



ABSTRACT

Horticulture - Pradhan Mantri Fasal Bima Yojana (PMFBY) – Sanction of Rs.104.74125 lakh for settlement of State share of premium subsidy to the Insurance Companies for Kharif season during 2016-17 – Orders – Issued.

Agriculture (AP 6) Department

G.O(Ms)No.3

Dated:04.01.2017

Read:

1. G.O (Ms) No. 220, Agriculture (AP6) Department, dated 21.07.2016.
2. From the Director of Horticulture and Plantation Crops, letter No.MIS/13323/2016, dated 17.11.2016.

ORDER:-

In the Government order first read above, the Government among others, have accorded administrative approval for the implementation of PMFBY at a cost of Rs.487.3703 Crore in all the districts of Tamil Nadu (except Chennai) from Kharif 2016 onwards by replacing National Agricultural Insurance Scheme (NAIS) and authorised the Commissioner of Agriculture and the Commissioner of Horticulture and Plantation Crops to disburse 50 % of the fair estimate of the premium subsidy based on the claims of the successful bidder to the approved insurance companies through Agriculture Insurance Company of India Limited following the Government of India subsidy pattern in the selected cluster at the beginning of crop season and the balance premium claim on the closure of the season based on the claims of the approved insurance companies and it has also been ordered that the financial sanction would be accorded by the Government, after receiving the claim from the insurance companies selected through the tender along with the proposal from the Commissioner of Agriculture and the Commissioner of Horticulture and Plantation Crops as per the guidelines issued by the Government of India.

2) In the letter second read above, the Director of Horticulture and Plantation Crops has now informed that notification was issued for both Kharif and Rabi seasons for implementation of PMFBY during 2016-2017 and the following companies have been selected for implementation of the scheme in Tamil Nadu during 2016-2017, 2017-2018 and 2018-2019 followed by the tender process:-

Cluster	Insurance Company Selected for implementation	Year for which selected
I	Agriculture Insurance Company of India Limited, Chennai	2016-17, 2017-18 & 2018-19
II	ICICI Lombard General Insurance Company Ltd, Chennai	2016-17 2017-18
	Cholamandalam MS General Insurance Company Ltd, Chennai	2018-19
III	New India Assurance Company Ltd, Chennai	2016-17, 2017-18 and 2018-19

Districts under Clusters Formed in Tamil Nadu

SL.No	Cluster I	Cluster II	Cluster III	Risk Profile
1	Ramanathapuram	Sivagangai	Pudukkottai	High
2	Tiruvarur	Cuddalore	Nagapattinam	
3	Namakkal	Thiruvannamalai	Tuticorin	
4	Trichy	Tirunelveli	Thanjavur	Medium
5	Madurai	Salem	Virudhunagar	
6	Kanyakumari	Nilgris	Theni	Low
7	Dindigul	Coimbatore	Krishnagiri	
8	Karur	Kancheepuram	Dharmapuri	
9	Erode	Tiruvallur	Villupuram	
10	Ariyalur	Tiruppur	Vellore	
11	Perambalur			

3) Further the Director of Horticulture and Plantation Crops has stated that as per the operational guidelines, the State Government has to release 50% of their share as upfront subsidy based on the fair estimates of the insurance companies. The cut-off date for enrolment of

and to authorize her to draw and disburse the amount to the concerned Insurance Companies.

6) The Government after careful examination of the proposal of the Director of Horticulture and Plantation Crops, accord sanction for a sum of Rs.104.74125 lakh(Rupees One Crore Four lakh Seventy Four thousand One hundred and Twenty Five only) for settlement of State share of premium subsidy to the concerned Insurance Companies for Kharif season during 2016-17 under PMFBY.

7) The amount sanctioned in para 6 above shall be debited in the following heads of account:-

2401- 00- Crop Husbandry – 110 Crop Insurance – Schemes in the Twelfth Five Year Plan – II State Plan JK – Premium subsidy for implementation of Pradhan Mantri Fasal Bima Yojana (PMFBY) – State Share – 09 Grants –in- Aid – 03 Grants for specific schemes – Rs.78.55594 lakh .

