



ABSTRACT

Implementation of Smart Cities Mission in Tamil Nadu - Government of India sponsored Mission – Administrative Sanction – Orders – Issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY (MA2) DEPARTMENT

G.O.(Ms)No.112

Dated 31.7.2015

திருவள்ளூர் ஆண்டு 2046

மன்மத வருடம், ஆடி 15

Read:

From the Chairperson and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited, Lr.No. TUFIDCO / Smart City / 44/AM(S)/2015, Dated 20.07.2015.

ORDER:

In the letter read above, the Chairperson and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation has stated that, the Ministry of Urban Development, Government of India, has recently launched the Smart Cities Mission, with the **objective** to promote cities that provide core infrastructure and give a decent quality of life to its citizens, a clean and sustainable environment and application of 'Smart' solutions. The Mission will cover **100 cities** and its duration will be **five years** (Financial Year 2015-16 to Financial Year 2019- 20).

2. The core infrastructure elements in a Smart City would include adequate water supply; sanitation, including solid waste management; efficient urban mobility and public transport; affordable housing, especially for the poor; and robust IT connectivity and digitalization.

3. The strategic components of Area-based development in the Smart Cities Mission are; City Improvement - Retrofitting; City Redevelopment; Greenfield development alongwith Pan-city development. A Smart City is expected to encapsulate either of these, or a mix thereof and a Pan-city feature with Smart Solution(s), which include, e-Governance and Citizen Services; Waste Management; Water Management; Energy Management and Urban Mobility, etc.

4. The total number of 100 Smart Cities have been distributed among the States and Union Territories on the basis of equal weightage (50:50) to urban population of the State and the number of statutory towns in the State. In the

first year of the Program, 20 cities will be taken up, followed by 40 cities, each in the second and third years. As per the guidelines, **12 cities** have been allotted to Tamil Nadu.

5. In Stage I of the **Process of Selection of Smart Cities**, cities in the State will compete on the conditions precedent and the '**Thirteen Criteria**' scoring criteria (100 points), which are laid out in the guidelines. **In Stage 2**, competition among the smart city proposals is the basis for the selection of cities.

6. The financial support of Government of India for the Centrally Sponsored Smart City Mission will be to the extent of Rs.48,000 crores over five years i.e. on an average Rs. 100 crore per city per year. An equal amount, on a matching basis, will have to be contributed by the State/Urban Local Body.

7. Under the Scheme, 93% is project funds and the balance is Administrative and Office Expenses funds for the State/ Urban Local Body (5%) and the Ministry of Urban Development (2%). Each selected Smart City will be given Rs.194 crore in the first year, followed by Rs. 98 crore out of Rs. 100 crore every year for the next three years.

8. As per the guidelines, a **State level High Powered Steering Committee (HPSC)** chaired by the Chief Secretary, which would steer the Mission Programme in its entirety is to be constituted. The key responsibilities of the Committee are, **i.** to provide guidance to the Mission; **ii.** oversee the process of first stage Intra-State competition; **iii.** review the Smart City Proposals and forward to the Ministry of Urban Development for participation in the Challenge.

9. Further, as per the guidelines, there would be a **State Mission Director**, whose functions include assisting the state level High Powered Steering Committee, guiding the Urban Local Bodies/Special Purpose Vehicles for planning, mobilizing funds and implementation of the smart city program.

10. The Chairperson and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited, has stated that, the Tamil Nadu Urban Finance and Infrastructure Development Corporation has successfully implemented various Government of India programmes including the Jawaharlal Nehru National Urban Renewal Mission and this expertise would enable the organization to effectively function as the Mission Directorate.

11. The mission envisages that, each Smart City will have a **Special Purpose Vehicle (SPV)**, headed by a full time Chief Executive Officer and have nominees of Central Government, State Government and Urban Local Body on its Board.

12. As regards **Special Purpose Vehicle**, based on the indicative composition and their functions as given in the guidelines, the Chairperson and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation, has proposed to constitute Special Purpose Vehicle as below:

- i.** City Level Special Purpose Vehicle (SPV) may be formed as a limited company under the Companies Act, 2013 and

will be promoted by the State and the Urban Local Body jointly, both having 50:50 equity shareholding. This shareholding pattern has to be maintained at all times. The State and Urban Local Body together have majority shareholding and control of the Special Purpose Vehicle.

- ii. In order to facilitate smooth start up of the Mission and to have a holistic view of the infrastructure and basic amenities in the State, **the Director of Municipal Administration or a Secretary Level Officer may be designated as the Chairman of the Special Purpose Vehicle Board.** In case of Chennai, the Commissioner of Chennai Corporation may be designated as Chairman of the Special Purpose Vehicle. Accordingly, the Special Purpose Vehicle may be formed in each city under the Companies Act, 2013, with the composition of;

a.	Commissioner, Corporation of Chennai / Director of Municipal Administration /Secretary level Officer	Chairman
b.	Representative from Ministry of Urban Development	Director
c.	Representative from Finance Dept, Government of Tamil Nadu.	Director
d.	Corporation/ Municipal Commissioner	Director
e.	Chief Executive Officer of respective Special Purpose Vehicle	Director
f.	Independent Directors- Two Numbers	Director

- iii. As regards delegating necessary powers to the Special Purpose Vehicle in order to ensure operational independence and autonomy in decision making, it is proposed that, **a.** the approval or decision making powers available to the Municipal Administration Department and **b.** the matters that require the approval of the State Government may be delegated, respectively, to the Board of Directors of the Special Purpose Vehicle and the State Level High Powered Steering Committee for Smart Cities, on a case-to-case basis.

