



## ABSTRACT

Japan International Cooperation Agency - Tamil Nadu Urban Healthcare Project - Revised Administrative Sanction for a sum of Rs.139.61 crore towards the construction of buildings in Government Hospitals at Avadi -Tiruvallur, Velampalayam – Tiruppur, Ammapet – Salem and Kandiyaperi - Tirunelveli as against the original administrative sanction amount of Rs.109.50 crore - Sanction – Orders – Issued.

### Health and Family Welfare (EAP II-1) Department

G.O(Ms) No.421

Dated : 09.12.2022

Subakiruthu, Karthigai-23  
Thiruvalluvar Aandu 2053

Read:

1. G.O (Ms).No. 217, Health and Family Welfare department, Dated 8.9.2016.
2. G.O(Ms).No.214, Health and Family Welfare department, Dated 12.06.2017.
3. G.O (Ms).No.80, Health and Family Welfare department, Dated 05.03.2020.
4. From the Project Director, Tamil Nadu Urban Healthcare Project letter ref.no. 10291/TNUHP/JICA/2022, Dated 13.10.2022.

### ORDER:

In Government Order first read above, among others, the Government have accorded administrative sanction for the implementation of Tamil Nadu Urban Health Care Project components viz., Upgrading Tertiary Hospitals, Strengthening Referral and Secondary care Hospitals, Strengthening Hospital Management and Primary Health Care in Non-Communicable Diseases at a total cost of Rs.1634,69,50,000/- with the assistance of Japan International Co-Operation Agency (JICA).

2. In Government Order second read above, the State Empowered Committee (SEC) for the Tamil Nadu Urban Health Care Project has been formed under the Chairmanship of the Chief Secretary to Government. In the said Government Order, the Government have further ordered that, the State Empowered Committee shall meet periodically at every six months and also shall meet in between six months based on the requirement. In urgency, the proposal can be circulated among the members and get approved. The decision of the State Empowered Committee shall be communicated as Government orders from the Health and Family Welfare department. The financial powers of the State Empowered Committee shall be upto Rs. 5.00 crore for civil works, equipment and for services.

3. In Government Order third read above, among others, the Government have accorded sanction for a sum of Rs.109.50 crore (Rupees one hundred nine crore and fifty lakhs only) towards construction of buildings in Government Hospitals at Avadi, Velampalayam-Tirupur, Ammapettai - Salem, Kandiyaperi - Tirunelveli.

4. The Project Director, Tamil Nadu Urban Health Care Project in her letter fourth read above has stated that, the cost of the buildings towards construction of buildings in Government Hospitals at Avadi, Velampalayam-Tirupur, Ammapettai-Salem, Kandiyaperi - Tirunelveli mentioned in G.O(Ms).No.80, Health and Family Welfare department, dated 05.03.2020 were arrived based on the detailed estimate worked on the detailed drawings prepared by the Consultant and approved by the Engineer in Chief and Chief Engineer (Building), Public Works Department. She has also stated that, tenders were floated by the Public Works Department by following Japan International Cooperation Agency (JICA)



procurement guidelines as per the orders issued in G.O(Ms). No. 80, Health and Family Welfare department, dated 5.3.2020. The lowest bid was selected by the Tender Award Committee of the Government in 368<sup>th</sup> Meeting held on 10.02.2021. The lowest bidders were awarded the contract and the contract agreement was signed between bidders and Public Works Department. During the 16<sup>th</sup> TAC Meeting held on 14.09.2022, the Engineer in Chief, Chief Engineer (General) & Chief Engineer, Chennai Region, Public Works Department, Chennai has presented the Revised Administrative Sanction proposal for 4 Secondary care hospitals under the project as detailed below:

(Rs.in crore)