(DPC 2401 – 00 – 110 – JK – 0938)

2401- 00- Crop Husbandry – 789 Special Component Plan for scheduled castes – Schemes in the Twelfth Five Year Plan – II State Plan JV – Premium subsidy for implementation of Pradhan Mantri Fasal Bima Yojana (PMFBY) – State Share – 09 Grants –in- Aid – 03 Grants for specific schemes – Rs.26.18531 lakh.

(DPC 2401 – 00 – 789 – JV – 0939)

8) The Director of Horticulture and Plantation Crops is authorized to draw and disburse the amount sanctioned in para 6 above to the concerned insurance companies.

9) This order issues with the concurrence of Finance Department vide its U.O.No.69088/Finance (Agri)/2016, dated 31.12.2016.

(By Order of the Governor)

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

To

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

The Director of Agriculture, Chennai – 5.

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

The Additional/Joint Commissioner of Revenue Administration, 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 Convener, State Level Bankers Committee, Chennai-2.

farmers in Kharif season was July 31st for Paddy I crop and 30th September for other crops. Based on the enrolment of farmers during Kharif season, the three companies have raised their claim to settle the State share of premium for Kharif 2016 season. As the orders were issued during the midst of Kharif season, upfront subsidy was not settled to the companies. The Director of Horticulture and Plantation Crops has also stated that during the video conference conducted by the Joint Secretary (Credit division), Government of India on 13.10.2016, it was requested to finalize the Kharif 2016 enrolment on 20.10.2016 and raise the actual claims after finalizing the data for Kharif 2016. Therefore, the insurance companies were requested to send their actual claim for settlement of State share of premium subsidy for Kharif 2016 season. Accordingly, they have claimed the State share of premium for Kharif season, based on the actual coverage in Kharif during 2016-2017.

4) The Director of Horticulture and Plantation Crops has furnished the details of the State share of premium subsidy claimed by the Companies based on the operational guidelines of PMFBY for Kharif season during 2016-17 which are as follows:-

(Rs.in Lakh)

SL No	Insurance Company	Expected Gross premium	Expected Farmers Premium	Anticipated Net Premium (GOI + State share)	Anticipated State share of premium	State Share of subsidy
1	Agriculture Insurance Company of India Limited, Chennai	45.672	28.479	17.193	8.59625	8.5962
2	ICICI Lombard General Insurance Company Ltd, Chennai	317.800	160.69	157.10	78.55000	78.5500
3	New Assurance Company India Ltd, Chennai	111.300	76.110	35.190	17.59500	17.5950
	Total	474.772	265.279	209.483	104.74125	104.74125

5) The Director of Horticulture and Plantation Crops has therefore requested the Government to sanction an amount of Rs.104.74125 lakh for settlement of State share of premium subsidy for Kharif 2016 season

The Principal Accountant General (G & S S A / E&RSA/Audit), Chennai-18.
The Registrar of Cooperative Societies, Chennai-10.
The Pay and Accounts Officer(East),Chennai-8.
The Commissioner of Treasuries and Accounts, Chennai-15.

Copy to:-

The Finance Department, Chennai- 9.
The Revenue Department, Chennai -9.
The Planning, Development & Special Initiatives Department, Chennai-9.
The Senior Personal Assistant to Minister for Agriculture, Chennai - 9.
The Senior Personal Assistant to Minister for Revenue, Chennai - 9.
The Private Secretary to Agricultural Production Commissioner and
Secretary to Government, Agriculture Department, Chennai-9.
The Agriculture(OP3)Department, Chennai-9.
The Connected File No.25814/AP6/2016.
The G.O.(Ms)No.220, Agriculture(AP6)Department, dated 21.07.2016.
Spare Copies/Stock Files.

/Forwarded by Order/

T. Prabarathi
05-1-2017
SECTION OFFICER.