13. One of the conditions precedent for the first stage of the selection process is, constitution of Inter-departmental Task Force consisting of parastatal bodies, Urban Local Body, Organizations and Urban Development Authorities in order to make the city Smart. It is proposed to constitute the city level **Inter-departmental Task Force**, as below:

i.	District Collector/Commissioner in respect of Chennai	Chairman
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ii.	Corporation Commissioner/Deputy Commissioner of Corporation (works) in respect of Chennai	Member-Convener
iii.	Chief Executive Officer of the Special Purpose Vehicle	Member
iv.	Engineering Director, Chennai Metropolitan Water Supply and Sewerage Board / Superintending Engineer/Executive Engineer, Tamil Nadu Water Supply and Drainage Board	Member
v.	Superintending Engineer, Tamil Nadu Generation and Distribution Corporation Limited (TANGEDCO)	Member
vi.	Superintending Engineer/Divisional Engineer, Highways	Member
vii.	Assistant Director of Town and Country Planning	Member
viii.	Executive Engineer concerned, Tamil Nadu Housing Board	Member
ix.	Executive Engineer concerned, Tamil Nadu Slum Clearance Board	Member
x.	District Information Officer, National Informatics Centre	Member
Any officer of the State/Central Government, as the District Collector deems necessary		

14. As per the guidelines, **City Level Smart City Advisory Forum** will be established for each Smart City to advise and enable collaboration among various stakeholders. Based on inputs from the line departments, the Chairperson and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited, has proposed the constitution of Smart City Advisory Forum as below:

i.	District Collector/Commissioner in respect of Chennai	Chairman
ii.	Member of Parliament	Co-Chairman
iii.	Member of Legislative Assembly	Member
iv.	Mayor	Member
v.	City Commissioner (other than Chennai)	Member
vi.	Chief Executive Officer of the Special Purpose Vehicle	Member - Convener
vii.	Local Youth*	Member
viii.	Technical Expert *	Member
ix.	Non Government Organization/Chamber of Commerce/ Slum Level Federation *	Member

(*As decided by the Chairman of the Committee)

15. The Government after careful examination has decided to accept the proposal of the Chairperson and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation, and accords **Administrative Sanction** for the implementation of the Smart City Mission in the State, with the following institutional arrangements.

I. Constitution of the **State level High Powered Steering Committee**, under the Chairmanship of Chief Secretary to Government as below:

Chief Secretary to Government	Chairman
Principal Secretary, Municipal Administration and Water Supply Department	Member
Principal Secretary to Government, Finance Department	Member
Principal Secretary to Government, Planning, Development and Special Initiative Department	Member
Secretary to Government, Housing and Urban Development Department	Member
Representative of Ministry of Urban Development	Member
Mayors of Corporation (After Selection)	Member
Commissioners of Corporations (After Selection)	Members
Chief Executive Officers of the Special Purpose Vehicle in the State (After formation)	Members
Director of Municipal Administration	Member
Managing Director, Tamil Nadu Water Supply and Drainage Board	Member
Managing Director, Chennai Metropolitan Water Supply and Sewerage Board	Member
Chairman and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation Limited/State Mission Director	Member - Secretary

II. The Chairperson and Managing Director, Tamil Nadu Urban Finance and Infrastructure Development Corporation is designated as the **State Mission Director** and the Tamil Nadu Urban Finance and Infrastructure Development Corporation, as the **Mission Directorate**.

III. Constitution of **Special Purpose Vehicle**, as a limited company under the Companies Act, 2013, with 50:50 equity share holding by the State and the Urban Local Body; the Director of Municipal Administration or a Secretary Level Officer as Chairman; in case of Chennai Corporation, Commissioner as Chairman; the detailed composition and other features, as at para 12 above.

IV. City Level Inter-departmental Task Force, with District Collector and in respect of Chennai, Commissioner of Corporation, with composition, as detailed at para 13 above.

V. City Level Smart City Advisory Forum, with District Collector/Commissioner in respect of Chennai as Chairman; Member of Parliament as Co-Chairman and with detailed composition as at para 14 above.

16. This order issues with the concurrence of the Finance department, vide its U.O.No.32/Fin(DS (PW))/2015, Dated 31.7.2015.

(BY ORDER OF THE GOVERNOR)

**K. PHANINDRA REDDY
PRINCIPAL SECRETARY TO GOVERNMENT**

To

The Ministry of Urban Development, Government of India,
New Delhi – 110 011.

The Commissioner, Corporation of Chennai, Chennai-3.

The Chairperson and Managing Director,
Tamil Nadu Urban Finance and Infrastructure

Development Corporation Limited, Chennai-35.

The Director of Municipal Administration, Chennai-5.

The Director of Town Panchayats, Chennai-108.

The Managing Director,

Chennai Metropolitan Water Supply and Sewerage Board, Chennai-2.

The Managing Director,

Tamil Nadu Water Supply and Drainage Board, Chennai-5.

Copy to

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

The Finance (MAWS) Department, Chennai-9.

The Planning, Development and Special Initiative Department,
Chennai-9.

The Housing and Urban Development Department, Chennai-9.

The Municipal Administration and Water Supply (OP II) Department,
Chennai-9.

/FORWARDED BY ORDER/

SECTION OFFICER