



ABSTRACT

Agricultural Marketing and Agri Business – Administrative sanction for Rs.217.920 crore - Augmentation of Marketing Infrastructure in 90 Regulated Markets and Upscaling of Infrastructure in regulated markets with term loan from NABARD WIF fund (95% - Rs.207.0240 crore) and TNSAMB Fund (5% - Rs.10.8960 crore) and financial sanction for Rs.41.4048 crore as 20% mobilization advance - Orders issued.

Agriculture (WD2) Department

G.O.(Ms) No.243

Dated :21.10.2019

Read :

1. From the Commissioner of Agricultural Marketing and Agri Business, Letter No.NABARD/10913/2019, dated 09.04.2019 and copy of the letter dated 8.5.2019.
2. From the Deputy General Manager, NABARD, Letter No.NB.TN.SPD/1017/WH-6/WIF/2013-14/2019-20, dated 21.08.2019

ORDER:-

The Hon'ble Chief Minister, among others made the following announcement under Rule 110 on the floor of Tamil Nadu Legislative Assembly on 16.07.2019.

“Infrastructure like additional shops, Electronic weighing scale, Computer and accessories, Digital Display board will be made in 100 Farmer Markets and 90 Regulated Markets at a total cost of Rs.268.62 Crore. “

2. In the letter first read above, the Commissioner of Agricultural Marketing and Agri Business has stated that the Government of Tamil Nadu has been supporting setting up and maintenance of marketing support system in the State to ensure that the farmers get commensurate prices for their produce. By ingenious approach of the Government to achieve equitable, competitive and sustainable growth in Agriculture

Sector, funding has been obtained in the recent past years for creation of Supply Chain Management for fruits and vegetables and other perishables in 10 Districts of Tamil Nadu, Augmentation of market facilities for post harvest management and marketing, upgradation of Agricultural Marketing Infrastructure and integration of Regulated Markets to facilitate e-trading, enhancing warehouse capacity of the Regulated Markets etc. In the same way, it is proposed to further consolidate Agricultural Marketing set up in the State by strengthening the existing Farmers Markets, strengthening of Market Infrastructure in Regulated Markets and up scaling of Infrastructure in selected Regulated Markets to facilitate easy access of markets to farmers and traders, better prices to farmers, reduce the marketing cost and increase efficiency in operation of sales procedures.

3. The Commissioner of Agricultural Marketing and Agri Business has further reported that there are 179 Farmers Markets in the State covering all the Districts except Chennai wherein, on an average, 4 lakh customers are serviced by about 8000 farmers per day in the State. There are 282 Regulated Markets under 26 Market Committees to create an environment of efficient market system thereby ensuring best possible returns to the farmers. Augmentation of the Marketing facilities have been done by enhancing the storage capacities in 44 Regulated Markets, bringing transparency and speeding up the trading process by introducing e-trading in 30 Regulated Markets, facilitating more option to farmers for selling of produce in these Regulated Markets on e-National Agriculture Market platform.

4. The Commissioner of Agricultural Marketing and Agri Business has requested the Government to accord Administrative and financial sanction for Rs.268.6188 Crore for Strengthening of 100 Farmers Market (Rs.5069.88 lakh), Augmentation of Marketing Infrastructure in 90 Regulated Markets (Rs.17067 lakh) and Upscaling of infrastructure in Regulated Markets (Rs.4725.00 lakh) with loan assistance under NABARD Warehouse Infrastructure Fund for the year 2019-20.

5. The Government proposed to accept the proposal of Commissioner of Agricultural Marketing and Agri Business and forwarded the proposal to NABARD for its acceptance.