Sl. No	Name of Institution	G.O (Including GST) (5.03.20)	Finalized amount of Tender Award Committee (Including GST) 10.02.21	RAS proposed including Tender Excess, Additional Qty, items, Lump Sum provision 16.09.22	16 <sup>th</sup> TAC held on 14.09.20 22 approved value	TAC approved amount over and above the G.O	TAC has recommended Government approval for excess due to Architectural plan changes	Final amount to be sanctioned in additional to G.O
(1)	(2)	(3)	(4)	(5)	(6)	(7) (6-3)	(8)	(9) (7+8)
1.	Government Hospital, Avadi	26.90	28.53	33.53	30.85	3.95	2.68	6.64
2.	Government Hospital, Velampalayam	27.00	28.75	36.43	33.52	6.52	2.91	9.43
3.	Government Hospital, Ammapet	26.70	28.46	34.46	32.70	5.99	1.76	7.76
4.	Government Hospital, Kandiyaperi	28.90	31.29	35.18	35.18	6.28		6.28
	Grand Total	109.50	117.03	139.61	132.26	22.76	7.35	30.11

5. The Project Director, Tamil Nadu Urban Health Care Project has also stated that, an amount of Rs. 22.76 crore is awarded by the Tender Award Committee over and above the administrative sanction ordered in G.O. (Ms) 80, Health and Family Welfare department, dated 5.3.2020. Tender award committee has recommended Government approval for excess due to architectural plan changes which amount to Rs.7.35 crore. She has also stated that, necessary supplemental agreement has to be sent to Japan International Co-Operation Agency on receipt of the Revised Administrative Sanction Government order. The progress of the work is now estimated between 48 to 76% as on date. The contractors are now demanding payment on the basis of the contract amount whereas they are being paid as per administrative sanction value. This has already delayed reimbursement of loan amount from Japan International Co-Operation Agency Project (Agreement period is



till 28.07.2024). She has also stated that, the requested funds are available in the Japan International Co-Operation Agency part of the project cost (which is reimbursable from Japan International Co-Operation Agency loan amount) as mentioned below: -

Funds position of JICA portion of TNUHP - JICA (05.09.2022)				
Category	Component	JICA Part as per DPR / LA	Government Orders value (Excluding GST)	Balance
		Rs. in crore	Rs. in crore	Rs. in crore
A	Civil work, Equipment, Training, price contingency	1258.32	1054.10	204.22
B	Consulting Services	66.63	47.18	19.45
C	Physical Contingency	62.94	0.00	62.94
Total		1387.89	1101.28	286.61

(Rs.in crore)

Sl. No	Category	Value	Funds available in the JICA part of the project cost Category A	Balance loan amount available in Category A
1	RAS proposal for Tertiary care hospital	107.25	204.22	66.86
2	RAS proposal for Secondary care hospital	30.11		
Total		137.36	204.22	66.86

Hence, the Project Director, Tamil Nadu Urban Health Care Project has stated that, the proposal to sanction an amount of Rs.30.11 crore over and above administrative sanction value as approved in G.O. (Ms.) No. 80, Health and Family Welfare (EAP II-1) Department, dated: 05.03.2020 was circulated to the State Empowered Committee chaired by the Chief Secretary to the Government and the same was approved by the State Empowered Committee on 10.10.2022. The Project Director, Tamil Nadu Urban Health Care Project has therefore requested the Government to issue necessary orders in this regard.

6. The Government have examined the proposal of the Project Director, Tamil Nadu Urban Healthcare Project in detail and accordingly do and hereby issue the following orders:

- i. Revised Administrative Sanction is accorded for construction of buildings in Government Hospitals at Avadi -Tiruvallur, Velampalayam – Tiruppur, Ammapet – Salem and Kandyaperi -Tirunelveli for an amount of Rs.139,61,00,000/- (Rupees One hundred thirty nine crore and sixty one lakh only) as against the original administrative sanction amount of Rs.109,50,00,000/- (Rupees One hundred nine crore and fifty lakh only) accorded in G.O. (Ms.) No. 80, Health and Family Welfare (EAP II-1) Department, dated : 05.03.2020 as detailed below:



