



ABSTRACT

Centrally Sponsored Schemes – National Rurban Mission (NRuM) – Classification and Fund sharing pattern of Rurban Mission – Release of a sum of Rs.45 Crore (Rupees Forty Five Crore only) for 5 clusters of Tamil Nadu for the year 2016-17 under NRuM - Orders – Issued.

Rural Development and Panchayat Raj (CGS.2) Department

G.O. (Ms) No.42

Dated: 31.03.2017

Read:

From the Director of Rural Development and Panchayat Raj, Letter Roc.No. 83213/2015/MGNREGS III.1, dated 18.11.2016.

* * * * *

ORDER :

In the letter read above, the Director of Rural Development and Panchayat Raj has stated that the objective of the National Rurban Mission (NRuM) is to stimulate local economic development, enhance basic services, and create well planned Rurban clusters. To achieve the objectives of National Rurban Mission, the Government of India have identified Rurban Cluster for providing skill development training linked to economic activities, developing skills, local entrepreneurship and necessary infrastructure amenities. The projects shall be implemented over a fixed time-frame of three years by integrating and converging the implementation of the project components. It will be followed by an Operation and Maintenance period of 10 years. The Government of India has further stated that, the Project shall be considered as a unit of funding under the Mission. Funds for the Project shall be mobilized through convergence of various Central Sector, centrally sponsored and State Schemes. The Mission shall provide Critical Gap Funding (CGF) to the Project to supplement the funds mobilized through convergence of various schemes.

2. The Director of Rural Development and Panchayat Raj has also stated that the entire Critical Gap Funding would be released by the Ministry of Rural Development, Government of India to bridge the funding gap between availability and aspirations of the 'Rurban Cluster' as identified in the Integrated Cluster Action Plan (ICAP). For plain areas, the Critical Gap Funding would be capped at 30% of the Project capital expenditure (capital cost) or Rs.30 crores, whichever is lesser. In desert, hilly and tribal areas the Critical Gap Funding will capped at 30% of the Project capital expenditure (capital cost) with an upper limit of 15 crores.

3. It is further informed by the Director of Rural Development and Panchayat Raj that the 3rd Empowered Committee under NRuM has approved the 5 Integrated Cluster Action Plans (ICAPs) in respect of Tamil Nadu with the following Critical Gap Funding:-

(Rs.in Crores)

Sl. No.	Name of the State	Investment Estimated by State	30% of investment Estimated	CGF Projected by State	CGF Eligible (for 5 clusters)	Funds mobilized through Convergence
1.	Tamil Nadu (5 Non-Tribal)	552.79	165.84	150.00	150.00	402.79

Government of India in the letter dated 07.10.2016 have informed that as per Office Memorandum No.66 (01)/PF-II/2015 from Ministry of Finance, the National Rurban Mission has now been categorized as a Core Centrally Sponsored Scheme with a financial sharing pattern of 60:40 for all States excepting North Eastern and Himalayan States. Keeping this in view, the total Critical Gap Funding for a Non-Tribal cluster would be reduced to Rs.18 crore and Tribal to Rs.9 Crore. The balance amount of Rs.12 crore for Non-Tribal and Rs.6 crore for Tribal would have to come from the State Share. Hence, the Central Government Share of each 1st & 2nd instalment would be Rs.5.40 crore each and Rs.7.2 crore towards the 3rd instalment (5.4 crore + 5.4 crore + 7.2 crore = Rs.18 crore) and further informed that each release would be subject to State Government's supplementary matching share of 40% of the release of each instalment.

4. The Director of Rural Development and Panchayat Raj has further stated that according to the revised funding pattern of Government of India in the ratio of 60:40, the State Government's Share per cluster would be Rs.12 crores (Rs.3.6 crore + 3.6 crore + 4.8 crore) for 3 years (2016-17, 2017-18 & 2018-19) as detailed below:-

(Rs.in Crores)

Sl. No.	Financial Year	Central Share (per Cluster)	State Share (per Cluster)	Total (per Cluster)	Total (for 5 Cluster)
1	2016-17	5.40	3.60	9.00	45.00
2	2017-18	5.40	3.60	9.00	45.00
3	2018-19	7.20	4.80	12.00	60.00
	Total	18.00	12.00	30.00	150.00

Based on the above funding pattern under NRuM for 5 clusters of Tamil Nadu state, a total amount of Rs.45 crore (Rs.9.00 crore X 5) should be provided for the year 2016-2017. Out of which Rs.27 crore will be Central Share and Rs.18 crore State Share.

5. The Director of Rural Development and Panchayat Raj has therefore requested the Government to approve the funding pattern under NRuM for 5 clusters of Tamil Nadu for the year 2016-17, to the tune of Rs.45 crore (Rs.9.00 crore X 5) (out of which Rs.27 crore will be Central share and Rs.18 crore State share) and for provision of Rs.45 crore (Central Share Rs.27.00 crore + State Share Rs.18.00 crore) in RE/FMA.

6. The Government after careful examination have decided to accept the proposal of the Director of Rural Development and Panchayat Raj and accordingly approve the funding pattern under NRuM for 5 clusters of Tamil Nadu viz., Kuthambakkam – Tiruvallur District, Vaniyangudi – Sivaganga District, Velayuthampalayam – Tiruppur District, Madukkarai – Coimbatore District and Suthamali – Tirunelveli District for the year 2016-17 to the tune of Rs.45 crore (Rs.9.00 crore X 5) out of which Rs.27 crore will be Central share and Rs.18 crore will be State share and also provide Rs.45.00 crore for 5 clusters of Tamil Nadu under National Rurban Mission for the year 2016-17.

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

2515-00-OTHER RURAL DEVELOPMENT PROGRAMMES – 102 –
Community Development – State's Expenditure – UB – Shyama
Prasad Mukherji Rurban Mission (SPMRM) – 09 – Grants-in-Aid – 03 –
Grants for Specific Schemes

(DPC – 2515 00 102 UB 09 35)

8. Necessary funds have been provided in FMA for 2016-17. The Director of Rural Development and Panchayat Raj is the estimating, Reconciling and controlling authority of the above head of account. The Director of Rural Development and Panchayat Raj is authorized to draw and disburse the amount sanctioned in para 6 above.

9. This order is issued with the concurrence of Finance Department vide its U.O.No.16994/DS(TS) Fin(RD)/17 Dated 31.03.2017.

(BY ORDER OF THE GOVERNOR)

HANS RAJ VERMA,
PRINCIPAL SECRETARY TO GOVERNMENT.

To

The Director of Rural Development and Panchayat Raj,
Chennai-15.

The Joint Secretary (RURBAN), Ministry of Rural Development,
Krishi Bhavan, Dr.Rajendra Prasad Road, New Delhi – 110 001.

Copy to

The Hon'ble Chief Minister Office, Chennai-9.

The Special Personal Assistant to Hon'ble Minister for Municipal Administration, Rural Development and Implementation of Special Programme, Chennai-9.

The Finance (RD /BG-II) Department, Chennai-9.

The Planning Development & Special Initiatives Department,
Chennai-9.

The Principal Private Secretary to Principal Secretary to Government,
Rural Development and Panchayat Raj Department, Chennai-9.
The National Informatics Centre, Secretariat, Chennai-9.
The Accountant General, Chennai-18.
The Pay and Accounts Officer (South), Chennai-35.
SF/SC.

//FORWARDED BY ORDER//

T. vaejn —
Section Officer.

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