

State Schemes - Vazhndhu Kaatuvom Project - 2008-09 - Release of balance amount of Rs. 121.33 crores- Sanction accorded.

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**Rural Development and Panchayat Raj (CGSIII) Department**

G.O.Ms.No.15

Dated: 24.02.2009

Read:

1. G.O.Ms.No.142, Rural Development and Panchayat Raj (CGSI III) Department dated 4.9.2008.
2. Finance (RD) Department U.O. Note No. 63864/Fin(RD) /2009-2, dated 21.01.2009.
3. From the Project Director , Vazhndhu Kaatuvom Project, D.O.Lr.No. 494/VKP-C2/2008 dated 13.01.2009.

**ORDER:**

In the Government Order first read above orders were issued for the release of Rs.27.746 crores to the Project Director, Vazhndhu Kaattuvom Project for the implementation of the Project for the year 2008-09 for formation and strengthening of Village Panchayat Institutions, Village Fund, Institutional strengthening at District and State Level and also for Project Management at State and District level of Vazhndhu Kaatuvom Project.

2. The Project Director, Vaazhndhu Kaattuvom Project in the letter third read above, has stated that the Task Manager of the World Bank Supervisory team has suggested that Vazhndhu Kaattuvom Project can apply for additional financing from the World Bank, as the Project is doing well. The additional financing will be used to cover some more districts and additional Blocks in the existing Project districts. The Project Director, Vazhndhu Kattuvom Project has also stated that the following activities are proposed to be completed before 31.03.2009:

1. Release of third instalment of Village Poverty Reduction Committee fund and Livelihood Corpus fund for 609 Village Poverty Reduction Committees in the first phase Blocks.
2. Release of all instalments of Village Poverty Reduction Committee funds and first instalment of Livelihood Corpus fund to 601 Village Poverty Reduction Committees in the second phase Blocks.
3. Release of first two instalments of Village Poverty Reduction Committee fund for 621 Village Poverty Reduction Committees in the third phase Blocks.
4. Release of first instalment of Village Poverty Reduction Committee funds to 649 Village Poverty Reduction Committees in the fourth phase Blocks.

3. The Project Director, Vazhndhu Kattuvom Project has explained that the revised estimate of expenditure for the year 2008-09 for implementing the above activities will be Rs.270.41 Crores and the break up details are as follows:

Sl.No.	Component	( Rupees in Crores)
(i)	Formation and Strengthening of Village Institutions	19.006
(ii)	Village Fund	237.800
(iii)	Institutional Strengthening	3.480
(iv)	Project Management	10.120
	T O T A L	270.406

Further, the revised expenditure is proposed to be met as follows:

1. Expenditure incurred till 31.12.2008 is Rs.58.737 Crores.
2. Balance funds available with the Project as on 31.12.2008 is Rs.90.339 Crores.
3. Additional funds required from Government is Rs.121.33 Crores.

4. The Project Director, Vazhndhu Kattuvom Project has therefore requested the Government to sanction Rs.121.33 Crores to meet the expenditure towards Project implementation in the year 2008-09.

5. The Government after careful examination have decided to accept the above proposal of the Project Director, Vazhndhu Kaattuvom Project. Accordingly the Government sanction and release a sum of Rs.1,21,33,00,000/- (Rupees One hundred and twenty one Crores and thirty three lakhs only) to the Project Director, Vazhndhu Kaattuvom Project for the implementation of the Project for the year 2008-09.

6. The amount sanctioned in para 5 above shall be debited to the following head of account.

"2235 Social Security and Welfare - 02.Social welfare - 103. Women's Welfare Schemes in the Eleventh Five Year Plan II State Plan - PD. World Bank aided Tamil Nadu Empowerment and Poverty Reduction Project - 09. Grants - in - Aid - 03. Grants for Specific Schemes" (DPC 2235 - 02 - 103 - PD-0931).

7. The Commissioner of Rural Development and Panchayat Raj is authorized to draw the amount sanctioned in para 5 above and disburse the same by means of cheque to the Project Director, Vazhndhu Kaattuvom Project, Chennai.

8. The Project Director, Vazhndhu Kaattuvom Project is requested to send the Utilisation Certificate to the Accountant General, Government and Commissioner of Rural Development and Panchayat Raj, Chennai.

9. This order issued with the concurrence of Finance Department vide U.O.No.36/SS(PK)/RD/09, Dated 20.2.2009

(BY ORDER OF THE GOVERNOR)

**K. ASHOK VARDHAN SHETTY**  
PRINCIPAL SECRETARY TO GOVERNMENT