



## ABSTRACT

Agriculture - Pradhan Mantri Fasal Bima Yojana (PMFBY) – Sanction of Rs.1,65,53,887/- to the Insurance Companies towards settlement of State Government share of premium subsidy as upfront subsidy for Horticulture crops during Kharif, 2018 season – Orders – Issued.

### AGRICULTURE (AP2) DEPARTMENT

G.O(2D).No.231.

Dated: 13.12.2018.

திருவள்ளூர் ஆண்டு 2049 கார்த்திகை 27.

Read:

1. G.O.(Ms).No.220, Agriculture (AP6) Department, dated 21.7.2016.
2. G.O.(Ms).No.123, Agriculture (AP2) Department, dated 3.5.2018
3. G.O.(Ms).No.147, Agriculture (AP2) Department, dated 18.6.2018.

Read also:

4. From the Director of Horticulture and Plantation Crops Letter No. MIS/ 3503/ 2018, dated 16.10.2018

\*\*\*\*\*

### ORDER:

In the Government Order second read above, the Government have issued orders for notification of Crops, Districts, Firkas, Revenue Villages, insurance units and approved premium rates for Agricultural and Horticultural Crops for effective implementation of the Pradhan Mantri Fasal Bima Yojana during Kharif, 2018 season.

2. In the Government order third read above, among others, orders have been issued according administrative approval for implementation of Pradhan Mantri Fasal Bima Yojana at a cost of Rs.631.60 crore (Agriculture Department: Rs.621.15 crore and Horticulture Department: Rs.10.45 crore) towards settlement of State Share of Premium Subsidy, Payments for Professional and Special Services, Advertisement and Contingencies as provided in the Budget Estimate 2018-19, in all the districts of Tamil Nadu except Chennai during 2018-2019 as per the existing Government of India guidelines and instructions issued thereon vide G.O.(Ms).No.220, Agriculture (AP6) Department, dated 21.7.2016 and G.O.(Ms).No.135, Agriculture (AP6) Department, dated 24.5.2017.

3. In his letter fourth read above, the Director of Horticulture and Plantation Crops has stated that the Administrative sanction orders were issued in the Government order first read above for the implementation of Pradhan Mantri Fasal Bima Yojana in all the districts of Tamil Nadu (except Chennai) from Kharif, 2016 onwards by replacing the

“National Agricultural Insurance Scheme” (NAIS). In Para 10(IV) of the above order, the Director of Horticulture and Plantation Crops was authorized to settle the state share of premium subsidy to the insurance companies selected by the tender process. Para 10(VII) of the order states that the funds for the settlement of state share of premium would be sanctioned by the Government after receipt of the claims from the insurance companies selected by tender process along with proposal from Director of Horticulture and Plantation Crops. The three companies selected for the implementation of Pradhan Mantri Fasal Bima Yojana in Tamil Nadu during 2018-19 by following the tender process are Agriculture Insurance Company of India Limited, Cholamandalam MS General Insurance Limited and The New India Assurance Company Limited. As per the operational guidelines of Pradhan Mantri Fasal Bima Yojana, the State Government has to release 50% of the state share of premium subsidy as upfront subsidy based on the fair estimates of the insurance companies. In the Government Order second read above Notification was issued by State for Kharif, 2018 season under Pradhan Mantri Fasal Bima Yojana. The cut-off date for enrolment for Kharif, 2018 for Horticulture crops was 1.10.2018.

4. The Director of Horticulture and Plantation Crops has further stated that now, based on the coverage of Horticulture crops during Kharif, 2018 season, the three insurance companies have raised their upfront state share of subsidy claim for Horticulture crops for settlement by State Government. The state share of premium is calculated by the Insurance companies based on the operational guidelines of Pradhan Mantri Fasal Bima Yojana. The details of the upfront state share of premium subsidy claimed by the insurance companies for Horticulture crops during Kharif, 2018 season are furnished below:-

**Season: Pradhan Mantri Fasal Bima Yojana - Kharif 2018-19 –Horticulture – Upfront subsidy claim**

S. No	Insurance Company	Government of India Share (Rupees)	State Share (Rupees)	Upfront subsidy Claim (Rupees)
1	Agriculture Insurance Company of India Limited, Chennai	1,49,87,085	1,49,87,085	74,93,543
2	Cholamandalam MS General Insurance Company Ltd, Chennai	7,83,390	7,83,390	3,91,695
3	New India Assurance Company Ltd, Chennai	1,73,37,297	1,73,37,297	86,68,649
	Total	3,31,07,772	3,31,07,772	1,65,53,887

5. The Director of Horticulture and Plantation Crops has, therefore, requested the Government to sanction a sum of Rs.1,65,53,887/- as State Government share of premium subsidy as upfront subsidy for Horticulture crops of Kharif, 2018 season of which Rs.74,93,543/- is payable to Agriculture Insurance Company of India Limited; Rs.3,91,695 /- to Cholamandalam MS General Insurance Company Limited, Chennai and Rs.86,68,649/- to The New India Assurance Company Limited and also authorize

him to draw and disburse the amount to the Agriculture Insurance Company of India Limited for subsequent settlement to Cholamandalam MS General Insurance Company Limited, Chennai and The New India Assurance Company Limited, Chennai.