6. In the letter third read above, the Deputy General Manager, NABARD, Chennai has informed that the WIF project sanctioning committee (SC) in its 182nd meeting held on 13.08.2019, has approved the above said proposal and sanctioned an amount of Rs.207.0240 Crore for (95% of the total project cost of Rs.217.920 Crore) for Augmentation of Marketing Infrastructure in 90 Regulated Markets and for Upscaling of Infrastructure in regulated markets, with term loan from NABARD WIF fund (95% - Rs.207.0240 crore) and TNSAMB Fund (5% - Rs.10.8960 crore) and requested to confirm the administrative approval for the project on or before 20.09.2019 for issuing detailed sanction letter. Further, the NABARD has stated that strengthening of Existing Farmers Markets at a total Financial Outlay of Rs.50.70 crore has not been

considered for the time being due to exhaustion of fund. The above proposal, if required, has been asked to be submitted for loan under RIDF. The Deputy General Manager, NABARD has also stated that the State Government can draw upto 20% of the total WIF loan sanctioned as mobilization advance on acceptance of terms and conditions of the sanction.

7. The Government after careful examination, based on the Announcement made by the Hon'ble Chief Minister under Rule 110 on the floor of the Assembly on 16.07.2019 and based on the clearance of NABARD, accept the proposal of Commissioner of Agricultural Marketing & Agri Business and accord administrative sanction for an amount of Rs.217.92 Crore (Rupees Two hundred and seventeen crore and ninety two lakh only) by re-appropriation for Augmentation of Marketing Infrastructure in 90 Regulated Markets, Upscaling of Infrastructure in regulated markets, with term loan from NABARD WIF fund (95% - Rs.207.0240 crore) and TNSAMB Fund (5% -Rs.10.8960 crore) and accord financial sanction for a sum of Rs.41.4048 crore as 20% mobilization advance (Augmentation of Marketing Infrastructure in 90 Regulated Markets for Rs.32.4273 crore + Up-scaling of Infrastructure in Regulated Markets for Rs.8.9775 crore) from the NABARD Loan assistance fund Rs.207.0240 crore during the year 2019-2020 as detailed below:-

Augmentation of Marketing Infrastructure in 90 Regulated Markets

Sl. No	Infrastructure	Physical (Nos)	Total Cost (Rs.in Lakh)
A	<u>Common facilities in the Market Yard</u>		
1	Storage Godown of various capacities	47	7840.00
2	Closed Auction shed	35	2680.00
3	Cleaning and Grading hall	13	440.00
4	Drying Yard	42	294.00
5	Electronic Market Information board	72	108.00
6	Market office	30	750.00
	Total (A)		12112.00
B	<u>Ancillary/Supporting Infrastructure</u>		
1	Internal Roads	20	1520.00
2	Boundary wall		1545.00
3	Farmers Rest Room		580.00
4	Traders shop	20	770.00

5	Sanitary and Drinking Water Facilities	35	540.00
	Total (B)		4955.00
	Grand Total (A+B)	Sub Total (a)	17067.00

Upscaling of Infrastructure in Regulated Markets

Sl. No.	Details	Unit (Nos)	Unit cost (Rs. in Lakh)	Total Cost
1	Construction of Own Building for Gudalur Regulated Market, Nilgiris District	1	500	500.00
2	Construction of own building for newly formed Ramnad, Sivagangai and Perambalur Market Committees	3	250	750.00
3	Construction of Chilli Market Complex in Ettivayal, Ramanathapuram District	1	1300	1300.00
4	Construction of 5000 MT Storage Godown in Nathipalayam Paddy Market Complex	1	625	625.00
5	Construction of 5000 MT of Open Transaction Shed in Avalurpet Regulated Market	1	500	500.00
6	Agricultural Marketing Management Information System		250	250.00
7	Provision of Fork lift for Regulated Markets	10	25	250.00
8	Provision of Dunnages for 100 Regulated Markets	150/RM	0.03	450.00
9	Industrial Vacuum Cleaner for 25 Regulated Markets	25	4.00	100.00
			Sub Total (b)	4725.00
		Grand Total (a+b)		217.92 Crore

The abstract of projects and source of funding

(Rs in lakhs)