Sl. No	Name of Institution	Original Administrative Sanction accorded in G.O(Ms). No. 80, Health; dated 5.3.2020 (Rs. in crore)	Additional amount now required (Rs. in crore)	Revised Administrative Sanction (Rs. in crore)
1.	Government Hospital, Avadi	26.90	6.64	33.53
2.	Government Hospital, Velampalayam	27.00	9.43	36.43
3.	Government Hospital, Ammapet	26.70	7.76	34.46
4.	Government Hospital, Kandiyaperi	28.90	6.28	35.18
	<b>Grand Total</b>	109.50	30.11	139.61

- ii. The Project Director, Tamil Nadu Urban Healthcare Project is permitted to incur a Non-recurring cost of an amount of Rs.22,75,61,579/- (Rupees Twenty two crore Seventy five lakhs Sixty one thousand Five hundred and Seventy nine only) as awarded by the Tender Award Committee over and above the administrative sanction ordered in G.O.(Ms.) No.80, Health and Family Welfare (EAP II-1) Department, dated : 05.03.2020 towards tender excess, additional quantity, item, Lump sum provision, statutory norms.
- iii. The Project Director, Tamil Nadu Urban Healthcare Project is permitted to incur a Nonrecurring cost of an amount of Rs.7,35,39,216/- (Rupees Seven crore Thirty five lakhs Thirty nine thousand Two hundred and Sixteen only) towards excess due to Architectural plan changes for which Tender Award Committee recommended.
- iv. The Project Director, Tamil Nadu Urban Healthcare Project is directed to transfer the funds to Public Works Department through the existing system, for payment to the contractors of the above four hospitals periodically as per the Public Works Department payment procedure.

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

"4210 Capital Outlay on Medical and Public Health – 01 Urban Health Services 200 other Health Schemes Externally Aided Projects PA Civil Works towards Tamil Nadu Urban Health Care Project 416 Major Works 01 Major Works".  
(DPC 4210 01 200 PA41601).

8. Necessary additional funds of Rs.30,11,00,795/- will be provided in RE/FMA 2022-2023. Pending provision of such funds, the Project Director, Tamil Nadu Urban Health Care Project is authorized to draw and disburse the amount sanctioned in para 6 above. However, this expenditure shall be brought to the notice of the Legislature by Specific Inclusion in the Supplementary Estimates 2022-2023. The Project Director, Tamil Nadu Urban Health Care Project is also requested to include this expenditure while sending the budget proposals for



RE/FMA 2022-2023 and also send necessary draft explanatory notes for specific inclusion in the Supplementary Estimates 2022-2023 to Government in Finance (BG-I/Health-II) Department at an appropriate time without fail.

9. This order issues with the concurrence of Finance Department vide its U.O.No.51705/Health-II/2022, dated:07.12.2022 and ASL No.1981 (One Thousand nine hundred and eighty one) (IFHRMS ASL No.2022121981).

**(BY ORDER OF THE GOVERNOR)**

**P.SENTHILKUMAR  
PRINCIPAL SECRETARY TO GOVERNMENT**

**To**

The Project Director, Tamil Nadu Urban Health Care Project, Chennai – 6  
The Engineer-in-Chief and Chief Engineer (Buildings), Public Works Department,  
Chennai - 5

The Director of Medical Education, Chennai-10.

The Director of Medical and Rural Health Services, Chennai – 6,

The Joint Director of Health Service, Concerned Districts.

(Through the Director of Medical and Rural Health Services, Chennai – 6 )

The Accountant General, Chennai-18.

The Pay Accounts Officer, Concerned

The District Treasury Officer, Concerned.

Copy to:

The Finance (Health-II / BG-I/II/W&M-I) Department, Chennai-9.

The Special Personal Assistant to Hon'ble Chief Minister, Chennai – 9.

The Special Personal Assistant to Hon'ble Minister (Health and Family Welfare),  
Chennai – 9

The Health and Family Welfare (Data Cell) Department, Chennai – 9.

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**//Forwarded by Order//**

*W. J. Senthil Kumar*  
12/12/2022  
**SECTION OFFICER**

