



ABSTRACT

Water Resources Department – Extension, Renovation and Modernization of Lower Bhavani Sub Basin in Cauvery Basin at an estimated cost of Rs.933.10 crore under NABARD Infrastructure Development Assistance (NIDA) Funds – Exemption to Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited from payment of Guarantee to Government of Tamil Nadu – Permission granted - Orders issued.

Water Resources (S1) Department

G.O. (2D) No.33

Dated 19.05.2022

சுபகிருது, வைகாசி 5

திருவள்ளூர் ஆண்டு 2053

Read :

1. G.O (Ms) No.477, Finance (Loans and Advances Cell) Department, dated.04.12.2001.
2. G.O (4D) No.66, Public Works (W1) Department, dated.17.08.2020.
3. G.O (Ms) No.276, Public Works (W1) Department, dated.09.11.2020.
4. G.O (Ms) No.34, Public Works (W1) Department, dated.02.02.2021.
5. G.O (Ms) No.40, Finance (Loans and Advances Cell) Department, dated.10.02.2021.
6. From the Chairman and Managing Director (FAC), Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited, Letter No. 59/2021/ TNWRCRRC/CE, dated 29.4.2021.

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ORDER:

In the Government Order second read above, the Government have accorded permission to the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited to apply to NABARD Infrastructure Development Assistance (NIDA) seeking Loan Assistance for Extension, Renovation and Modernisation of the Lower Bhavani Project System at an estimated cost of Rs.933.10 crore.

2. In the Government Order third read above, the Government have accorded sanction for Extension, Renovation and Modernisation of Lower Bhavani Sub Basin Irrigation system at an estimated cost of Rs.933.10 crore, in anticipation of loan assistance from NABARD under NIDA. The Government also accorded sanction to entrust the Work to the Chief Engineer, Coimbatore Region, Water Resources Department as a "Deposit Work" by Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited and for splitting up the above Work into six packages.

3. In the Government Order fourth read above, the Government have issued unconditional and irrevocable Government Guarantee to the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited for the Principal amount of Rs.839.79 Crore (Rupees Eight Hundred and Thirty Nine Crore and Seventy Nine Lakh only) along with the interest thereon sanctioned by NABARD under NIDA along with the General and Specific Terms and Conditions for the NIDA loan and the remaining 10% of the project cost i.e., Rs.93.31 Crore (Rupees Ninety Three crore and Thirty One Lakh only) to be borne by the State Government, subject to the condition that the Engineer in Chief, Water Resources Department and Chief Engineer (General), Public Works Department shall monitor and review the prompt debt servicing of the guaranteed loan by the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited and also ensure remittance of Guarantee fee due to the Government on time. The Government have also directed the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited to pay Guarantee Fee of 0.50% (half percent) per annum of the total guaranteed amount / outstanding Guarantee together with interest payable from time to time into Government Account calculated on half year basis on 30th September and 31st March every year and remitted before the 15th of the succeeding month.

4. Thereafter, the Government in the Order fifth read above, have authorised the Deputy Secretary (Budget), Finance Department, to execute the Agreement as "Guarantor" on behalf of the Government of Tamil Nadu.

5. In the letter sixth read above, the Chairman and Managing Director, Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited has informed that the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited, is not profited by the Loan amount obtained and transferred to the Chief Engineer, Water Resources Department, Coimbatore Region for execution as a deposit work by Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Ltd., and moreover, no revenue generation is made by the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Ltd., due to the arrangement of the above loan.

6. The Chairman and Managing Director, Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited has therefore requested the Government to issue necessary orders exempting the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited from paying the Guarantee Commission to the Government of Tamil Nadu.

7. In the Government Order first read above, revised orders were issued on the issue of charging guarantee commission in respect of State Government Guarantee i.e., the Government exempts payment of guarantee commission in all cases where the guaranteed loan is fully serviced by Government by way of debt service grant.

8. The Government, after careful examination have decided to accept the proposal of the Chairman and Managing Director, Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited (TNWRC&RCC). Accordingly, the Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited is exempted from paying Guarantee fee to the Government of Tamil Nadu for the Work of Extension, Renovation and Modernization of Lower Bhavani Sub Basin in Cauvery basin at an estimated cost of Rs.933.10 crore (Rupees Nine hundred and thirty three crore and ten lakh only) under NIDA.

9. The Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited is directed to take follow-up action in this matter.

10. This order issued with the concurrence of the Finance Department, vide its U.O. No. 18473/PW-II/2022, dated 17.05.2022.

(BY ORDER OF THE GOVERNOR)

SANDEEP SAXENA,

ADDITIONAL CHIEF SECRETARY TO GOVERNMENT.

To

The Chairman and Managing Director, Tamil Nadu Water Resources Conservation and Rivers Restoration Corporation Limited, Chennai-5.

The Engineer-in-Chief and Chief Engineer (General), Water Resources Department, Chennai-5.

The Chief Engineer, Plan Formulation, Water Resources Department, Chennai-5.

The Chief Engineer, Water Resources Department, Coimbatore Region, Coimbatore -1.

The Principal Chief Conservator of Forests, Panagal Maligai, Saidapet, Chennai-15.

The Chief General Manager, NABARD, 48 Mahatma Gandhi Road, Nungambakkam, Chennai- 34.

The Pay and Accounts Officer (East), Chennai-8.

The Principal Accountant General (Audit-I), Chennai-18.

The Accountant General (Audit-II / A&E), Chennai-18.

The Resident Audit Officer, O/o. Principal Accountant General (General and Social Sector Audit), Secretariat, Chennai-9.

Copy to

The Secretary-II to the Hon'ble Chief Minister, Secretariat, Chennai-9.

The Additional Chief Secretary to Government, Environment, Climate Change and Forests Department, Secretariat, Chennai-9.

The Special Personal Assistant to Hon'ble Minister (Water Resources), Secretariat, Chennai-9.

The Finance (P.W.II / L&A Cell / Res.II / W&M-I) Department, Secretariat, Chennai-9.

The Water Resources (OP-II), Department, Secretariat, Chennai-9.

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// Forwarded by Order //

J. Manickam
25/05/2022
Section Officer
KRS
23/05/2022