S. No	Project Details	NABARD WIF fund (95%)	Concerned Market Committee / TNSAMB Fund (5%)	Total Project cost
1	Augmentation of Marketing Infrastructure in 90 Regulated Markets	16213.65	853.35	17067.00
2	Upscaling of infrastructure in Regulated Markets	4488.75	236.25	4725.00
	Total	20702.40	1089.60	21792.00

8. The expenditure sanctioned in para 7 above shall be debited to following Head of Account:-

"4435-Capital outlay on other Agricultural Programmes-01-Marketing and Quality control-101 Marketing Facilities-State's Expenditure - JI-Construction of Godowns at Regulated Markets with NABARD loan Assistance-16-Major Works"-01 Major Works.

(Old DPC 4435-01-101-JI-1604)

(IFHRMS DPC 4435-01-101-JI-41601)

9. Necessary additional funds of Rs.4140.48 lakh will be provided in Revised Estimate/Final Modified Appropriation 2019-2020 by re-appropriation as below:-

(Rs. in Thousands)

Head of Account	Required amount	Re-appropriated from the Head of Account
4435 01 101 JI 41601	414048	4435 01 101 JM 41601

10. Pending provision of such funds, the Commissioner of Agricultural Marketing and Agri Business is authorized to draw and disburse the amount sanctioned in para 7 above to the concerned. However, the expenditure shall be brought to the notice of the Legislature by **Specific Inclusion** in the Supplementary Estimate 2019-20. The Commissioner of Agricultural Marketing and Agri Business is directed to include this expenditure by re-appropriation while sending the proposal for RE/FMA 2019-20 and also to send necessary draft explanatory notes for including the above said expenditure in the Supplementary Estimates 2019-20 to Government in Finance (BG-I/ Agri)Department at the appropriate time without fail.

11. The recurring expenditure shall be met out by the concerned Market Committees.

12. The construction works of the project shall be carried out by the Engineering wing of Tamil Nadu State Agricultural Marketing Board and in the Regulated Market Premises and this project is treated as a single project and the Commissioner of Agricultural Marketing and Agri Business is authorized to change the proposed places if required.

13. The Commissioner of Agricultural Marketing and Agri Business is directed to send monthly progress report while implementing the project.

14. This order issues with the concurrence of Finance Department, vide its U.O.No.48646/2019, dated 21.10.2019 and ASL No.1799(One thousand seven hundred and ninety nine).

(BY ORDER OF THE GOVERNOR)

GAGANDEEP SINGH BEDI,
AGRICULTURAL PRODUCTION COMMISSIONER
AND PRINCIPAL SECRETARY TO GOVERNMENT

To

The Commissioner of Agricultural Marketing and Agri Business,
Chennai-32.

The Pay and Accounts Officer, Chennai-8.

The Pay and Accounts Officer, Chennai-35.

The General Manager, National Bank for Agriculture and Rural
Development (NABARD), 48, Mahatma Gandhi Road, Nungambakkam,
Tamil Nadu Regional Office, Chennai-34.

The Accountant General (A&E), Chennai -18/ By Name.

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

The Principal Accountant General (G&SSA), Chennai -18.

The Principal Accountant General (E&RSA), Chennai -18.

The Residential Audit Officer, Office of Principal Accountant General
(General, Social Sector Audit), Chennai-9.

Copy to:-

The Office of the Honourable Chief Minister of Tamil Nadu, Chennai-9.

The Office of the Honourable Deputy Chief Minister of Tamil Nadu,
Chennai-9.

The Senior Personnel Secretary to Honourable Minister for Agriculture,
Chennai-9.

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

The Finance (Agri/BG.I/BG.II/Res.II) Department, Chennai-9.

The Agriculture (OP.III/B&P/WD I/AM 2) Department, Chennai-9.

✓ The Assistant Programmer, Agriculture Department, Chennai -9.

Stock File/Spare Copies.

/Forwarded By order/

T. Prabhavathi
21.10.2019

SECTION OFFICER

21/10/19