

MCGM BUDGET- 2011-2012 : HIGHLIGHTS

Financial position of the M.C.G.M.

- MCGM cannot have a deficit budget. It is necessary for Corporation to meet all its revenue and capital expenditure out of its revenue receipt and the sustainable amount of borrowings.
- Of late, capital expenditure of the Corporation, especially in 'A' Budget has increased manifold which is not sustainable unless revenue collection is improved, and/or new sources of revenue are added. To illustrate, the capital expenditure in Budget A, B and E has spiralled from Rs.1386 crores in 2007-08 to Rs.3462 crores in 2009-10, in a short period of just two years.
- Establishment expenditure as a percentage of revenue was 43.23%, 39.83% and 45.47% only in the years 2007-08, 2008-09 and 2009-10 respectively, while the same is estimated to be 59.9% in the year 2011-12. Year 2011-12 and 2012-13 have to absorb not only the increased amount on account of pay revision, but also the arrears required to be paid for the past years. As a result, revenue surplus for 2011-12 and subsequent years are going to be much less, which will seriously constrain both the expenditure on infrastructure and the level of annual borrowing by the Corporation in a sustained manner.
- Higher provision for incomplete works so as to secure full benefits of the expenditure already incurred which necessitated increased borrowings for capital works in the coming fiscal year.
- RE for the year 2010-11 is Rs.16962.10 crore. The total size of the Budget Estimates for 2011-12 is Rs.21096.56 crore, 24.37% more than 2010-2011.
- Revision in capital expenditure coupled with revenue surplus being available for capital works, no need to raise internal loan of Rs.3000 crores this year as envisaged in B.E. 2010-11.

- Revenue surplus for 2011-12 is estimated as Rs.869.86 crore in the Budgets A, B and E.
- Proposal to raise loan from internal funds of M.C.G.M of Rs.2000 crores for Budget 'A' to meet capital expenditure of 2011-12.

Budgetary Objectives :

- No new taxes imposed. Nor any hike proposed in the rates of the present taxes in the Budget Estimates for 2011-12.
- To improve quality of education in municipal schools, Rs 48.29 crore School Improvement Project, where UNICEF is technical partner, to be extended to all 913 municipal primary schools of Marathi, Hindi, Urdu and English medium.
- Rs 3.0 crore for Virtual Classroom project for all 144 municipal secondary schools for the benefit of SSC students.
- To withdraw the exemption from octroi granted on import of diamonds for processing and export to overseas and to levy and recover octroi on all such imports by reducing the present rate of octroi from 2% to 0.01% advalorem. This will increase the annual collection of octroi from Rs.2 crores to Rs.9 crores approximately. The reduction in the rate will be initially for a year.
- Rs.100 crores to improve surveillance and minimize transaction time at all major nakas, to install modern devices like in-motion weigh bridges, scanners, Cameras and C.C.T.V. and Rs 54 crore for upgradation and modernization of five major octroi nakas.
- Rs 1000.00 crore works for improvement of Asphalt Roads and concretization of roads to be started in two phases for which a provision of Rs.727.24 crore is made in 2011-2012 and the remaining amount will be used from budget of 2012-2013 as works will be completed till May 2012.
- Overall increase in budget for Storm water Drains from Rs.1100 crore to Rs.1240 crore. 23 projects of BRIMSTOWAD will be completed in 2011-2012 for which Rs.680.22 crore is provided and 4 works of BRIMSTOWAD will be completed by March 2011. Haji Ali and Irla pumping station works to be completed by May 2011, physical work for pumping stations at

Cleveland and Lovegrove to be started soon and Britannia outfall and Gazderbundh pumping station works to be started in 2011-2012. Provision for all these works in 2011-2012 is Rs.122.50 crore and attempts will be made to complete these four works by May 2012.

- Disaster recovery site for the IT system of MCGM will be developed for which 5.0 crore is provided.
- Rs. 2167.51 crore allocation to Health Sector. An increase of 29.57% over Revised Estimates 2010-2011.
- Rs.25 crore for Primary Health Sector under Dispensary Upgradation Programme comprising enhancement of clinical skills of doctors, upgradation of diagnostic facilities and repairs and branding of Dispensaries.
- Rs.49.56 crore provided for upgradation of health services, repairs and facelift of 16 Peripheral Hospitals.
- Rs.123.02 crore provided for upgradation of existing infrastructure, introduction of new units and provision for state of art equipments of 4 teaching hospitals.
- Introduction of linkage system between Major and Peripheral Hospitals to enable citizens to get speciality medical treatment at the Peripheral hospital in their neighbour.
- Rs. 167 crore provided for redevelopment of Cooper Hospital (100 crore), Bhagwati hospital (Rs.12 crore) and Centenary hospital at Kandivali (Rs.55 crore)
- Provision of Rs.40 crore for establishment of Trauma Hospital at Jogeshwari.
- New initiatives under Mumbai Aarogya Abhiyan, including Liver Transplant Programme, Comprehensive Programme for Breast Cancer Care, Special Dispensaries for Life Style Diseases such as Diabitis and Hyper tension, slum screening programme for the same, programme on mental health and well being.
- 6 new Dialysis Centres sought to be established under P.P.P.
- Introduction of Antinatal and Postnatal services and Check ups in all 182 Health Posts to strengthen maternal and child care.
- Rs.85.20 crore for comprehensive repairs of Markets of MCGM.
- Bachat Gat Dalan for Self Help Groups started at Khotachi Wadi, Girgaum.

