corridors for a total length of 107.55 Km under Phase-II of the Chennai Metro Rail Project at an estimated completion cost of Rs.85,047 crore and the project has been recommended to Government of India for their approval and funding and also for posing the project to Japan International Cooperation Agency (JICA) for external assistance.

2. Since the Government of India formulated the new Metro Rail Policy 2017 and decided that all future metro rail proposals would be considered only under the provisions of the new policy, the Detailed Project Report (DPR) for Phase-II was revised in consonance with Metro Rail Policy and the revised DPR at an estimated completion cost of Rs.79,961 crore (Reduction in the cost is due to introduction of GST) was sent to Government of India for their approval and also for posing the same for availing Special ODA loan from JICA.

3. The Japan International Cooperation Agency (JICA), which appraised the Phase-II proposals during their Mission to Chennai in January, 2018, has come forward to consider loan assistance for the following two priority corridors totaling to 52.01 kms in length:

Corridor – 3: Madhavaram to Sholingnallur – 35.67 Km.
Corridor – 5: Madhavaram to CMBT – 16.34 Km.

JICA has also emphasized that the funding for the above priority corridors could be considered only during the financial year 2017-18.

4. In the Government Order second read above, Orders have been issued treating the project posed for JICA funding for implementation of two priority corridors at a length of 52.01 Km mentioned in para 3 above, as "State Sector Project" without prejudice to further consideration of the project by Government of India for its financial assistance.

5. The Japan International Cooperation Agency (JICA) has approved the two priority stretches under Corridors 3 and 5 for a total length of 52.01 Km to be implemented at an estimated completion cost of Rs.40,941 crore of which the loan assistance from JICA would be in the order of Rs.20,196 crore. In this connection the notes were exchanged and Loan agreement for providing the 1st tranche under official Development Assistance (ODA) Loan of 75,519 Million Japanese Yen (Approximately Rs.4770 crore) also signed between Government of India and JICA on 21.12.2018.

6. The Managing Director, CMRL has requested the Government for issue of Administrative sanction for implementation of JICA assisted priority Corridors to the length of 52.01 Km at an estimated completion cost of Rs.40,941 crore under Phase-II of Chennai Metro Rail Project, based on the approval given by Japan International Cooperation Agency (JICA).

7. The Government after careful examination, accept the proposal of the Managing Director, CMRL and accord administrative sanction for implementation of following two priority stretches of Corridor-3 and Corridor-5 to the length of 52.01 Km under Phase-II of Chennai Metro Rail Project at an estimated completion cost of Rs.40,941 crore with external assistance from Japan International Cooperation Agency (JICA):

Corridor – 3: Madhavaram to Sholinganallur – 35.67 Km.
Corridor – 5: Madhavaram to CMBT – 16.34 Km.

8. The project sanctioned in para 7 will be funded by the State Government and Japan International Cooperation Agency as indicated below:

(Rs. in Crore)	
State Government –	13649
Subordinate Debt (Project Works) (40%)	
Japan International Cooperation Agency- Senior Term Debt (60%)	20196
Total Cost (Excluding land, R&R and State Taxes) (100 %)	33,845
State Government	
3) Subordinate Debt (Land and R & R)	5250
4) Subordinate Debt (State Taxes)	1846
Total Project completion cost	40941

9. The Government also direct that the work of implementation of Phase-II of Chennai Metro Rail Project be entrusted with the Chennai Metro Rail Limited.

10. The Government also direct that the loan assistance for the project will not be paid in cash but shall be credited into the Public Deposit Account in respect of Chennai Metro Rail Limited.

11. The expenditure on loan assistance to Chennai Metro Rail Limited 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 – PL Loans for Phase-II Metro Rail Corridors in Chennai Metropolitan Area with the assistance of Japan International Co-operation Agency (JICA) (DPC 6217 60 190 PL 0007)".

12. The Section Officer, Planning, Development and Special Initiatives (Bills) Department, Chennai-9 shall draw the loan amounts to be sanctioned under the project by means of an Account Payee cheque drawn in favour of Public Deposit Account of "Chennai Metro Rail Limited" bearing Account No.30317331180 which shall be collected by the Managing Director, Chennai Metro Rail Limited and deposit the same in the following Account:

"K. Deposit and Advances (b) – Deposits not bearing interest – 8443.00 Civil Deposits – 800 Other Deposits – DC Deposits of Chennai Metro Rail Limited".
(DPC 8443 00 800 DC 000E) (Receipts)

13. The Government of India shall pass the loan to the Chennai Metro Rail Limited through the State Government at the same terms and conditions of the loan agreement. Hence, the re-payment of Principal, and payment of Interest and other charges shall be borne by the Chennai Metro Rail Limited and remitted into the State Government account as per the terms and conditions mentioned in the agreement, to be executed between the State Government and Chennai Metro Rail Limited.

14. The Managing Director, Chennai Metro Rail Limited shall remit the repayment of loan into 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 – PL Loans for Phase-II Metro Rail Corridors in Chennai Metropolitan Area with assistance of Japan International Co-operation Agency (JICA) – Receipts (DPC 6217 60 190 PL 000D) Receipts".

15. The Managing Director, Chennai Metro Rail Limited shall remit the Interest and other charges in connection with Chennai Metro Rail Project in the following new head of account opened.

0049	- Interest Receipts
04	- Interest Receipts of State / Union Territory Governments
190	- Interest from Public Sector and Other Undertakings
EL	- Interest on the Loan to Chennai Metro Rail Limited (CMRL) for Phase – II Metro Rail Corridors in Chennai Metro Politan Area.
25	- Interest
11	- Public Sector Undertakings, Boards / Corporations

(DPC 0049 04 190 EL 25 11)

16. The Deputy Secretary to Government, Planning, Development & Special Initiatives (SI) Department shall take necessary steps to ensure prompt repayment of Principal and payment of Interest and other charges by Chennai Metro Rail Limited and send periodical status report to Government in Finance (EAP/L&A) Department in this regard.

17. This order issued with the concurrence of Finance Department vide its U.O.No. 569 / Hg & UD / 2019. Dated: 11.01.2019.

(BY ORDER OF THE GOVERNOR)

T.V.SOMANATHAN
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

To

The Managing Director, Chennai Metro Rail Limited, Chennai-107.

The Secretary to Government of India, Ministry of Housing and Urban Affairs, New Delhi.

The Chief Representative, JICA India Office, New Delhi

The Additional Chief Secretary to Government, Finance Department, Chennai-9.

The Principal Secretary to Government (i/c), Highways and Minor Ports Department, Chennai-9.

The Principal Secretary to Government, Municipal Administration and Water Supply Department, Chennai-9.

The Principal Secretary to Government (i/c), Transport Department, Chennai-9.

The Principal Secretary to Government, Housing and Urban Development Department, Chennai-9.

The Principal Secretary to Government, Revenue Department, Chennai-9.

The Member Secretary, Chennai Metropolitan Development Authority, Chennai-8.

Copy to

The Chief Minister's Office, Chennai-9.

The Private Secretary to Chief Secretary, Chennai-9.

The Private Secretary to Additional Chief Secretary to Government, Special Initiatives Department, Chennai-9.
SF/SC.

// FORWARDED BY ORDER //

J. Kumar
SECTION OFFICER

PS
11/1/19