6. The Government, after careful examination of the proposal of the Director of Horticulture and Plantation Crops, sanction a sum of Rs.1,65,53,887/- (Rupees One Crore Sixty Five Lakh Fifty Three Thousand Eight Hundred and Eighty Seven only) towards the settlement of State Government share of premium subsidy as upfront subsidy for Kharif, 2018 season pertaining to Horticulture crops as detailed below:-

- (i). Rs.74,93,543/- (Rupees Seventy Four Lakh Ninety Three Thousand Five Hundred and Forty Three only) to Agriculture Insurance Company of India Limited;
- (ii). Rs.3,91,695/- (Rupees Three Lakh Ninety One Thousand Six Hundred and Ninety Five only) to Cholamandalam MS General Insurance Company Limited, Chennai; and
- (iii). Rs.86,68,649/- (Rupees Eighty Six Lakh Sixty Eight Thousand Six Hundred and Forty Nine only) to The New India Assurance Company Limited, Chennai.

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

(Rupees in thousands)

Head of Account with detailed Sub Head	Amount
2401-00-Crop Husbandry 110 – Crop Insurance – State's Expenditure – JK Premium Subsidy for implementation of Pradhan Mantri Fasal Bima Yojana (PMFBY) – State share – 09 – Grants-in- Aid – 03 – Grants for specific schemes (DPC- 2401-00-110-JK-0938)	12416
2401-00-Crop Husbandry – 789 - Special Component Plan for Scheduled Castes – State's Expenditure – JV – Premium Subsidy for implementation of Pradhan Mantri Fasal Bima Yojana (PMFBY)- State Share -09 – Grants in Aid -03 – Grants for specific schemes (DPC- 2401-00-789-JV-0939)	4139
Total	16554

8. Necessary additional funds of Rs.1,65,53,887/- will be provided in Revised Estimate/Final Modified Appropriation 2018-19 under the relevant head of accounts. Pending provision of such funds, the Director of Horticulture and Plantation Crops is permitted to draw and disburse the amount sanctioned in para 6 above to the Agriculture Insurance Company on India Limited for subsequent settlement to Cholamandalam MS General Insurance Company Limited and the New India Assurance Company Limited, Chennai. However, the expenditure shall be brought to the notice of the Legislature by specific inclusion in the Supplementary Estimates. The Director of Horticulture and Plantation Crops is requested to include this expenditure while sending the Budget proposal for Revised Estimate/Final Modified Appropriation 2018-19 and

also to send necessary explanatory notes for including the above expenditure in the Supplementary Estimates 2018-19 to Government in Finance (BG-1/Agri) Department at the appropriate time without fail.

9. This order issues with the concurrence of Finance Department vide its U.O.No.55890/Agri/2018 dated:11.12.2018 and Additional Sanction Ledger No.2190 (Two thousand one hundred and ninety).

(By Order of the Governor)

Gagandeep Singh Bedi,  
Agricultural Production Commissioner and  
Principal Secretary to Government.

To

The Director of Horticulture and Plantation Crops, Chennai – 5.

The Director of Agriculture, Chennai – 5.

The Secretary to Government of India, Ministry of Agriculture and Farmers Welfare,  
Department of Agriculture, Cooperation and Farmers Welfare, New Delhi-110001.

The Principal Secretary/Commissioner of Economics and Statistics, Chennai-6.

The Commissioner of Revenue Administration and Disaster Management, Chennai – 5.

The Regional Manager, Agriculture Insurance Company of India Limited, First Floor,  
Andhra Insurance Building, Old No.156, New No.323, Thambu Chetty Street, Parrys  
Corner, Chennai – 1.

The Deputy General Manager, The New India Assurance Company Limited, Chennai  
Regional Office – 710000, 770-A, "Dewa Towers", III Floor, Anna Salai,  
Chennai-600 002.

The Cholamandalam MS General Insurance Company Limited, 2<sup>nd</sup> Floor, "Dare  
House", No.2, N.S.C. Bose Road, Chennai-600 001.

The General Manager / Convenor of State Level Bankers' Committee, Tamil Nadu,  
Indian Overseas Bank, Agriculture & Rural Initiatives Department, Central Office, 763,  
Anna Salai, Chennai – 600 002.

The Principal Accountant General (G&SSA / E&RSA / C&RA / A&E / AAD), Chennai-18.

The Registrar of Cooperatives Societies, Chennai-10.

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

The Commissioner of Treasuries and Accounts, Chennai-15.

Copy to:-

The Private Secretary to Agricultural Production Commissioner and Principal Secretary  
to Government, Agriculture Department, Chennai-9.

The Finance (Agri/BG.I/BG.II/B.co-ord) Department, Chennai- 9.

The Revenue & Disaster Management Department, Chennai-9.

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

The Assistant Programmer, Agriculture Department, Chennai-9.

The Agriculture (OP3) Department, Chennai-9 (two copies for indexing purpose).

Stock File / Spare Copies.

//Forwarded By Order//

Section Officer.

14/12/18