- Rs. 21 crore for completing 3000 mm. dia. water main, along Eastern Express Highway from Mulund to Amar Mahal Chembur, by May 2011 that will improve water supply to M/East and M/West , F/South, F/North, B & E wards. III-A Mumbai Water Supply Project balance works, a provision of Rs.71.07 crores is proposed in B.E. 2011-12.
- Rs. 887.87 crore for IV Mumbai Middle Vaitarna Project (all six components) to complete all components by May 2012 that will augment Mumbai's water supply by 455 Mld after the Dam is filled in July 2012.
- Rs. 40 crore for Tunnel from Malbar Hill to Cross Maidan that will be completed in Sept. 2011 and will improve water supply to Kalbadevi , Colaba, Cuff Parade & Nariman Point areas.
- Rs. 140 crore for Tunnel from Maroshi to Ruparel College that will be completed in August 2012 and will improve water supply to G/South, G/North & H/East Wards as also improve Input to Malbar Hill reservoir.
- Rs.230 crore for Tunnel from Gundavali to Bhandup Complex that will be completed by December 2014 and will convey waters from existing Vaitarna, Tansa as well as future sources like Middle Vaitarna, Gargai & Pinjal.
- Rs. 311 crore for Replacement of Twin Tansa Mains to be completed by May 2013.
- Presently Mumbai receives 3350 Mld of water. Considering the projected population for 2061 at 26 million, the water demand will be 6152 mld. To meet this demand Gargai & Pinjal Projects to be put on Fast Track.
- Gargai Project is expected to be commenced in March 2014 and completed by June 2017. The approximate cost is Rs. 2700 Cr. & this source will add 440 Mld. of water.
- Pinjal Project is expected to be commenced by October 2014 and completed by March 2021. This source will add 865 Mld. of water. The proposal of linking Damanganga and Pinjal rivers to be taken forward.
- To strengthen the water supply distribution network laying of 126 Kms of pipeline is in progress and 130 Kms pipeline will be laid in the year 2011-12 at a cost of Rs. 221.67 crore
- Rs. 22.40 crore for rehabilitation and replacement of 40 kms of old & corroded water mains

- Rs. 10.05 crore for reducing Non-Revenue Water through a pilot project for leak detection in small sub zones in City (D, F/S Wards) and Western Suburbs (P/S, P/N and R/S Wards). The project envisages providing consumer meters & flow meters in these sub zones for measuring un-accounted for water, leak detection and rectification.
- Rs. 190 crore for installation of Automated Meter Reading (AMR) Consumer Meters for effective and efficient recovery and a provision of 10.60 crore for Flow Meters to facilitate Water Balance Study & zonewise consumption.
- Rs.86 crore for rehabilitation of slum dwellers (PAP) on water pipe lines.
- Rs 1.0 crore for 150 Mld Recycle and reuse of sewage plant proposed at Ghatkopar Treatment Facility on DBOOT basis (Design, Build, Operate, Own, & Transfer) which will amount to substantial saving of potable water.
- Rs 39 crore for improvement in Sewage Treatment facility of Primary and Secondary level that will enable to achieve clean environment standards .Electricity is proposed to be generated out of Bio sludge which will amount to saving in energy cost. Out of 7 locations ,work at 1 location is expected to be started during the year.
- Rs 134.58 crore for MSDP Stage II that will increase Sewer area coverage from 60% to 80 % by 2012, i:e on completion of Component I. Out of 18.41 Kms sewer lines ,8.08 Kms lines have been laid down by Micro-tunelling method and Balance works will be completed by March-2012. Upsizing of old Sewer lines by pipe bursting method of 17.7 Kms.
- Rs 22 crore for Slum Sanitation Programme aiming at gradually covering a deficit of 35000 toilet seats by completing around 2500 seats next year.
- Rs 131 crore for capital works of scientific closure of Deonar dumping ground, setting up of new landfill site at Kanjur, alongwith waste processing plants at Deonar, Kanjur and Mulund in PPP mode.
- Rs 7.0 crore for ten stationary compactors for collection and transportation of municipal solid waste.
- Rs.60.29 crore in R.E for 2010-2011 and budget of Rs.70.30 crore in 2011-2012 to further strengthen Mumbai Fire Brigade's fire fighting capacity for procuring 23 Fire Engines, 5 Rescue Vans, 35 Thermal Imaging Cameras, 10 Portable Pumps and 6 sets of Beach Safety Equipments etc.

- Services provided through 24 ward CFCs will be available to the citizens through approximately 500 centres in the coming years.
- Rs 3 crore for artificial limbs to physically handicapped backward class citizens and Rs 1.20 crore for scholarship for higher studies for SSC and Rs 2.40 crore for scholarship for professional and technical courses for HSC students from backward classes.
- Rs 15 crore for various schemes for women empowerment.
- Rs 55.67 crore for development of theme gardens and upgrade existing gardens and open spaces and to develop new gardens and open spaces.
- Rs 24.50 crore for conservation of existing trees and for plantation and maintenance of the new tree cover.
- Rs 279.20 crore for cleanliness campaign in Mumbai through various schemes such as Slum Adoption Scheme, Clean Area Scheme, Manning and Mopping Programme, Cleansing of sea shores and beaches and removal of refuse.